

Asianet

**CONNECTING
POSSIBILITIES**



26TH ANNUAL REPORT **2018-19**

Asianet Satellite Communications Ltd

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNELS

Mr. Viren Raheja	Director
Mr. Vijay Aggarwal	Director
Mr. Vinayak Aggarwal	Director
Ms. Aneesha Akshay Raheja	Director
Mr. Rakesh Thakor Desai	Director
Mr. P.S. Suresh	Chief Financial Officer (w.e.f. 15 April 19)
Mr. V.S. Moni	Chief Financial Officer (till 12 April 19)
Mr. Shankar T.	Manager
Mr. Sasikanthan M.V.	Company Secretary (till 30 March 19)
Mr. Joby Mathew	Company Secretary (w.e.f. 30 March 19)

Registered Office

2A, 2nd Floor, Leela
Infopark, Technopark,
Kazhakuttom
Thiruvananthapuram Kerala
695581

Auditors

M/s BSR and Associates LLP
Chartered Accountants,
Kochi

Internal Auditors

M/s Deloitte Haskins & Sells
Chartered Accountants,
Kochi

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26th ANNUAL REPORT 2018-19

NOTICE

NOTICE IS hereby given that the Twenty Sixth Annual General Meeting of the members of **ASIANET SATELLITE COMMUNICATIONS LIMITED** will be held on **Thursday, the 26th day of September 2019** at 12.00 pm at the Registered office at 2A, 2nd Floor, Leela Infopark, Technopark, Kazhakuttom, Thiruvananthapuram - 695 581 for the transaction of the following businesses: -

Ordinary Business

1. To consider and adopt the Financial Statements of the Company for the financial year ended 31st March 2019, (including Consolidated Financial Statements for the said financial year) together with the Reports of the Board of Directors and the Auditors.
2. To appoint a director in place of Mr. VIREN RAJAN RAHEJA [DIN: 0037592] who retires at this Meeting and being eligible offers himself for re-appointment.
3. To appoint a director in place of Ms. ANEESHA AKSHAY RAHEJA [DIN: 06560989] who retires at this Meeting and being eligible, offers herself for re-appointment.
4. To Appoint M/s Thampy Mathew & Associates, chartered accountants as additional/ Joint Auditors for Auditing Statement of Revenue Share and License Fee.

Special business

5. To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**: -

“RESOLVED THAT, in accordance with the provisions of Section 148 of the Companies Act, 2013, read with Rule 14 of the companies (Audit and Auditors) Rules 2014 (including any amendment thereto or modification thereof) the remuneration of Rs. 50,000/- (Rupees fifty thousand only) plus out of pocket expenses, as fixed by the Board of directors in its meeting held on 30.03. 2019 to Mr. B V Subramaniam, B V Subramaniam and Co., Cost Auditors for conducting the audit of Cost Records maintained in respect of all applicable Services of the Company, for the financial year 2018-19, be and hereby ratified.

By order of the Board of directors
For **Asianet Satellite Communications Ltd.**

JOBY MATHEW
COMPANY SECRETARY

Dated 2nd September 2019

NOTES

- (i) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING ('AGM') MAY APPOINT A PROXY TO ATTEND AND VOTE ON HIS BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.

Proxies, in order to be effective, must be received at the Registered office of the company situated at 2A, 2nd Floor, Leela Infopark, Technopark, Kazhakuttom, Thiruvananthapuram - 695 581 not less than forty-eight hours before the commencement of the AGM i.e., by 12.00 pm. on 24th September 2019.

- (ii) Corporate Members are required to send a certified copy of the Board Resolution, pursuant to Section 113 of the Companies Act, 2013, authorising their representatives to attend and vote at the AGM.
- (iii) Explanatory Statement, pursuant to Section 102 of the Companies Act, 2013, relating to the Special Business to be transacted at this AGM, is annexed.

EXPLANATORY STATEMENT

The Board of Directors of the Company ('the Board') in its meeting held on 30.03.2019, on the recommendation of the Audit Committee, approved the appointment and remuneration of Mr. B V Subramaniam, B V Subramaniam and Co., Cost Auditors, Lekshmi Niketan, JPN 45, 4th Cross, JP Nagar, West Fort, Thiruvananthapuram-695008 for conducting the audit of Cost Records maintained by the Company, for the financial year 2018-19. The remuneration was fixed at Rs. 50000/- (Rupees fifty thousand only) plus out of pocket expenses.

In terms of Section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, remuneration of the Cost Auditors needs ratification by the Members of the Company.

None of the Directors and Key Managerial Personnel of the Company, or their relatives, is interested in these Resolutions.

The Board recommends these Resolutions for your approval.

Dated 2nd September 2019

By order of the Board of directors
For **Asianet Satellite Communications Ltd.**

JOBY MATHEW
COMPANY SECRETARY

NOTICE CHANGING THE DATE AND VENUE OF THE 26TH ANNUAL GENERAL MEETING OF THE COMPANY

NOTICE IS hereby given that the Twenty Sixth Annual General Meeting of the members of **ASIANET SATELLITE COMMUNICATIONS LIMITED** scheduled on Thursday, the 26th day of September 2019 at 12.00 noon at the Registered office at 2A, 2nd Floor, Leela Infopark, Technopark, Kazhakuttom, Thiruvananthapuram - 695 581 is postponed to **Monday the 30th day of September 2019 at 6th Floor, Rahejas, Corner of V.P. Road & Main Avenue, Santacruz West, Mumbai – 54** for which the consent of all shareholders of the company has been received, which will consider the following additional special business amidst the exiting business as intimated to you earlier.

Special business

- 5. Re-appointment of Mr. VIJAY AGGARWAL (DIN: 00515412) as an Independent Director for a second term of five consecutive years, in terms of Section 149 of the Companies Act, 2013.**

To consider and if thought fit, to pass the following resolution as a **SPECIAL RESOLUTION:**

"RESOLVED THAT pursuant to the provisions of Section 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Appointment and Qualifications of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), as amended from time to time, Mr. VIJAY AGGARWAL (DIN: 00515412), who was appointed as an Independent Director of the Company for a term of five years up to September 16, 2019, by the members at the 21st Annual General Meeting, in terms of Section 149 of the Companies Act, 2013, be and is hereby re-appointed as an Independent Director of the Company for a second term of five consecutive years commencing from September 17, 2019 up to September 16, 2024, not liable to retire by rotation." Dated 20th September 2019

By order of the Board of Directors
For **ASIANET SATELLITE COMMUNICATIONS LTD.**

JOBY MATHEW
COMPANY SECRETARY

EXPLANATORY STATEMENT

The shareholders of the company in their 21st Annual General Meeting held on September 17, 2014, appointed Mr. VIJAY AGGARWAL (DIN: 00515412) as an Independent Director on the Board of the Company in line with the requirements of Section 149 and other applicable provisions of the Companies Act, 2013, for a period of 5 years up to March 31, 2019. He has been a non-executive director of the company (Asianet Satellite Communications Limited) since September 1994.

As per the provisions of Section 149 of the Companies Act, 2013, an Independent Director shall hold office for a term upto five consecutive years on the Board of a Company but shall be eligible for re-appointment, for another term of upto five years, on passing of a special resolution by shareholders.

The Company has received intimation in Form DIR-8 from Mr. VIJAY AGGARWAL that, he is not disqualified from being re-appointed as an Independent Director in terms of Section 164 of the Act, declaration that he meets with the criteria of independence as prescribed under Section 149 (6) of the Companies Act, 2013. His appointment will be subject to his consent to continue as an Independent Director.

The resolution seeks the approval of members for the re-appointment of Mr. VIJAY AGGARWAL as an Independent Director of the Company commencing from September 17, 2019 up to September 16, 2024 in terms of Section 149 and other applicable provisions of the Act and Rules made there under. He is not liable to retire by rotation.

In the opinion of the Board, Mr. VIJAY AGGARWAL fulfils the conditions for his re-appointment as an Independent Director as specified in the Act, 2013 and is independent of the management. Based on the recommendations of the Nomination & Remuneration Committee and keeping in view the expertise of Mr. VIJAY AGGARWAL, the Board of Directors at its meeting held on August 26, 2019 approved the continuance of office of Mr. VIJAY AGGARWAL as mentioned in the resolution.

He has completed his B. Tech (Electrical) degree from the IIT, Delhi and his PGDM from IIM, Ahmedabad. He was conferred with the Gold Medal as being the Best All-Rounder at IIM,

Ahmedabad. Mr. Aggarwal is the Managing Director of Prism Cements Limited and is on the Board of various companies including Exide Industries Limited, Exide Life Insurance Company Limited, Aptech Limited, Raheja QBE General Insurance Company Limited amongst others.

Mr. VIJAY AGGARWAL does not hold any shares of Asianet Satellite Communications Limited. He is not related to any other Directors/KMPs of the Company. He is the Chairman of CSR Committee, Audit Committee, and Nomination & Remuneration Committee of the Company. He is a Director in Vijaya Organics Limited and Chairman of Audit Committee of Vijaya Organics Limited. The Nomination & Remuneration Committee and the Board evaluated the performance of Mr. VIJAY AGGARWAL, rated him satisfactory on all parameters and recommended his re-appointment.

Copy of the draft letter for re-appointment of Mr. VIJAY AGGARWAL as an Independent Director setting out the terms and conditions is available for inspection by members at the Registered Office of the Company and will be available at the venue of the AGM.

None of the Directors or Key Managerial Personnel of the Company and / or their relatives except Mr. VIJAY AGGARWAL, to whom the resolution relates, is in any way, concerned or interested, financially or otherwise, in the resolution.

Board recommends the resolution set-forth in Item No.2 for approval of the members by way of Special Resolution.

By order of the Board of directors
For **ASIANET SATELLITE COMMUNICATIONS LTD.**

JOBY MATHEW
COMPANY SECRETARY

DIRECTORS REPORT

To
The Members of
Asianet Satellite Communications Limited

Your directors have pleasure in presenting the **Twenty Sixth** Board's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended 31st March 2019.

FINANCIAL HIGHLIGHTS

(Rs. in Lakhs)

	(Consolidated)		(Standalone)	
Particulars	2018-19	2017-18	2018-19	2017-18
Gross Income	43,178	43,238	18,072	41,971
Profit Before Interest and Depreciation	7,973	7,619	7,710	15,091
Finance Charges	2,474	1,885	2,214	1,885
Gross Profit	22,662	25,819	12,325	25,285
Provision for Depreciation	7,973	7,619	4,390	7,299
Net Profit before Tax and Prior period items	1,989	5,621	1,107	5,908
Prior period items		573	-	573
Net Profit Before Tax	1,989	5,048	1,107	5,335
Provision for Tax	324	264	-	22
-Net Profit After Tax	1,665	4,784	1,107	5,313
Balance of Profit/loss brought forward	(5,461)	(10,245)	(4,933)	(10,245)
Balance of Profit/loss carried forward	(3,796)	(5,461)	(3,826)	(4,933)

During the financial year under review the gross income of the company has decreased marginally by 0.14% to Rs.43,178 lakhs compared to the previous year's figure of Rs.43,238 lakhs on a consolidated basis.

It is because of business transfer of cable TV division of the company to its wholly owned subsidiary, namely M/s. Asianet Digital Network Private Limited, the standalone gross income of the company has decreased by 56.94% to Rs.18,072 lakhs compared to the previous year's figure of Rs.41,971 lakhs.

CHANGE IN THE CONSTITUTION OF THE COMPANY

Your company has made application for conversion of the company to private limited vide SRN H45891553 dated 28.02.2019 to Regional Director, Chennai. The RD vide its order dated 7th May 2019 issued an order for conversion of the company to Private Limited. The company have filed said order with Registrar of Companies. It is pending with Registrar of Companies for final processing.

STATE OF AFFAIRS OF THE COMPANY AND FUTURE OUTLOOK

Your company has been continuing as the 2nd largest player in Kerala as wired internet service provider and has a subscriber base of 2.05 Lacs across all southern Indian states as on 31.03.2019. To be competitive in the market, the company is revamping its plans. To offer high data speeds and better Quality of service, your company has been upgrading the network to GPON technology which will enable company to provide Fiber to home-network. Your company is offering upto 200 Mbps high speed internet services which are at par with the best in the ISP industry. The prices are also competitive to ensure subscriber satisfaction with our services.

GPON customer base has increased to 36,564 as on 31st March 2019.

Your company is also providing broadband services through local cable operators on revenue sharing basis. This is being done under a separate division Asianet Link Internet (ALI). The service of ALI is currently available in the states of Kerala, Tamil Nadu, Karnataka, Andhra Pradesh, Telangana and Maharashtra. The subscriber base of ALI has increased from 15,503 as on 31st March 2018 to 21,556 as on 31st March 2019.

OVER THE TOP (OTT) DIVISION

Over the Top (OTT) division which was launched to deliver the channels over mobile platform has enhanced the capacity to 100 channels. However, due to lack of regulation over the OTT platform, pay channels are not made available to OTT subscribers.

CUSTOMER CARE SERVICES

The Company has striven hard to ensure that high standards of operational parameters are maintained, including 24 x 7 customer care providing high quality services to all subscribers.

CHANGE IN NATURE OF BUSINESS, IF ANY

There is no change in the nature of business.

DEPOSITS

The company has not accepted any deposits during the financial year 2018-19.

TRANSFER TO RESERVES, IF ANY

None

DIVIDEND

Since the current years, profit is not sufficient enough to set off the accumulated losses suffered by the company in the earlier years the directors are not recommending any dividend.

REPORT ON PERFORMANCE AND FINANCIAL POSITION OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Your company has incorporated the following subsidiaries as part of decentralization of ACS (Asianet Cable Services) and allied divisions of our company.

Sl. No.	Name	Status (Subsidiary/ JV/ Associate)	Date of becoming Subsidiary/ JV/ Associate	Date of ceasing as Subsidiary/ JV/ Associate
1	Asianet Digital Network Private Limited [Formerly known as Asianet Digital Cable TV Private Limited/Asianet Broadband Private Limited)	Wholly- Owned Subsidiary	30.10.2015	
2	Roseblossoms Vision Private Limited	Wholly- Owned Subsidiary	06.03.2017	

In accordance with Rule 8(1) of the companies (Accounts) Rules, 2014, a separate section of report of performance and financial position of its wholly owned subsidiaries, Asianet Digital Network Private Limited and Roseblossoms Vision Private Limited is Annexed as **Annexure I**.

ANNUAL RETURN

In accordance with section 134(3)(a) of the Companies Act, 2013 as amended by Companies (Amendment) Act, 2017, the annual return of the company shall be placed on the following web address.

www.asianet.co.in/about/Corporate-Information

EXTRACT OF ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, in Form MGT-9 is annexed herewith as **Annexure II**.

MATERIAL CHANGES AND COMMITMENTS AFTER THE BALANCE SHEET DATE

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report.

DIRECTORS OR KEY MANAGERIAL PERSONNEL

There has been no Change in the constitution of Board. However, the following changes have occurred in the position of Key Managerial personnel during the financial year and up to the date of this report.

Sl. No	Name	Designation	Date of appointment	Date of cessation	Mode of Cessation
1	Mr. V.S. Moni	Chief Financial Officer		12.04.2019	Superannuation
2	Mr. M.V. Sasikanthan	Sr. Vice President (Legal) & Company Secretary		30.03.2019	Superannuation
3	Mr. P.S. Suresh	Chief Financial Officer	15.04.2019		
4	Mr. Joby Mathew	Company Secretary	30.03.2019		

MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2018-19, the Company have convened ten meetings of the Board of Directors as per Section 173 of Companies Act, 2013, details of which are as follows.

Sl. No.	Date of Meeting	Board Strength	No. of Directors Present
1	05.04.2018	5	5
2	21.05.2018	5	4
3	18.07.2018	5	5
4	05.09.2018	5	4
5	27.09.2018	5	5
6	22.10.2018	5	5
7	13.11.2018	5	4
8	04.01.2019	5	5
9	15.02.2019	5	4
10	30.03.2019	5	5

ANNUAL EVALUATION BOARD OF DIRECTORS

The Board Directors of your company comprises three non-executive Directors and two independent directors. The Nomination and Remuneration committee constituted under section 178 of the Companies Act, 2013 has been assigned with the duty of evaluation of the performance of the Board as a whole and individual directors. The committee follows the criteria of self-regulation and self-assessment for the purpose of evaluation of the Board and performance of individual Directors.

Further the independent directors are evaluated by entire Board of Directors, excluding the director being evaluated, in accordance with the Code for Independent Directors as specified in Schedule IV of the Companies Act 2013. The independent Directors has convened a separate meeting and evaluated the performance of non-independent Directors.

The Board/Nomination and Remuneration committee/Independent Directors of the company has adhered to the following broad parameters for reviewing the performance evaluation

- Participation at the Board / Committee meetings;
- Commitment (including guidance provided to senior management outside of Board/ Committee meetings);
- Effective deployment of knowledge and expertise;
- Effective management of relationship with stakeholders;
- Integrity and maintaining of confidentiality;
- Independence of behaviour and judgment; and
- Impact and influence;

The Board has recommended the re-appointment of Mr. Vijay Agarwal as an independent director for another term of 5 years on the basis their evaluation.

EVALUATION OF BOARD COMMITTEES

The performance of the Board Committees is evaluated on the basis of the terms of reference of the committee being evaluated.

The broad parameters of reviewing the performance of the Committees, inter alia, are:

- Discharge of its functions and duties as per its terms of reference;
- Process and procedures followed for discharging its functions;
- Effectiveness of suggestions and recommendations received;
- Size, structure and expertise of the Committee; and
- Conduct of its meetings and procedures followed in this regard.

INDEPENDENT DIRECTORS AND THEIR DECLARATION

Mr. Vijay Aggarwal has been appointed as the independent director of the company as per Section 149(10) of the Companies Act, 2013 on 17.09.2014 for a term of 5 consecutive years on the Board of the Company. The Nomination and Remuneration committee and Board held on 26.08.2019 recommended his reappointment for another term of five years based on performance evaluation of Board.

Mr. Rakesh Thakor Desai has been appointed as the independent director of the company as per Section 149(10) of the Companies Act, 2013 with effect from 27.06.2017 for a term of 5 consecutive years on the Board of the Company.

The Board of Directors of the Company hereby confirms that all the Independent directors duly appointed by the Company have given the declaration and they meet the criteria of independence as provided under section 149(6) of the Companies Act, 2013.

DEMATERIALISATION OF SHARES

Your company has appointed M/s National Securities Depository Ltd. (NSDL) as depository, M/s. Satellite Corporate Services Pvt. Ltd., as Registrar and share Transfer Agent (RTA) and executed a tripartite agreement dated 07.10.2018 with them for opening a platform for dematerialization of shares. The company has allotted ISIN (International Security Identification Number) as follows.

Equity shares	INE829F01013
8% Non-convertible Non-cumulative preference shares having face value of Rs. 10/- each (Paid up value Rs.10/- each) Date of allotment:04-08-2017 Date of maturity:04-08-2037.	INE829F04017
8% Non-convertible Non-cumulative preference shares having face value of Rs. 10/- each (Paid up value Rs.10/- each) Date of allotment:20-07-2017 Date of maturity:20-07-2037	INE829F04025

AUDITORS

STATUTORY AUDITORS

M/s BSR & Associates LLP, Chartered Accountants (Firm Registration No. 116231 W/W-100024) were appointed as Statutory Auditors for a period of 5 years in the Annual General Meeting held on 26.09.2017.

INTERNAL AUDITORS

Your company has re-appointed M/s Deloitte Haskins & Sells, Chartered Accountants, Cochin as Internal Auditors under section 138 of the companies Act, 2013 in its Board meeting held on 23.02.2018.

COST AUDITORS

Your company is required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013. The company has maintained all such records and appointed Ms. B.V. Subramaniam & Co, Cost Accountants, Lekshmi Niketan, JPN-45, 4th Cross, J.P. Nagar, Trivandrum – 695 008 as Cost Accountants of the company under section 148 (3) of the Companies Act, 2013 and rule 6(2) of the Companies (Cost records and Audit Rules) 2014. The cost auditors have submitted their report to Board for the financial year 2017-18 within the prescribed time limit of 180 days from the closure of financial year. Your company has filed the Cost Audit Report for the financial year 2017-18 with Central government in time.

SECRETARIAL AUDITORS

Your company has appointed Sri. Harshan, Company Secretary [FCS No. 294 / CP No. 6749] as the Secretarial Auditor of the Company as per the provisions of Sub Section (1) of Section 204 of the Companies Act, 2013 for the financial year 2018-2019. They have submitted their report which is annexed as **Annexure VI**.

PARTICULARS OF LOANS, GUARANTEE OR SECURITY AND INVESTMENT

Your company have issued Guarantees or provided securities to various financial creditors in connection with facilities extended to its wholly owned subsidiary M/s Asianet Digital Network Private Limited as on 31.03.2019.

Details of Corporate Guarantee issued, or Security provided

Sl. No.	Corporate guarantee			Security		
	Name of the Bank	Dt. of Board meeting	Amount Rs. in lakhs	Type of security	Date of creation	Date of registration
1	HDFC Bank Limited	30.03.2019	3000	NIL	NIL	NIL
2	Standard Chartered Bank	21.05.2018	2800	NIL	NIL	NIL
	Total		5800			

Further Your Company has acquired following shares/ securities of its wholly owned subsidiary M/s Asianet Digital Network Private limited during the financial year 2018-19.

Details of shares acquired, or investments made by the company as on 31.03.2019

Sl. No.	Name of investee	Dt. of Board meeting	No. of securities	Face value of securities	Paid up value
1	Asianet Digital Network Private Limited	26.05.2018	5,000,000	Rs.10/-	50,000,000
2	Asianet Digital Network Private Limited	26.07.2018	15,000,000	Rs. 10/-	150,000,000
3	Asianet Digital Network Private Limited	15.09.2018	4,000,000	Rs.10/-	40,000,000
4	Asianet Digital Network Private Limited	28.09.2018	3,000,000	Rs.10/-	30,000,000
5	Asianet Digital Network Private Limited	29.09.2018	3,000,000	Rs.10/-	30,000,000
6	Asianet Digital Network Private Limited	25.10.2018	5,000,000	Rs.10/-	50,000,000

7	Asianet Digital Network Private Limited	26.10.2018	5,000,000	Rs.10/-	50,000,000
8	Asianet Digital Network Private Limited	19.11.2018	16,000,000	Rs.10/-	160,000,000
9	Asianet Digital Network Private Limited	21.11.2018	16,000,000	Rs.10/-	160,000,000
10	Asianet Digital Network Private Limited	22.11.2018	8,115,832	Rs.10/-	81,158,320

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large and Approval of the Board of Directors & shareholders was obtained wherever required. Further all the necessary details of transaction entered with the related parties are attached herewith in **Form No. AOC-2 as Annexure III.**

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE AND POLICY

Your company has constituted Corporate Social Responsibility Committee in accordance with Section 135(5) of the Companies Act, 2013. The committee has framed CSR policy in accordance with Schedule VII of the companies Act, 2013.

The revised CSR policy shall be available in the following web address

www.asianet.co.in/about/Corporate-Information

The Annual report on CSR to be included in the Board Report is annexed as **Annexure IV.**

NOMINATION AND REMUNERATION COMMITTEE

As per the section 178(1) of the Companies Act, 2013 the Company's Nomination and Remuneration Committee comprises of three Non-Executive Directors. The table sets out the composition of the Committee:

Name of the Director	Position held in the Committee	Category of the Director
Mr. Vijay Aggarwal	Chairman	Non- Executive Independent Director
Mr. Viren Raheja	Member	Non- Executive Director
Mr. Rakesh Thakor Desai	Member	Non-Executive Independent Director

Terms of Reference

The Terms of Reference of the Nomination and Remuneration Committee are as under:

1. To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of performance of Board, its committee and individual Directors.
2. The Nomination and Remuneration Committee shall, while formulating the policy ensure that:
 - a. the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
 - b. relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
 - c. remuneration to Directors, Key Managerial Personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;
3. Discharge such other function(s) or exercise such power(s) as may be delegated to the Committee by the Board from time to time.
4. Review and reassess the adequacy of this policy periodically and recommend any proposed changes to the Board for approval from time to time.
5. Any other work and policy related and incidental to the objectives of the committee as per provisions of the Act and rules made there under.

In accordance with proviso to section 178(4) of the Companies Act, 2013 as amended by Companies (Amendment) Act, 2017 [Notified w.e.f 7th May 2018], the Nomination and Remuneration policy shall be available in the following web address.

www.asianet.co.in/about/Corporate-Information

AUDIT COMMITTEE

According to Section 177 of the Companies Act, 2013 the company's Audit Committee comprised of 3 directors. The board has accepted the recommendations of the Audit Committee. The table sets out the composition of the Committee:

Name of the Director	Position held in the Committee	Category of the Director
Mr. Vijay Aggarwal	Chairman	Non-Executive Independent Director
Mr. Viren Raheja	Member	Non-Executive Director
Mr. Rakesh Thakor Desai	Member	Non-Executive Independent Director

VIGIL MECHANISM/WHISTLE BLOWER POLICY

As per Section 177(9) and (10) of the Companies Act, 2013, and Rule 7 of Companies (Board and its powers) Rules, 2014, the company has established Vigil Mechanism/ Whistle blower policy for directors and employees to report genuine concerns and made provisions for direct access to the chairperson of the Audit Committee. The Company has formulated the present policy for establishing the vigil mechanism/ Whistle Blower Policy to safeguard the interest of Directors and employees, to freely communicate and address to the Company their genuine concerns in relation to any illegal or unethical practice being carried out in the Company.

The details of the vigil Mechanism/ Whistle Blower Policy is annexed herewith as **Annexure V** and is available in the following web link.

www.asianet.co.in/about/Corporate-Information

INTERNAL COMPLAINTS COMMITTEE CONSTITUTED UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.

(Rule 8(5)(x) of the Companies (Accounts) Rules 2014)

Your company has constituted an internal complaints committee as per section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The committee comprises of the following members.

Mrs. Deepa Chandrababu (Presiding Officer)

Mrs. Saleena S (Member)

Mrs. Reena Thomas (Member)

Mr. P.S. Rajeev (Member) and

Mrs. Rejitha G (External Member)

The company has received a detailed report of the functioning of the committee. In accordance with section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the company is furnishing the following information, which is integral part of this report.

Sl. No	No. of cases reported during the financial year 2018-19	No. of cases disposed
	NIL	NIL

COMPLIANCE WITH SECRETARIAL STANDARDS

Your company has complied with all the provisions of the following Secretarial Standards

SS-1- Secretarial Standard on Board meetings
SS-3- Secretarial Standard on General meetings.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that -

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:

(A) Conservation of energy and Technology absorption

NIL

(B) Foreign exchange earnings and Outgo

The CIF value of imports during the year 2018–19 amounted to Rs.4,329.54 lakhs and expenses relating to Internet operations and travelling expenses amounted to Rs.22.56 lakhs and Rs.1.68 lakhs respectively.

RISK MANAGEMENT

Your company has taken adequate steps for the development and implementation of a risk management policy including identification therein of elements of risk, which may threaten the existence of the company.

In order to mitigate various operational and business risks, your company has taken following steps:

- 1) Risk Assessment & Analysis
- 2) Risk Evaluation
- 3) Risk Treatment

In order to minimize Operational risk, company has taken adequate insurance to protect their capital and human resource assets. Further your company is taking adequate measures to revive our business plans and develop marketing strategies periodically on the basis of market study.

For your company, the risk management is an ongoing process and does not end once risks have been identified and mitigated.

DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS

The company maintains appropriate system of internal control including monitoring procedures to ensure that all assets are safeguarded against loss from unauthorised use or disposition. Company policies, guidelines and procedures provide for adequate cheques and balances and are meant to ensure that all transactions are authorised, recorded and reported correctly.

The Head of the internal audit together with external audit consultants review the effectiveness and efficiency of the systems and procedures to ensure that all assets are protected against loss and that the financial and operational information is accurate and complete in all respect. The audits are conducted on an ongoing basis.

ACKNOWLEDGEMENT

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

For and on behalf of the Board of Directors

Viren Raheja
DIN: 00037592
Director

Vinayak Aggarwal
DIN: 00007280
Director

Place: Mumbai
Date: 28.09.2019

Annexure I
REPORT OF PERFORMANCE AND FINANCIAL POSITION OF
SUBSIDIARY COMPANIES

ASIANET DIGITAL NETWORK PRIVATE LIMITED

The key financial highlights of the subsidiary company M/s Asianet Digital Network Private Limited is as follows:

Particulars	2018-19	2017-18
Gross Income	28,934	2,374
Profit Before Interest and Depreciation	4,950	152
Finance Charges	484	118
Gross Profit	13,289	1,289
Depreciation	3,583	320
Net Profit before Tax and Prior period items	882	(287)
Provision for Tax	324	242
Net Profit After Tax	559	(529)
Balance of Loss brought forward	(529)	-
Balance of Profit/(Loss) carried forward	30	(529)

M/s Asianet Digital Network Private Limited started its operations with effect from 01st March 2018 by taking over Asianet Cable Services (ACS) and allied divisions of our company.

Due to new Tariff structure brought into effect with effect from 1st February 2019, the performance of the company was bit less than expected.

The ACV (Asianet Cable Vision) division of the subsidiary company has launched new cable channel called ACV movies, which was well accepted by the audience. The company is proposing to launch a comedy channel in the next year of operation.

ROSEBLOSSOMS VISION PRIVATE LIMITED

The company has not yet started its commercial operations due to pending license issues.

ANNEXURE - II -Form No. MGT-9
EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31.03.2019
[Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of
the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- (i) CIN: U92132KL1992PLC006725
- (ii) Registration Date: 29th September 1992
- (iii) Name of the Company: Asianet Satellite Communications Limited
- (iv) Category / Sub-Category of the Company: Public Limited Company
- (v) Address of the Registered office and contact details: 2A, 2nd Floor, Leela Infopark,

Technopark, Kazhakuttom,
Thiruvananthapuram – 695581.
Kerala
Tel. No. 0471 2700244/3071100
Fax No. 0471 2527878

- (vi) Whether listed company: No
- (vii) Name, Address and Contact details of Registrar and Transfer Agent, if any:
M/s Satellite Corporate Services Pvt. Ltd.
Unit No. 49, Bldg No. 13 A B, 2nd floor,
Samhita Commercial Co-Op. Soc Ltd,
Off Andheri Kurla Road, MTNL Lane,
Sakinaka, Mumbai-400072, Maharashtra, India
Tel: 022-28520461. Email Id: service@satellitecorporate.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY
Internet Service Provider

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address Of The Company	CIN/GLN	Holding/ subsidiary/ Associate	% of shares held	Applicable Section
1.	Asianet Digital Network Private Limited [formerly known as Asianet Digital Cable TV Private Limited/Asianet Broadband	U74999KL2015PTC039405	Subsidiary	100%	
2.	Roseblossoms Vision Private Limited	U74999KL2017PTC048458	Subsidiary	100%	

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter s									
(1) Indian									
(a) Individual/ HUF		3,55,76,662	3,55,76,662	35.34%		3,55,76,662	3,55,76,662	35.34%	Nil
(b) Central Govt									
(c) State Govt(s)									
(d) Bodies Corp.		5,93,97,563	59,397,563	58.98%		5,93,97,563	5,93,97,563	58.98%	Nil
(e) Banks/FI									
(f) Any Other....									
Sub-total (A) (1): -		94,974,225	94,974,225	94.32%		94,974,225	94,974,225	94.32%	Nil
(2) Foreign									
(a) NRIs- Individuals									
(b) Other- Individuals									
(c) Bodies Corp.									
(d) Banks/FI									
(e) Any Other....									
Sub-total (A) (2): -		Nil	Nil	Nil		Nil	Nil	Nil	Nil
Total shareholding of Promoter (A)= (A)(1) +(A)(2)		94,974,225	94,974,225	94.32%		94,974,225	94,974,225	94.32%	Nil

B. Public Shareholding							
1. Institutions							
(a) Mutual Funds							
(b) Banks / FI							
(c) Central Govt							
(d) State Govt(s)							
(e) Venture Capital Funds							
(f) Insurance Companies							
(g) FIIs							
(h) Foreign Venture Capital							
(i) Others (specify)							
Sub-total (B)(1): -	Nil	Nil	Nil	Nil	Nil	Nil	Nil
2. Non- Institutions							
a) Bodies Corp.							
i. Indian							
ii. Overseas							
b) Individuals							
Individual shareholders holding							
nominal share capital upto Rs. 1 lakh							
Individual shareholders holding							
nominal share capital in excess of Rs 1 lakh	57,15,000	57,15,000	57,15,000	57,15,000	57,15,000	57,15,000	5.68%
c) Others(specify)							
Sub-total(B)(2): -	57,15,000	57,15,000	57,15,000	57,15,000	57,15,000	57,15,000	5.68%
Total Public Shareholding	10,06,89,225	10,06,89,225	10,06,89,225	10,06,89,225	10,06,89,225	10,06,89,225	100%
(B)=(B)(1) + (B)(2)							
C. Shares held by Custodian for GDRs & ADRs	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Grand Total (A+B+C)	10,06,89,225	10,06,89,225	10,06,89,225	10,06,89,225	10,06,89,225	10,06,89,225	100%

ii. Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year		
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares
1.	Mr. Akshay Raheja	1,77,88,321	17.67%	Nil	1,77,88,321	17.67%	Nil
2.	Mr. Viren Raheja	1,77,88,321	17.67%	Nil	1,77,88,321	17.67%	Nil
3.	Mr. Rajan Raheja Jt. Mrs. Suman Raheja	10	0%	Nil	10	0%	Nil
4.	Mrs. Suman Raheja Jt. Mr. Rajan Raheja	10	0%	Nil	10	0%	Nil
5.	M/s Coronet Investments Private Limited	2,35,61,887	23.4%	Nil	2,35,61,887	23.4%	Nil
6.	M/s Bloomingdale Investment & Finance Private Limited	1,87,56,269	18.62%	Nil	1,87,56,269	18.62%	Nil
7.	M/s Hathway Investments Private Limited	1,70,77,651	16.96%	Nil	1,70,77,651	16.96%	Nil
8.	M/s R. Raheja Properties Private Limited	878	0%	Nil	878	0%	Nil
9.	M/s Peninsula Estates Private Limited	878	0%	Nil	878	0%	Nil
	Total	9,49,74,225	94.32%	Nil	9,49,74,225	94.32%	Nil

iii. **Change in Promoters' Shareholding (please specify, if there is no change) – No change**

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Datewise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc.)				
	At the End of the year				

iv. **Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	6,51,12,563	64.66%	6,51,12,563	64.66%
	Datewise Increase/Decrease in Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/sweat equity etc.):	NA	NA	NA	NA
	At the End of the year (or on the date of separation, if separated during the year)	6,51,12,563	64.66%	6,51,12,563	64.66%

v. Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1,77,88,321	17.67%	1,77,88,321	17.67%
	Datewise Increase/Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer/ bonus/sweat equity etc.,)	NA	NA	NA	NA
	At the End of the year	1,77,88,321	17.67%	1,77,88,321	17.67%

V.INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment as on 31.03.2019 is as follows.

` In Lakhs

	Secured Loans Excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	20,150	-	-	20,150
ii) Interest due but not paid				
iii) Interest accrued but not due	139	-	-	139
Total (i + ii + iii)	20,290	-	-	20,290
Change in Indebtedness during the financial year				
* Fresh Loan taken	16,900	-	-	16,900
* Repayments	(11,358)	-	-	(11,358)
Net Change	5,542	-	-	5,542
Indebtedness at the end of the financial year				
i) Principal Amount	25,692	-	-	25,692
ii) Interest due but not paid				
iii) Interest accrued but not due	109	-	-	109
Total (i + ii + iii)	25,801	-	-	25,801

VI.REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

` In lakhs

Sl. No	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Mr. Sankar T	13.05
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		0.82
	(c) Profits in lieu of salary under section 17(3) Income-tax		
2	Stock Option		
3	Sweat Equity		
4	Commission (As % of profit)		
5	Others, Please Specify		
	Total (A)		13.87
	Ceiling as Per Companies Act, 2013		5% of the Net profit

B. Remuneration to other directors:

The Non-executive directors of the company have not received remuneration from the company during the financial year 2018-19.

C. Remuneration to key managerial personnel other than MD/Manager/WTD

` In Lakhs

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961 (b) Value of perquisites u/s 17(2) Income Tax Act, 1961 (c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	NA		66,44,710	66,44,710
2.	Stock Option	NA			
3.	Sweat Equity	NA			
4.	Commission <input type="checkbox"/> as % of profit <input type="checkbox"/> Others, specify...	NA	32,50,397		32,50,397
5.	Others, please specify- Leave Encashment + PF	NA		3,52,915	3,52,915
	Total	NA	32,50,397	69,97,625	1,02,48,022

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Not applicable

ANNEXURE -III -FORM NO. AOC.2

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis

Not applicable

2. Details of material contracts or arrangement or transactions at arm's length basis:

Sl. No.	Particulars	Details
A	Name(s) of the related party and nature of relationship	1. Hathway Cable and Data Com Limited 2. Asianet Digital Network Private Limited
B	Nature of contracts / arrangements / transactions	3. Transfer of Set Top Box on sublease from Hathway Cable & Data Com Limited 4. Expense allocation 5. Sale of Capital Goods
C	Duration of the contracts/ arrangements/ transactions	1. Contract with Hathway ended during the month of December 2018. 2. Expense allocation and sale of Capital goods contract with Asianet Digital Network Private Limited is a continuing contract.
D	Salient terms of the contracts or arrangements or transactions including the value, if any:	1. A quantity of 6,200 STBs of description Z 3410 taken on sublease basis at the current market price of Rs.2,106/- (inclusive of interest and taxes) from M/s Hathway Cable and Data Com Limited 2. Expenses such as Salaries, Network expenses, Admin expense etc., are common in nature and such expense are incurred by ASCL on behalf of the group and recovered from Asianet Digital Network Private Limited. Total allocation for the year from ASCL to ADNPL is Rs. 8,163.78 Lakhs 3. Similarly, power cost and Vehicle running & maintenance expenses are incurred by Asianet Digital Network Private Limited on behalf of the group and it recovers from Asianet Satellite Communications Limited. Total allocation for the year from ADNPL to ASCL is Rs. 118.60 Lakhs. 4. The cable division of Asianet Satellite communications Limited was transferred to Asianet

		<p>Digital Network Private Limited as on 1st March 2018. During the initial few months after the business transfer, the banking facilities were not available in Asianet Digital Network Private Limited. Hence, the capital purchases for Asianet Digital Network Private Limited were made in Asianet Satellite Communications Limited and transferred to Asianet Digital Network Private Limited.</p> <p>Capital goods sales made by ASCL to ADNPL amounted to Rs. 2764.44 Lakhs.</p>
E	Date(s) of approval by the Board, if any	<p>1. 04.12.2014</p> <p>2. 12.08.2015</p> <p>3. 13.11.2018</p>
F	Amount paid as advances, if any:	Nil

For and on behalf of the Board of Directors

Viren Raheja
DIN: 00037592
Director

Vinayak Aggarwal
DIN: 00007280
Director

Place: Mumbai
Date: 28.09.2019

ANNEXURE – IV
ANNUAL REPORT ON CSR ACTIVITIES

1. A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

2. **The Composition of the CSR Committee:**

- a. Sri. Vijay Aggarwal, Chairman
- b. Sri. Vinayak Aggarwal
- c. Mr. Rakesh Thakor Desai

3. **Average net profit of the company for last three financial years:**

` In lacs		
2018-19	2017-18	2016-17
1381.52	3340.72	3048.52

4. **Prescribed CSR Expenditure (two per cent. of the amount as in item 3 above)**

Rs. 51.81 Lakhs

5. **Details of CSR spent during the financial year.**

- (a) Total amount to be spent for the financial year 2019-20 (including carry forward amount from previous financial years)

Rs.121.59 Lacs

- (b) Amount unspent, if any (Accumulated balance as 31.03.2019):**Rs.69.79 lacs**

- (c) Manner in which the amount spent during the financial year is detailed below:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No.	CSR Project or activity identified	Sector in which The project is covered	Projects or programs 1.Local area or other 2.Specify the State & district where Projects or Programs was undertaken	Amount outlay (budget) project or wise	Amount spent on the Projects or programs Subheads: Direct expenditure on projects or programs Overheads	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency*
1	Chief Ministers Distress Relief Fund	Disaster management (Recent Flood affected in Kerala)	Kerala	28.99 Lakhs	28.99 Lakhs	28.99 Lakhs	Kerala Government

6. **Reasons for not spending the prescribed amount**

Non-finalization of various projects/ programmes in accordance with CSR policy

7. Responsibility statement of the CSR committee

The CSR fund has been provided for the first time in the financial year 2015-16 for Rs.16.72 lacs. Even though your company was committed to spend the CSR fund in accordance with CSR policy of the company, due to non-finalization of various projects/ programmes, an amount of Rs. 69.79 lacs still unspent in the CSR fund.

The details of amount unspent as on 31.03.2019 is as follows

			Rs. in lakhs
Financial Year	Amount to be spent	Amount spent	Unspent Amount
2016-17	16.72		16.72
2016-17	17.27	0.79	16.48
2017-18	26.78	1.20	25.58
2018-19	40.00	28.99	11.01
2019-20	51.81	-	51.81
	152.57	30.98	121.59

Your company will take adequate measures to spend such balance including the prescribed CSR expenditure in the financial year 2019-20.

For and on behalf of Asianet Satellite Communications Limited

Vinayak Aggarwal
Director

Vijay Aggarwal
Director & Chairman of CSR
Committee

ANNEXURE - V
Vigil Mechanism / Whistle Blower Policy

Asianet Satellite Communications Limited has set up a Vigil Mechanism / Whistle Blower Policy as envisaged in Section 177 of the Companies Act, 2013 and the forum shall be effectively functioning in the company. The code of conduct for Employees, Directors and Independent Directors are also in place and the documents can be verified by approaching the Vigilance officer / Chairman of the Audit Committee. Any genuine concern of the employees and directors can be raised through the vigil mechanism for corrective action.

The contact details of the Vigilance Officers are as under: -

Name and Address:

Mr. Joby Mathew (Vigilance Officer)
Company Secretary
Asianet Satellite Communications Ltd.,
2A, 2nd Floor, Leela Infopark,
Technopark, Kazhakuttom,
Thiruvananthapuram-695581.
Email- jobymathew@asianet.co.in
Tel: 0471 3071324

The contact details of the Chairman of the Audit Committee are as under: -

Name and Address:

Mr. Vijay Aggarwal
Independent Director,
Asianet Satellite Communications Ltd.
Windsor, 7th Floor, CST Road,
Kalina, Santacruz (East),
Mumbai 400 098.
Email: vijay@hrjohnsonindia.com
Tel: 022 - 3064 7300

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH 2019

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Managerial Personnel) Rules, 2014]

**To: The Members,
Asianet Satellite Communications Limited.**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Asianet Satellite Communications Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of Asianet Satellite Communications Limited's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Asianet Satellite Communications Limited for the financial year ended on 31st March 2019 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Byelaws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) Most of the Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not relevant for compliance as the company is not a listed company.
- (vi) Industrial and Labour Laws
- (vii) The Indian Telegraph Act, 1885 and unified license (internet services) issued thereunder
- (viii) The Telecom Regulatory Authority of India Act, 1997 and applicable regulations framed thereunder viz The Telecommunication Interconnection Regulations, 2018, The Telecom Consumers Protection Regulations, 2012; The Quality of service of Broadband Regulations 2006; The Telecom Consumers Complaint Redressal Regulations, 2012
- (ix) The Information Technology Act, 2000
- (x) The Trade Marks Act, 1999

I have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above satisfactorily.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The change in the composition of the Board of Directors that took place during the period under review was carried out in compliance with the provisions of the Act.

Adequate notice is seen given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

The minutes indicate that there had been no dissent expressed by any Director during the period under audit.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the company has:

(1) Filed satisfaction of the following charge during the period under report.

Sl. No.	Charge Id	Date of Creation	Date of Modification	Amount of Charge	Name of Charge Holder	Satisfied on
1	10558909	31/03/2015	10/06/2015	500000000	IL & FS Trust Company Limited	06/11/2018
2	10364409	13/06/2012	-	600000000	Housing Development Finance Corporation Limited	30/11/2018
3	10605397	18/11/2015	27/06/2016	500000000	IL & FS Trust Company Limited	27/03/2019

(2) Filed the creation of the following Charge during the period under report.

Sl. No.	Charge Id	Date of Creation	Date of Modification	Amount of Charge	Name of Charge Holder	Address of Charge Holder
1	100257670	30/03/2019	-	600000000	ICICI Bank Limited	ICICI Bank Tower, Near Chakli Circle, Old Padra Road, Vadodara
2	100246645	28/02/2019	-	500000000	RBL Bank Limited	Shahupuri, Kolhapur,

						Maharastra-416001
3	100232615	15/01/2019	-	280000000	Standard Chartered Bank	19, Rajaji Salai, Chennai-600001
4	100214113	13/10/2018	15/05/2019	300000000	RBL Bank Limited	Shahupuri, Maharastra-416001
5	100211182	11/10/2018	-	50000000	The Federal Bank Ltd	Federal Towers No, 103, Alwaye, Eranakulam-683101i
6	100199419	03/08/2018	-	400000000.0	IIDFC Bank Limited	KRM Tower, 7th Floor, No. 1, Harrington Road, Chetpet, Chennai 600031
7	100197219	23/07/2018	-	400000000.0	HDFC Bank Limited	HDFC Bank House, Senapati Bapat Marg, Lower Parel Mumbai-400013.

- (3) Convened its 25th Annual General Meeting on 21/09/2018 and its adjourned meeting on 30/10/2018.
- (4) The company convened three Extra-ordinary General Meetings on 10/08/2018; 04/10/2018 and 28/01/2019.
- (5) There was no change in the composition of the Board of Directors during the year under report.
- (6) There were 10 meetings of the Board during the year under report on 05/04/2018; 21/05/2018; 18/07/2018; 05/09/2018; 27/09/2018; 22/10/2018; 13/11/2018; 04/01/2019; 15/02/2019 and 30/03/2019.
- (7) There were 6 meetings of the Audit Committee on 21/05/2018; 18/07/2018; 05/09/2018; 22/10/2018; 13/11/2018 & 30/03/2019 and two meetings of the Nomination & Remuneration Committee on 14/01/2019 and 30/03/2019 during the year under report.

The Company has two wholly owned Subsidiary Companies - ASIANET DIGITAL NETWORK PRIVATE LIMITED (CIN: U74999KL2015PTC039405) and ROSEBLOSSOMS VISION PRIVATE LIMITED (CIN: U74999KL2017PTC048458).

Place: Thiruvananthapuram

Date: September 20, 2019

Signature:

Name of Company Secretary-

in Practice: Harshan Madhavan

Membership No.: FCS - 294

Certificate of Practice No.: 6749



This Report is to be read with our letter of even date which is annexed as 'Annexure A' and forms an integral part of this report.

To: The Members,

Asianet Satellite Communications Limited.

Our Report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the Management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the company.

Place: Thiruvananthapuram

Date: September 20, 2019

Signature:

Name of Company Secretary-

in Practice: Harshan Madhavan

Membership No.: FCS - 294

Certificate of Practice No.: 6749



Independent Auditors' Report

To the Members of Asianet Satellite Communications Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Asianet Satellite Communications Limited (“the Company”), which comprise the standalone balance sheet as at 31 March 2019, the standalone statement of profit and loss and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (“Act”) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2019, and profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor’s Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company’s management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company’s Annual Report but does not include the standalone financial statements and our auditors’ report thereon. The Annual Report is expected to be made available to us after the date of this auditor’s report.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Management's Responsibility for the Standalone Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit/loss and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements *(continued)*

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. (A) As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The balance sheet, the statement of profit and loss, and statement of cash flows 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 Accounting Standards specified under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31 March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 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 with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

Report on Other Legal and Regulatory Requirements *(continued)*

(B) With respect to the other matters to be included in the Auditors' 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 as at 31 March 2019 on its financial position in its standalone financial statements – Refer Note 31 to the standalone financial statements.
- ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the to the Investor Education and Protection Fund by the Company.
- iv. The disclosures regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in these standalone financial statements since they do not pertain to the financial year ended 31 March 2019.

(C) With respect to the matter to be included in the Auditor's Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.

For B S R & Associates LLP

Chartered Accountants

ICAI Firm registration number: 116231W/W-100024

Baby Paul

Partner

Membership number: 218255

ICAI Unique Document Identification Number: 19218255AAAABS9444

Kochi

28 September 2019

Annexure A to the Auditors' Report

The Annexure A referred to in our report to the members of the Company on the standalone financial statements for the year ended 31 March 2019. We report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets except for certain particulars on quantitative details, location and allocation of directly attributable costs for certain assets capitalized in earlier years, which the management is in the process of updating the records.
- (b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain fixed assets were physically verified during the year. No material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information, explanations given to us and on the basis of our examination of the records of the Company and the confirmations provided to us, the title deeds of immovable properties included in property, plant and equipment are held in the name of the Company.
- (ii) The inventory, except goods-in-transit, has been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of such verification is reasonable.
- (iii) The Company has granted unsecured loans to one company covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
 - (a) In our opinion and according to the information and explanations given to us, the terms and conditions on which the loans had been granted to the company listed in the Register maintained under Section 189 of the Act are not prejudicial to the interest of the Company.
 - (b) In the case of the loans granted to a company listed in the Register maintained under Section 189 of the Act, the borrower has been regular in the repayment of the principal and payment of interest, wherever stipulated.
 - (c) There are no amounts of loans granted to the company listed in the register maintained under section 189 of the Act which are overdue for more than ninety days.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 186 of the Act, with respect to the loans and guarantees and security given and investments made. There are no loans, guarantees and security given in respect of which provisions of section 185 of the Act are applicable.
- (v) The Company has not accepted any deposits from the public within the meaning the directives issued by the Reserve Bank of India, provisions of Section 73 to 76 of the Act, any other relevant provisions of the Act and the relevant rules framed thereunder.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under Section 148 of the Act in respect of cost of operation, cost of sales and margin of all services and products and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.

- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, customs duty, cess and any other material statutory dues have generally been regularly deposited with the appropriate authorities. However there has been delays in depositing tax deducted at source and goods and services tax.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, goods and services tax, customs duty, cess and other material statutory dues were in arrears as at 31March2019 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of income tax, goods and service tax, sales tax or service tax, customs duty, value added tax which have not been deposited by the Company on account of disputes, except for the following:

Name of the statute	Nature of dues	Total demands (Rs. in lakhs)	Amount paid under protest (Rs. in lakhs)	Period	Forum
Finance Act, 1994	Service tax	28.94	2.89	FY 2001-02	Goods and Services Tax Appellate Tribunal (GSTAT), Bangalore
		115.43	20.00	FY 2003-04	
		201.28	-	FY 2004-05	
		694.31	50.00	FY 2005-06	
		1,397.75	100.00	FY 2006-07	
		36.33	7.07	FY 2007-08	
		120.21	20.00	FY 2008-09	
		80.29	18.00	FY 2009-10	
		156.78	25.00	FY 2010-11	
		26.56	1.99	FY 2011-12	
		55.44	4.16	FY 2012-13 and FY 2013-14	
		1.64	0.15	FY 2013-14 and FY 2014-15	
		10.13	1.59	FY 2014-15	
		11.21	0.80	2015-16 and 2016-17	CGST & CE(A), Cochin

Name of the statute	Nature of dues	Total demands (Rs. in lakhs)	Amount paid under protest (Rs. in lakhs)	Period	Forum
Customs Act, 1962	Customs Duty	194.01	97.01	FY 2002-03	High Court, Madras
The Kerala Value Added Tax	Sales Tax	78.81	15.76	FY 2011-12	Deputy Commissioner (Appeals), Trivandrum
		83.80	10.48	FY 2012-13	
		89.87	12.23	FY 2013-14	
		81.80	12.03	FY 2014-15	
		46.98	9.40	FY 2015-16	
		20.98	4.20	FY 2016-17	

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to financial institutions and banks. The Company did not have any outstanding loans or borrowings from government and there are no dues to debenture holders during the year.
- (ix) According to the information and explanations given to us and based on examination of the records of the Company, the term loans obtained during the year were applied for the purpose for which they were obtained. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
- (x) According to the information and explanation given to us, no material fraud on the Company by its officers and employees or fraud by the Company has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) According to the information and explanations given to us, in our opinion, the Company is not a Nidhi Company as prescribed under Section 406 of the Act.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Thus, 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. Thus, paragraph 3(xv) of the Order is not applicable.
- (xvi) According to the information and explanation given to us and in our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For B S R & Associates LLP

Chartered Accountants

ICAI Firm registration number: 116231W/W-100024

Baby Paul

Partner

Membership number: 218255

ICAI Unique Document Identification Number: 19218255AAAABS9444

Kochi

28 September 2019

Annexure B to the Independent Auditors' Report

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

Opinion

We have audited the internal financial controls with reference to standalone financial statements of Asianet Satellite Communications Limited ("the Company") as of 31 March 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2019, based on the internal financial controls with reference to standalone financial statements 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 (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements were established and maintained and whether 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone 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 with reference to standalone financial statements.

Meaning of Internal Financial controls with Reference to Standalone Financial Statements

A company's internal financial controls with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to standalone financial statements include 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial controls with Reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial controls with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For B S R & Associates LLP

Chartered Accountants

ICAI Firm registration number: 116231W/W-100024

Baby Paul

Partner

Membership number: 218255

ICAI Unique Document Identification Number: 19218255AAAABS9444

Kochi

28 September 2019

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

Significant accounting policies

The notes referred to above form an integral part of the standalone financial statements

for **BSR & Associates LLP**

Chartered Accountants

Firm registration number: 116231W/W-100024

for and on behalf of the Board of Directors of
Asianet Satellite Communications Limited
 CIN :U92132KL1992PLC006725

Baby Paul

Partner

Membership No: 218255

Viren Raheja

Director

DIN: 00037592

Vinayak Aggarwal

Director

DIN: 00007280

P S Suresh

Chief Financial Officer

Joby Mathew

Company Secretary

Kochi

28 September 2019

Mumbai

28 September 2019

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

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Cash Flow Statement for the year ended 31st March 2019

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

	Year ended 31 March 2019	Year ended 31 March 2018
Cash flow from operating activities		
Profit before taxes	1,106.93	5,334.77
<i>Adjustments for:</i>		
Depreciation and amortisation	4,389.80	7,871.89
(Gain) / loss on sale / write off of property, plant and equipment	(0.42)	159.96
Gain on sale of investments	(50.07)	-
Finance costs	2,102.84	1,884.55
Interest income	(472.30)	(99.46)
Liabilities / provisions no longer required written back	(455.25)	(227.29)
Provision for doubtful trade receivables	274.59	528.22
Bad trade receivable written off	-	16.64
Net unrealised exchange loss/(gain)	110.66	(76.34)
Operating cash flow before working capital changes	7,006.78	15,392.94
Decrease in inventories	8.14	217.74
Increase in trade receivables	(167.00)	(2,056.67)
Decrease / (increase) in loans and advances and other assets	6,845.26	(4,635.53)
Increase in trade payables, other current liabilities and provisions	1,909.25	337.70
Net cash generated from operating activities before taxes	15,602.43	9,256.18
Net income tax paid	(612.20)	(346.93)
Net cash generated from operating activities (A)	14,990.23	8,909.25
Cash flow from investing activities		
Expenditure incurred on property, plant and equipment, intangible assets and capital work in progress	(8,271.08)	(7,738.10)
Proceeds from sale of property, plant and equipment	3.15	-
Investment in shares of subsidiary	(8,011.58)	-
Investment in mutual funds	(5,200.01)	-
Proceeds from sale of mutual fund investments	2,200.00	-
Decrease / (increase) in fixed deposits not considered as cash and cash equivalents	576.79	(718.07)
Interest received from banks	86.95	89.30
Net cash used in investing activities (B)	(18,615.78)	(8,366.87)
Cash flow from financing activities		
Proceeds from long-term borrowings	16,900.00	7,084.65
Repayment of long-term borrowings	(9,830.85)	(10,779.44)
Short-term borrowings (repaid) / availed, net	(1,527.62)	7,168.92
Finance costs	(2,134.05)	(1,790.63)
Issue of preference share capital	-	300.00
Redemption of preference shares	-	(3,000.00)
Net cash generated from/(used in) financing activities (C)	3,407.48	(1,016.50)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(218.07)	(474.12)
Cash and cash equivalents at the beginning of the year	405.81	879.93
Cash and cash equivalents at the end of the year	187.74	405.81
Refer to Note 18 - cash and bank balances		

The notes referred to above form an integral part of the standalone financial statements

As per our report of even date attached

for **B S R & Associates LLP**

Chartered Accountants

Firm registration number: 116231W/W-100024

Baby Paul

Partner

Membership No: 218255

Kochi

28 September 2019

for and on behalf of the Board of Directors of

Asianet Satellite Communications Limited

CIN :U92132KL1992PLC006725

Viren Raheja

Director

DIN: 00037592

Vinayak Aggarwal

Director

DIN: 00007280

P S Suresh

Chief Financial Officer

Mumbai

28 September 2019

Joby Mathew

Company Secretary

Notes forming part of the standalone financial statements for the year ended 31 March 2019

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

1 Corporate information

Asianet Satellite Communications Limited ('Asianet') is a public limited company incorporated under the Indian Companies Act, 1956 and is in the business of providing high speed broadband internet access through cable network, high bandwidth internet broadband service to enterprise management and infrastructure support to licensed telecommunication service providers in South India and Maharashtra. During the previous year, the Company had transferred the cable TV division operations to its subsidiary, Asianet Digital Network Private Limited with effect from 1 March 2018.

2 Significant accounting policies

2.1 Basis of accounting and preparation of standalone financial statements

These standalone financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. All amounts included in the standalone financial statements are reported in Indian rupees, except share and per share data, and have been rounded off to nearest lakhs.

2.2 Use of estimates

The preparation of the standalone financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, post-sales customer support and the useful lives of fixed property, plant and equipment and intangible assets.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the standalone financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the standalone financial statements.

2.3 Inventories

Inventories are valued at lower of cost and net realisable value. Goods-in-transit are stated at cost. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the Company. The Company uses the weighted average method to determine the cost of inventory.

2.4 Cash and cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks and financial institutions. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.6 Revenue recognition

Revenue from sale of services is recognised on rendering of services as per the terms and conditions agreed with customers. Revenue from internet services are recognised on completion of performance of service obligations to customers. Revenues exclude discounts, goods and service tax and other statutory levies.

Revenue from sale of goods is recognised on transfer of significant risks and rewards of ownership which is generally on the dispatch of goods and stated at net of trade discounts and exclusive of goods and services tax, but inclusive of freight and insurance recoveries.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

2.7 Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any other than land which has been carried at revalued amount. Cost includes the purchase price and any directly attributable cost to bring the asset to working condition for its intended use. Subsequent expenditures related to an item of property, plant and equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Items of property, plant and equipment that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statements. Any expected loss is recognised immediately in the Statement of profit and loss.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of profit and loss.

Capital work-in progress comprises of the cost of fixed assets that are not yet ready for their intended use as at the balance sheet date.

Depreciation on property, plant and equipment is provided on a pro-rata basis on the straight line method over the estimated useful lives of the assets as prescribed under Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the estimated useful lives has been determined based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

Plant and equipment - 4 to 18 years

Leasehold improvements are amortised over the lease term or useful lives of assets, whichever is lower.

Depreciation for assets purchased/ sold during the year is proportionately charged.

2.8 Intangible assets

Intangible assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over their estimated useful lives. The amortisation period and the amortisation method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised as income or expense in the Statement of profit and loss.

The useful lives used are:

Goodwill - 5 years

Trademarks - 10 years

Computer Software - 4 years

2.9 Foreign currency transactions and translations

Transactions denominated in foreign currencies are recognised at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognised in the statement of profit and loss.

Foreign currency monetary assets and liabilities at the year end are translated at the year end exchange rate, and the resultant exchange difference is recognised in the statement of profit and loss.

2.10 Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments. Current investments are carried at cost or fair value, whichever is lower. Non-current investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

2.11 Employee benefits

Short-term employee benefits

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognised as an expense as the related service is rendered by employees.

Post-employment benefits

Defined contribution plans

Contributions payable to the recognised provident fund and superannuation fund, which is a defined contribution scheme, is made monthly at predetermined rates to the appropriate authorities and charged to the statement of profit and loss on an accrual basis. There are no other obligations other than the contribution payable to the respective fund.

Defined benefit plan

Gratuity, a defined benefit scheme, is accrued based on an actuarial valuation at the balance-sheet date, carried out by an independent actuary. The present value of the obligation under such defined benefit plan is determined based on an actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional units of employee benefit entitlement and measures each unit separately to build up the final obligation.

Compensated absences

Accumulated compensated absences, which are expected to be availed or encashed beyond twelve months from the end of the year are treated as long term employee benefits. The Company's liability is actuarially determined (using the projected unit credit method) as at end of the year. Actuarial losses/gains are recognised in the statement of profit and loss in the year in which they arise.

2.12 Borrowing costs

Interest and other specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are asset that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in the Statement of profit and loss in the period in which they are incurred.

2.13 Leases

Assets leased by the Company in its capacity as lessee where substantially all the risks and rewards of ownership vest in the Company are classified as finance leases. Such leases are capitalised at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Leases in which a significant portion of the risks and rewards of ownership are not retained by the Company in its capacity as lessee are classified as operating leases. Payments made under operating leases are charged to the statement of profit and loss in accordance with the respective agreements on a straight line basis.

2.14 Earnings per share

Basic earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share have been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.15 Income taxes

The current income tax charge is determined in accordance with the relevant tax regulations applicable to the Company in India. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the balance sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

Deferred tax charge or credit is recognised for the future tax consequences attributable to timing difference that result between the profit offered for income taxes and the profit as per the standalone financial statements. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, when there is a brought forward loss or unabsorbed depreciation under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain to be realised.

The Company offsets, on a year on year basis, the current tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

2.16 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset forming part of its cash generating units may be impaired. If any such indications exist, the Company estimates the recoverable amount of the asset or the group of assets comprising, a cash generating unit. For an asset or a group of assets that does not generate largely independent cash flows, the recoverable amount is determined for the cash generating unit to which the asset belongs. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the assets belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount. An impairment loss is reversed only to the extent that the carrying amount of the asset does not exceed the book value that would have been determined; if no impairment loss has been recognized.

2.17 Provisions, contingent liabilities and contingent assets

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the year-end date. Contingent assets are not recognised or disclosed in the standalone financial

2.18 Operating cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

	As at 31 March 2019		As at 31 March 2018	
	Number of shares	Amount	Number of shares	Amount
3 Share capital				
Authorised:				
Equity shares of Rs. 10/- each *	160,000,000	16,000.00	160,000,000	16,000.00
8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each **	3,000,000	300.00	3,000,000	300.00
5% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each**	12,000,000	1,200.00	12,000,000	1,200.00
	175,000,000	17,500.00	175,000,000	17,500.00
Issued, subscribed and paid-up				
Equity shares of Rs. 10/- each	100,689,225	10,068.92	100,689,225	10,068.92
8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each	3,000,000	300.00	3,000,000	300.00
	103,689,225	10,368.92	103,689,225	10,368.92

*The Company has a single class of equity shares. All the equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to share of paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on the shares may lead to the forfeiture of shares. On winding up of the Company, the holders of the equity shares will be entitled to receive the residual assets of the Company, remaining after the distribution of all preferential amounts in proportion to the number of equity shares held.

**The Company has 8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs.10 each an the end of the reporting period. Each holder of preference shares is entitled to one vote per share, in proportion to the amount paid on Preference shares held, only on resolutions placed before the Company which affects the rights attached to the preference shares. In the event of liquidation, the preference shareholders are eligible to receive the outstanding amount including dividend after distribution of all other preferential amounts. In the event of winding up of the Company before redemption of preference shares, the holders of preference shares will have priority over equity shares in the payment of dividend and the repayment of capital. The Company declares and pays dividends in Indian Rupees. The Board has not recommended and paid any dividend to the preference shareholders for the year ended 31 March 2019 (31 March 2018: Nil).

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year:

	As at 31 March 2019		As at 31 March 2018	
	Number of shares	Amount	Number of shares	Amount
Equity shares of Rs. 10/- each				
Balance at the beginning and end of the year	100,689,225	10,068.92	100,689,225	10,068.92
8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each				
Balance at the beginning of the year	3,000,000	300.00	-	-
Issued during the year	-	-	3,000,000	300.00
Balance at the end of the year	3,000,000	300.00	3,000,000	300.00
5% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each				
Balance at the beginning of the year	-	-	3,000,000	300.00
Redeemed during the year	-	-	(3,000,000)	(300.00)
Balance at the end of the year	-	-	-	-
Total	103,689,225	10,368.92	103,689,225	10,368.92

(ii) During the previous year, the Company had redeemed 5% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs.10/- each at a premium of Rs.90/- each. The total premium utilised from the securities premium reserve for this purpose amounted to Rs. 2,700 lakhs.

3 Share capital (continued)

(iii) Details of shareholders holding more than 5% shares of the Company in each class of shares

Class of shares / Name of shareholder	As at 31 March 2019		As at 31 March 2018	
	Number of shares held	% of Holding	Number of shares held	% of Holding
<i>Equity shares of Rs.10/- each</i>				
Coronet Investments Private Limited	23,561,887	23%	23,561,887	23%
Bloomingdale Investments & Finance Private Limited	18,756,269	19%	18,756,269	19%
Hathway Investments Private Limited	17,077,651	17%	17,077,651	17%
Viren Raheja Jt. Akshay Raheja	9,291,818	9%	9,291,818	9%
Akshay Raheja Jt. Viren Raheja	9,290,224	9%	9,290,224	9%
Akshay Raheja	8,498,097	8%	8,498,097	8%
Viren Raheja	8,496,503	8%	8,496,503	8%
Satish Raheja	5,715,000	6%	5,715,000	6%
<i>8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each</i>				
M/s Hathway Investments Private Limited	3,000,000	100%	3,000,000	100%

(iv) Details of shares held by holding company/ultimate holding company - Nil

(v) Details of buyback, bonus shares, issue for consideration other than for cash for past 5 years

The Company has not allotted any fully paid-up equity shares by way of bonus shares nor has bought back any class of equity shares nor has there been any issue for consideration other than for cash during the period of five years immediately preceding the balance sheet date.

4 Reserves and surplus

Securities premium account

Balance at the beginning of the year	9,698.59	12,398.59
Less : Utilised during the year (refer Note 3(ii))	-	(2,700.00)
Balance at the end of the year	9,698.59	9,698.59

Revaluation reserve

Balance at the beginning and end of the year	1,676.12	1,676.12
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Deficit in statement of profit and loss

Balance at the beginning of the year	(4,932.50)	(10,245.50)
Add: profit for the year	1,106.93	5,313.00
Balance at the end of the year	(3,825.57)	(4,932.50)
	7,549.14	6,442.21

5 Long-term borrowings

Term loans - secured

From banks	11,599.05	5,054.57
From other financial institutions	591.18	464.20

Long-term maturities of finance lease obligations (Refer Note 41)

Secured	-	46.73
	12,190.23	5,565.50

5 Long term borrowings (continued)

(i) Details of terms of repayment and security provided in respect of the secured long-term borrowings:

Particulars	Nature of security and maturity terms	As at 31 March 2019	As at 31 March 2018
<u>Term loans from banks:</u>			
Yes Bank Limited	USD term loan, secured by first pari passu charge on the current assets of the borrower both present and future. Second pari passu charge on all fixed assets both present and future of the borrower. Repayment is in 16 equal quarterly installments of Rs.312.50 lakhs commencing from 1 December 2015 and ending on 1 September 2019. Interest rate is LIBOR + 4.40% (Previous year: LIBOR + 4.40%) per annum.	974.25	2,134.13
RBL Bank Limited	Secured by way of first charge on all the Company's fixed assets (both present and future), second charge on all the current assets (both present and future). Repayment commences from 30 April 2015 in equal quarterly installments as follows: Interest rate is 10.50% (Previous year: 10.50%) per annum.	-	1,500.00
HDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on entire current assets of the Company. Repayment commences from 7 November 2016 in equal quarterly installments and ends on 7 August 2019. Interest rate is MCLR + 0.5% (Previous year: MCLR + 0.5%) per annum.	449.02	1,330.49
HDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Repayment on a quarterly basis commences from 7 November 2017 and ends on 20 August 2020. Fixed deposit of Rs. 250 lakhs was created against this loan. Interest rate is MCLR+0.7% (Previous year: MCLR+0.7%) per annum.	1,601.35	2,553.07
IDFC Bank Limited	First pari passu charge on the movable and immovable fixed assets of the borrower. Second pari passu hypothecation charge on the current assets of the borrower. Repayment commences from 31 October 2016 in equal quarterly installments and ends on 30 March 2019. Interest rate is MCLR + 0.15% (Previous year: MCLR + 0.15%) per annum.	-	2,050.00
IDFC Bank Limited	First pari passu charge on the movable fixed assets of the Company (both present and future). First pari passu charge on the immovable assets of the Company (both present and future). Second pari passu charge on current assets of the Company (both present and future). Repayment on a quarterly basis commences from 1 September 2018 and ends on 31 December 2020. Interest rate is 9.85% (Previous year: 9.85%) per annum.	2,190.00	2,900.00
IDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Corporate Guarantee from Subsidiary (ADNPL). Repayment on a monthly basis commences from 30 March 2019 and ends on 30 March 2022. Interest rate is IDFC Bank 6 M MCLR + 0.25%	3,888.89	-
HDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Corporate Guarantee from Subsidiary (ADNPL). Repayment on a quarterly basis commences from 7 November 2018 and ends on 20 August 2021. Fixed deposit of Rs. 350 lakhs was created against this loan. Interest rate is 1 year MCLR + 0.60%.	3,405.24	-
Federal Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Repayment on a monthly basis commences from 5 Dec 2018 and ends on 5 June 2022. Interest rate is 8.75% per annum.	3,619.05	-
RBL Bank Limited	First pari passu charge (except assets financed by CISCO) on all the movable and immovable fixed assets of Asianet Satellite Communications Ltd (ASCL) and Asianet Digital Network Private Limited (ADNPL) (both present and future). Second pari passu charge on all ASCL and ADNPL's current assets (both present and future). Corporate Guarantee of ADNPL. Interest rate is 3 months MCLR per annum. Repayment on a quarterly basis commences from 25 January 2019 to 25 October 2021.	2,782.92	-
RBL Bank Limited	First pari passu charge (except assets financed by CISCO) on all the movable and immovable fixed assets of Asianet Satellite Communications Ltd (ASCL) and Asianet Digital Network Private Limited (ADNPL) (both present and future). Second pari passu charge on all ASCL and ADNPL's current assets (both present and future). Corporate Guarantee of ADNPL. Interest rate is 3 months MCLR + 0.1% per annum. Repayment on a quarterly basis commences from 30 May 2019 to 28 February 2022.	1,800.00	-
Total - Term loans from banks		20,710.72	12,467.69
<u>Term loans from other financial institution:</u>			
Housing Development Finance Corporation Limited.	The term loan is secured by way of first charge on all the Company's immovable and movable properties, both present and future. Repayment is in 60 equal quarterly installments of Rs.100 lakhs commencing from 1 December 2013 and ending on 1 November 2018. Interest rate is 12.80% (Previous year: 12.80%) per annum.	-	700.00
Cisco Systems Capital (India) Private Limited	Secured by way of first and exclusive charge of all right, title, interest, benefits, claims and demands of the Company in respect of assets financed together with all records, documents and instruments which represent such fixed assets together with all benefits, rights and incidentals attached thereto. Represents 4 separate loans taken on different dates whose repayment in quarterly installments is over a period of 3 years commencing from 10 August 2015 and ending on 15 September 2020. Interest rate varies from 9.88% to 11.40% (Previous year: 9.88% to 11.63% per) per annum.	1,242.56	779.88

5 Long term borrowings (continued)

(i) Details of terms of repayment and security provided in respect of the secured long-term borrowings:

Particulars	Nature of security and maturity terms	As at 31 March 2019	As at 31 March 2018
Total - Term loans from other financial institutions		1,242.56	1,479.88
Finance lease obligations			
Cisco Systems Capital (India) Private Limited	Secured by way of first and exclusive charge of all right, title, interest, benefits, claims and demands of the Company in respect of assets financed together with all records, documents and instruments which represent such fixed assets together with all benefits, rights and incidentals attached thereto. Represents 4 separate leases taken on different dates whose repayment in quarterly instalments is over a period of 3 years commencing from 1 July 2016 and ending on 1 May 2019. Interest rate varies from 9.88% p.a. to 11.63% (Previous year: 9.88% to 11.63%) per annum.	69.81	1,006.37
Total - Long-term maturities of finance lease obligations		69.81	1,006.37

	As at 31 March 2019	As at 31 March 2018
6 Other long-term liabilities		
Unearned revenue	298.90	188.33
	298.90	188.33
7 Long-term provisions		
Provision for employee benefits		
Compensated absences	211.00	202.54
Gratuity (Refer Note 39)	1,496.79	1,225.71
	1,707.79	1,428.25
8 Short-term borrowings		
Loans repayable on demand from banks		
Cash credit / overdraft	1,923.29	1,049.80
Buyers credit	1,745.30	4,146.41
	3,668.59	5,196.21

Notes:

(i) Details of security for short-term borrowings:

Particulars	Nature of security	As at 31 March 2019	As at 31 March 2018
<i>(a) Cash Credit</i>			
Federal Bank Limited	Secured by way of first charge on all of Company's movable and immovable properties, both present and future, including land and building. Interest rate is 9.40% (Previous year: 10.33% to 10.95%) per annum.	1,442.87	592.79
Yes Bank Limited	Secured by way of first charge on all of the Company's current assets, both present and future, and second charge on all the fixed assets, both present and future. Interest rate is 9.80% (Previous year: 12.00%) per annum.	480.42	457.01
		1,923.29	1,049.80
<i>(b) Buyers Credit</i>			
Yes Bank Limited	Secured by way of first charge on all of the Company's current assets, both present and future, and second charge on all the fixed assets, both present and future. Interest rate varies from LIBOR+0.40% to LIBOR+0.85% (Previous year: LIBOR + 0.40% to LIBOR+0.85%) per annum.	690.50	592.32
IndusInd Bank Limited	Secured by way of first charge on all of the Company's fixed assets, both present and future, and second charge on all the current assets, both present and future. Interest rate varies from LIBOR + 0.40% to LIBOR + 0.85% per annum.	-	3,554.09
Standard Chartered Bank Limited	Secured by way of first charge on all of the Company's fixed assets, both present and future, and second charge on all the current assets, both present and future. Interest rate varies from LIBOR + 0.40% to LIBOR + 0.85% per annum.	1,054.80	-
		1,745.30	4,146.41
Total borrowings from banks		3,668.59	5,196.21

	As at 31 March 2019	As at 31 March 2018
9 Trade payables		
Dues to micro enterprises and small enterprises (Refer Note 38)	-	-
Dues to creditors other than micro enterprises and small enterprises	1,759.79	756.68
	1,759.79	756.68
10 Other current liabilities		
Current maturities of long-term borrowings	9,763.05	8,428.80
Current maturities of finance lease obligations (Refer Note 41)	69.81	959.64
Interest accrued but not due on borrowings	108.50	139.71
Trade / security deposits received	278.27	722.80
Unearned revenue	972.89	1,163.37
Payable to employees	410.83	320.54
Statutory dues payable	1,020.70	103.89
Due to creditors for capital goods	1,771.54	1,300.53
Advances from customers	381.02	367.09
Due to subsidiary company	-	482.68
Book overdraft in current account with banks	19.93	-
Accrued expenses	509.21	671.67
	15,305.75	14,660.72
11 Short-term provisions		
Provision for employee benefits		
Compensated absences	77.17	74.10
Gratuity (Refer Note 39)	-	43.52
Provision for income taxes (net)	-	522.93
	77.17	640.55

12 Property, plant and equipment
A Tangible fixed assets

Particulars	Gross block					Accumulated depreciation					Net block	
	As at 1 April 2018	Additions	Disposals	Reclassifications	As at 31 March 2019	As at 1 April 2018	During the year	Eliminated on disposal of assets	Reclassifications	As at 31 March 2019	As at 31 March 2019	As at 31 March 2018
Freehold land	1,769.34 <i>1,769.34</i>	- -	- -	- -	1,769.34 <i>1,769.34</i>	- -	- -	- -	- -	- -	1,769.34	1,769.34
Buildings	99.71 <i>99.71</i>	- -	- -	- -	99.71 <i>99.71</i>	28.05 26.38	1.67 <i>1.67</i>	- -	- -	29.72 <i>28.05</i>	69.99	71.66
Plant and Equipment												
Owned	65,086.38 <i>74,296.35</i>	6,318.55 <i>10,093.18</i>	- <i>(19,945.77)</i>	172.40 <i>642.62</i>	71,577.33 <i>65,086.38</i>	42,727.20 <i>48,223.36</i>	4,123.92 <i>6,640.20</i>	- <i>(12,733.51)</i>	83.67 <i>597.14</i>	46,934.79 <i>42,727.19</i>	24,642.54	22,359.18
Taken under finance lease	172.40 <i>12,497.16</i>	- -	- <i>(11,682.14)</i>	(172.40) <i>(642.62)</i>	- <i>172.40</i>	83.67 <i>3,989.42</i>	- <i>991.42</i>	- <i>(4,300.03)</i>	(83.67) <i>(597.14)</i>	- <i>83.67</i>	-	88.73
Given under operating lease	345.79 <i>345.79</i>	- -	- -	- -	345.79 <i>345.79</i>	243.43 <i>224.22</i>	19.21 <i>19.21</i>	- -	- -	262.64 <i>243.43</i>	83.15	102.36
Furniture and Fixtures	459.21 <i>445.77</i>	6.17 <i>13.44</i>	- -	- -	465.38 <i>459.21</i>	378.35 <i>358.52</i>	20.26 <i>19.83</i>	- -	- -	398.61 <i>378.35</i>	66.77	80.86
Vehicles	145.57 <i>152.56</i>	- -	(2.59) <i>(9.81)</i>	- <i>2.82</i>	142.98 <i>145.57</i>	120.19 <i>113.25</i>	9.63 <i>13.23</i>	(2.59) <i>(7.73)</i>	- <i>1.44</i>	127.23 <i>120.19</i>	15.75	25.38
Vehicles taken under finance lease	- <i>2.82</i>	- -	- -	- <i>(2.82)</i>	- -	- <i>1.44</i>	- -	- -	- -	- <i>1.44</i>	-	-
Office equipment	297.42 <i>277.32</i>	12.73 <i>20.10</i>	- -	- -	310.15 <i>297.42</i>	243.68 <i>227.41</i>	18.22 <i>16.27</i>	- -	- -	261.90 <i>243.68</i>	48.25	53.74
Computers and Data Processing Units												
(i) Servers and Networks	210.49 <i>76.65</i>	99.99 <i>133.84</i>	(2.66) -	- -	307.82 <i>210.49</i>	137.97 <i>70.42</i>	43.88 <i>67.55</i>	- -	(74.16) -	107.69 <i>137.97</i>	200.13	72.52
(ii) End user devices, such as, desktops, laptops, etc.	831.02 <i>721.38</i>	36.09 <i>109.64</i>	(0.07) -	- -	867.04 <i>831.02</i>	616.67 <i>586.72</i>	77.50 <i>29.95</i>	- -	74.16 -	768.33 <i>616.67</i>	98.71	214.35
Electrical Installations and equipments	159.34 <i>143.37</i>	101.66 <i>15.97</i>	- -	- -	261.00 <i>159.34</i>	92.60 <i>81.92</i>	18.78 <i>10.68</i>	- -	- -	111.38 <i>92.60</i>	149.62	66.74
Total	69,576.67	6,575.19	(5.32)	-	76,146.54	44,671.81	4,333.07	(2.59)	-	49,002.29	27,144.25	24,904.86
<i>Previous year</i>	<i>90,828.22</i>	<i>10,386.17</i>	<i>(31,637.72)</i>	<i>-</i>	<i>69,576.67</i>	<i>53,903.06</i>	<i>7,810.01</i>	<i>(17,041.27)</i>	<i>1.44</i>	<i>44,673.24</i>	<i>24,904.86</i>	<i>-</i>

Note: Figures in italics relates to the previous year

12 Property, plant and equipment (continued)
B Intangible assets

Particulars	Gross block			Accumulated amortisation			Net block	
	As at 1 April 2018	Additions	Disposals	As at 31 March 2019	As at 1 April 2018	During the year	As at 31 March 2019	As at 31 March 2018
Internally generated Programme content	- 297.23	- -	- (297.23)	- -	- 297.23	- -	- -	- -
Purchased Goodwill	1,131.58 1,131.58	- -	- -	1,131.58 1,131.58	1,131.58 1,131.58	- -	1,131.58 1,131.58	- -
Trademarks	36.55 36.55	- -	- -	36.55 36.55	36.55 36.55	- -	36.55 36.55	- -
Computer software	463.11 427.99	75.03 35.12	- -	538.14 463.11	352.13 302.96	56.73 49.17	408.86 352.13	110.98
Copyrights and operating rights	- 298.87	- 9.86	- (298.73)	- -	- 240.28	- 12.71	- -	- -
Total - Purchased	1,631.24	75.03	-	1,706.27	1,520.26	56.73	1,576.99	110.98
<i>Previous year</i>	<i>2,182.22</i>	<i>44.98</i>	<i>(595.96)</i>	<i>1,631.24</i>	<i>2,008.60</i>	<i>61.88</i>	<i>1,520.26</i>	<i>165.60</i>

Note: Figures in italics relates to the previous year

Depreciation and amortisation:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Depreciation for the year on tangible assets	4,333.07	7,810.01
Amortisation for the year on intangible assets	56.73	61.88
Less: depreciation of earlier years re-classified as prior period item	-	(573.26)
Net Depreciation and amortisation for the year	4,389.80	7,298.63

For details of property, plant and equipment pledged, refer note 5 and note 8.

During the previous year, the Company had entered into a slump sale agreement with its wholly owned subsidiary Asianet Digital Network Private Limited ('subsidiary company') with an effective date of 28 February 2018 to transfer Cable TV division. As part of agreement, property, plant and equipments and intangibles assets relating to cable division have been transferred to the subsidiary company.

	As at 31 March 2019	As at 31 March 2018
13 Non-current investments		
<i>Investment in subsidiary, unquoted trade (at cost)</i>		
Asianet Digital Network Private Limited (formerly known as Asianet Broadband Private Limited)	8,011.58	*
8,01,15,832 (previous year: 2) equity shares of face value of Rs.10 each fully paid up		
Roseblossoms Vision Private Limited	*	*
2 (previous year: 2) equity shares of face value of Rs.10 each fully paid up		
	8,011.58	*
Aggregate amount of unquoted investment	8,011.58	*
Less: Aggregate provision for diminution in value of investment	-	-
	8,011.58	*
* Amount is below the rounding off norms adopted by the Company.		
14 Long-term loans and advances		
<i>(Unsecured, considered good unless specified otherwise)</i>		
Security deposits		
Considered good	382.19	381.50
Considered doubtful	-	1.05
	382.19	382.55
Less: Provision for doubtful advances	-	(1.05)
	382.19	381.50
Advance income tax and tax deducted at source (net)	260.70	439.04
Balances with government authorities (including amounts paid under protest)	451.69	410.91
MAT credit entitlements	1,376.00	1,066.93
Prepaid expenses	117.45	70.67
	2,588.03	2,369.05
15 Current investments		
<i>Investment in Mutual funds</i>		
ICICI Prudential Ultra Short Term Fund - Growth (Units: 3,204,494.838, previous year: Nil)	600.00	-
Kotak Savings Fund - Growth (Units: 20,18,801.774, previous year: Nil)	600.00	-
L&T Liquid Fund - Regular Growth (Units: 20,467.217, previous year: Nil)	509.80	-
Reliance Liquid Fund - Growth Plan (Units: 7,739.347, previous year: Nil)	340.28	-
Yes Liquid Fund Direct - Growth (Units: 1,00,000, previous year: Nil)	1,000.00	-
	3,050.08	-
Aggregate book value of investments	3,050.08	-
Market value of mutual funds	3,099.11	-
16 Inventories		
<i>(Lower of cost and net realizable value)</i>		
Stock-in-trade	4.07	12.21
	4.07	12.21

	As at 31 March 2019	As at 31 March 2018
17 Trade receivables		
<i>(Unsecured)</i>		
Debts outstanding for a period exceeding six months from the date they were due for payment		
Considered good	0.99	169.93
Considered doubtful	475.17	61.98
	<u>476.16</u>	<u>231.91</u>
Less: Provision for doubtful trade receivables	<u>(475.17)</u>	<u>(61.98)</u>
	0.99	169.93
Other debts		
Considered good	739.52	678.17
Considered doubtful	205.00	290.78
	<u>944.52</u>	<u>968.95</u>
Less: Provision for doubtful trade receivables	<u>(205.00)</u>	<u>(290.78)</u>
	<u>739.52</u>	<u>678.17</u>
	<u>740.51</u>	<u>848.10</u>
18 Cash and bank balances		
Cash on hand	39.41	21.02
Balances with banks		
(i) In current accounts	168.26	384.79
(ii) In earmarked accounts		
Balances held as margin money or security against borrowings, guarantees and other commitments	1,228.12	1,804.91
	<u>1,435.79</u>	<u>2,210.72</u>
Less: Book overdraft in current accounts	(19.93)	-
Less: Deposits as margin money or security against borrowings	<u>(1,228.12)</u>	<u>(1,804.91)</u>
Cash and cash equivalents in the cash flow statement	<u>187.74</u>	<u>405.81</u>
19 Short-term loans and advances		
<i>(Unsecured, considered good)</i>		
Security deposits	167.62	177.42
Loans and advances to employees	72.21	72.35
Prepaid expenses	241.83	158.30
Balance with government authorities	460.66	288.15
Advances to suppliers	119.04	139.57
Due from subsidiary	4,665.45	3,492.01
Others	26.89	18.96
	<u>5,753.70</u>	<u>4,346.76</u>
20 Other current assets		
<i>(Unsecured, considered good)</i>		
Interest accrued on fixed deposits	28.93	18.71
Unbilled revenue	73.31	68.51
Consideration receivable from slump sale	-	8,011.58
	<u>102.24</u>	<u>8,098.80</u>

	Year ended 31 March 2019	Year ended 31 March 2018
21 Revenue from operations		
Sale of services	13,550.61	40,045.97
Sale of products	18.25	114.51
Other operating revenues	3,440.10	1,578.50
	17,008.96	41,738.98
Sale of services comprises :		
Cable television services	-	25,079.62
Internet services	13,550.61	13,713.60
Cable channel services	-	1,252.75
	13,550.61	40,045.97
Sale of products comprises :		
<i>Traded goods</i>		
Household equipments, kitchen utensils, computers, etc.	-	97.29
Modem and Router sales	18.25	17.22
	18.25	114.51
Other operating revenues comprise:		
Set top box rental	-	14.53
Modem rental	16.03	20.35
Optical fibre cable duct rental	28.13	28.13
Other internet income	10.20	109.15
Expenses recovery from subsidiary company	3,355.35	1,107.53
Other operating income	-	224.17
Sale of scrap	30.39	74.64
	3,440.10	1,578.50
22 Other income		
Interest from banks on deposits	76.73	99.46
Interest on income tax refund	41.47	-
Interest from subsidiary	354.10	-
Net gain on account of foreign exchange fluctuations	-	94.68
Gain on sale of short-term investments (net)	50.07	-
Gain on sale of property, plant and equipment (net)	0.42	-
Liabilities / provisions no longer required written back	455.25	3.12
Insurance claims received	31.94	34.84
Miscellaneous income	-	0.28
	1,009.98	232.38

	Year ended 31 March 2019	Year ended 31 March 2018
23 Purchase of traded goods		
Household equipment, kitchen utensils, computers, etc.	-	62.09
Modems and Routers	42.74	81.93
	42.74	144.02
Changes in inventories of stock-in-trade		
Stock-in-trade at the beginning of the year	12.21	42.02
Stock-in-trade at the end of the year	4.07	12.21
Less: Stock moved to subsidiary	-	(29.80)
Net movement in inventories	8.14	0.01
24 Operating expenses		
<u>Cable television services</u>		
Service charges to associates	-	3,449.72
Pay channel cost	-	4,039.84
Operating lease rentals (Refer Note 41)	-	31.36
<u>Internet services</u>		
Bandwidth charges	1,708.30	1,225.86
Commission to selling agents	715.17	536.09
Other expenses	80.31	120.90
<u>Channel services</u>		
Programme production expenses	-	387.09
Agency commission	-	57.65
Other expenses	-	9.77
<u>Trading</u>		
Packing and forwarding charges	-	11.46
Collection charges	-	3.34
Power (network)	156.05	1,317.95
Pole rent / inspection charges	298.62	1,687.47
Lease/ bandwidth charges	-	416.85
Bill printing & despatch expense	44.36	128.48
Customer care expense	778.72	776.66
Repairs & maintenance - machinery (network)	480.99	1,629.36
Consumption of stores, spares and consumables	370.81	479.81
	4,633.33	16,309.66
25 Employee benefit expenses		
Salaries, wages and bonus	2,010.27	4,484.40
Contributions to provident and other funds (Refer Note 39)	502.89	756.41
Staff welfare expenses	262.87	415.84
	2,776.03	5,656.65
26 Finance costs		
Interest expense on:		
Borrowings	1,910.28	1,723.54
Interest on delayed payment of indirect taxes	16.67	62.82
Interest on delayed payment of direct tax	-	52.95
Other borrowing costs	175.89	45.24
	2,102.84	1,884.55
27 Depreciation and amortisation		
Depreciation on property, plant and equipment	4,333.07	7,236.75
Amortisation on intangible assets	56.73	61.88
	4,389.80	7,298.63

	Year ended 31 March 2019	Year ended 31 March 2018
28 Other expenses		
Contract labour	978.65	1,801.56
Power	17.10	22.23
Rent	258.18	318.83
Repairs and maintenance - buildings	13.03	6.77
Repairs and maintenance - others	33.44	71.80
Insurance	23.10	24.60
Rates and taxes	62.80	188.38
Communication	76.83	109.43
Travelling and conveyance	133.85	205.79
Printing and stationery	28.66	39.98
Bank charges and commission	96.83	148.12
Advertising and marketing	379.39	555.29
Legal and professional	252.57	393.77
Payments to auditors (Refer Note (i) below)	18.00	17.50
Office maintenance expenses	93.49	114.53
Loose tools	2.61	17.57
Membership and subscription	-	18.48
Bad debts written-off	-	16.64
Provision for doubtful trade receivables	274.59	528.22
Corporate social responsibility expenses (Refer note 29)	28.99	1.20
Loss on discarded assets	-	159.96
Net loss on account of foreign exchange fluctuations	180.42	-
Miscellaneous expenses	6.60	9.16
	2,959.13	4,769.81

Notes:

(i) Payments to the auditors comprises (net of Goods and Services Tax input credit, where applicable):

(a) To statutory auditors

For audit	15.00	15.00
For certifications	-	-
For other services	3.00	2.50
	18.00	17.50

29 Corporate Social Responsibility (CSR) expenditure

Pursuant to Section 135 of the Companies Act, 2013, the Company has formed a Corporate Social Responsibility ('CSR') committee of three directors. The Committee has approved a CSR Policy listing out activities specified in Schedule VII of the Companies Act, 2013.

Gross amount required to be spent during the year	40.00	26.70
Amount spent during the year on :		
Construction / acquisition of an asset	-	-
On CSR purposes other than above (paid in cash)	28.99	1.20
	28.99	1.20

Out of the Gross amount required to be spent during the year an amount of Rs. 14.83 is yet to paid in cash (Previous year: Rs. 25.50)

30 Prior period item

Depreciation pertaining to previous years	-	573.26
	-	573.26

Represents depreciation upto 31 March 2017 on cable modems which have been used in earlier years but has been capitalised in the books during the previous year.

31 Contingent liabilities and commitments

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Contingent liabilities and commitments (to the extent not provided for)		
Contingent liabilities		
Claims against the Company not acknowledged as debt		
(i) Disputed service tax demands pending in appeals (Note a)	2,460.32	2,285.77
(ii) VAT demands pending in appeals (Note b)	-	8.03
(iii) Customs demand towards non-fulfilment of foreign currency earnings obligation, stayed by the High Court of Kerala. (Note c)	194.01	194.01
Corporate guarantees	780.24	-

a) The Company has pending demand from service tax authorities from financial year 2001-02 to 2016-17. Management believes that the position taken by it on the matter is tenable and hence, no adjustment has been made to the financial statements. The Company has filed an appeal against the demands received.

b) The Company has pending demand from sales tax authorities of Kerala from financial year 2011-12 to 2016-17. Management believes that the position taken by it on the matter is tenable and hence, no adjustment has been made to the financial statements. The Company has filed an appeal against the demands received.

c) The Company has received demand from the custom authorities on account of non-fulfilment of foreign currency earnings obligations. The cases are currently stayed by the High Court of Kerala and the management believes that the position taken by it on the matter is tenable and hence, no adjustment has been made to the financial

d) On 28th February 2019, the Hon'ble Supreme Court of India has delivered a judgment clarifying the principles that need to be applied in determining the components of salaries and wages on which Provident Fund (PF) contributions need to be made by establishments. However, the Company has been legally advised that the application of the judgment is not retrospective. Based on such legal advice, the management believes that it is impracticable at this stage to reliably measure the provision required, if any, and accordingly, no provision has been made towards the same.

Future cash flows relating to above are determinable only on the receipt of judgment decision from relevant forum/authorities.

32 The Company has filed an application to change its constitutional status to a Private Limited Company and the same is pending for approval with Ministry of Corporate affairs.

33 Details on unhedged foreign currency exposures

The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

Particulars	Year ended 31 March 2019		Year ended 31 March 2018	
	Payable in Rs.	Payable in foreign (USD) currency	Payable in Rs.	Payable in foreign (USD) currency
Trade payables and buyers credit	2,876.76	\$ 41.52	7,061.63	\$ 108.57

	Year ended 31 March 2019	Year ended 31 March 2018
34 Value of imports calculated on CIF basis :		
Capital goods	4,407.39	5,812.91
Stores, spares and consumables	77.53	80.93
	4,484.92	5,893.84
35 Expenditure in foreign currency :		
Other operating expenses - Internet services	22.56	29.34
Travelling and conveyance	1.68	0.46
	24.24	29.80
36 Earnings in foreign currency	-	-

37 Details of consumption of imported and indigenous items

Particulars	Year ended 31 March 2019		Year ended 31 March 2018	
	Amount	%	Amount	%
<u>Stores, spares and consumables</u>				
Imported	77.53	21%	80.93	17%
Indigenous	293.28	79%	398.88	83%
	370.81	100%	479.81	100%

38 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act)

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

39 Employee benefit plans

Defined contribution plan

The Company makes contribution to employees superannuation fund and provident fund for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company has recognised Rs. 152.15 lakhs (previous year: Rs. 249.28 lakhs) towards provident fund. The contribution payable to the plan by the Company is at the rate specified in the rules of the scheme.

39 Employee benefit plans (continued)

Defined benefit plan - Gratuity

The following table sets out the funded status of the gratuity scheme and the amount recognised in the standalone financial statements:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Components of employer expense		
Current service cost	125.19	117.18
Past service cost	-	2.94
Interest cost	120.16	161.64
Expected return on plan assets	(20.57)	(21.79)
Actuarial losses / (gains)	32.78	59.31
Total expense recognised in the statement of profit and loss	257.56	319.28
Net asset / (liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	1,772.10	1,560.56
Fair value of plan assets	275.31	291.33
Funded status [surplus / (deficit)]	(1,496.79)	(1,269.23)
Unrecognised past service costs	-	-
Net asset / (liability) recognised in the Balance Sheet	(1,496.79)	(1,269.23)
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	1,560.56	2,020.44
Transfer out to a subsidiary company	-	(745.55)
Current service cost	125.19	117.18
Past service cost	-	2.94
Interest cost	120.16	161.64
Actuarial losses / (gains)	23.63	50.20
Benefits paid	(57.44)	(46.29)
Present value of DBO at the end of the year	1,772.10	1,560.56
Change in fair value of assets during the year		
Plan assets at beginning of the year	291.33	274.94
Expected return on plan assets	20.57	21.79
Actual company contributions	30.00	50.00
Actuarial gain / (loss)	(9.15)	(9.11)
Benefits paid	(57.44)	(46.29)
Plan assets at the end of the year	275.31	291.33
Actual return on plan assets	11.42	12.68
Composition of the plan assets is as follows:		
Assets under Insurance Schemes	275.31	291.33
Total	275.31	291.33
Actuarial assumptions		
Discount rate	7.60%	7.70%
Expected return on plan assets	7.70%	8.00%
Salary escalation	8.00%	8.00%
Mortality tables	Indian Assured Lives Mortality [2012-14] Ultimate	Indian Assured Lives Mortality [2006-08] Ultimate
Attrition rate	2.00%	2.00%
Performance percentage considered	Not Available*	Not Available*
Estimate of amount of contribution in the immediate next year	10.00	100.00

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.

The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

39 Employee benefit plans (continued)

Experience adjustments

Gratuity	Year ended 31 March				
	2019	2018	2017	2016	2015
Present value of DBO	1,772.10	1,560.56	2,020.46	1,448.86	589.03
Fair value of plan assets	275.31	291.33	274.94	251.45	233.21
Funded status [surplus / (deficit)]	(1,496.79)	(1,269.23)	(1,745.52)	(1,197.41)	(355.82)
Changes in defined benefit obligation:					
Actuarial (gain) / loss	(0.02)	50.20	311.98	707.38	Not Available
Fair value of plan assets					
Actuarial gain / (loss)	(9.96)	(9.11)	(1.08)	(2.27)	Not Available

Defined benefit plan - long-term compensated absences

Actuarial assumptions for long-term compensated absences

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Actuarial assumptions		
Discount rate	7.60%	7.70%
Salary escalation	8.00%	8.00%
Attrition rate	2.00%	2.00%

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.

The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

40 Related party transactions

(A) Name of related parties and description of relationship:

Description of relationship	Names of related parties
Subsidiary companies	Asianet Digital Network Private Limited (formerly known as Asianet Broadband Private Limited) Roseblossoms Vision Private Limited
Entities in which KMP has significant influence	M/s. Hathway Cable & Datacom Limited
Directors and Key Management Personnel (KMP)	Mr. Vijay Aggarwal, Director Mr. Viren Raheja, Director Mr. Vinayak Aggarwal, Director Ms. Aneesha Akshay Raheja, Director Mr. Rakesh Thakor Desai, Director Mr. P.S Suresh, Chief Financial Officer (w.e.f 15 April 2019) Mr. V S Moni, Chief Financial Officer (till 12 April 2019) Mr. Sankar T, Manager Mr. Sasikanthan M. V, Company Secretary (till 30 March 2019) Mr. Joby Mathew, Company Secretary (w.e.f 30 March 2019)

Note: Related parties have been identified by the Management.

(B) Details of related party transactions during the year ended 31 March 2019.

Name of the Related Party	Nature of transaction	Volume of transactions for the year ended		Outstanding balance as at	
		31 March 2019	31 March 2018	31 March 2019	31 March 2018
Asianet Digital Network Private Limited (formerly known as Asianet Broadband Private Limited)	Expenses recovery from subsidiary company	3,355.35	1,107.52	4,665.45	(482.68)
	Expenses incurred on behalf of subsidiary	4,808.43	-		
	Expenses reimbursed to subsidiary	(118.60)	-		
	Amount received from customers on behalf of subsidiary	-	(1,590.20)		
	Sale of capital goods	2,767.17	-		
	Interest on loan	354.10	-		
	Purchase of shares	(8,011.58)	-		
	Slump sale consideration	-	8,011.58		
	Loan given to subsidiary	-	3,674.27		
	Guarantees received	(11,877.05)	-		
Mr. Rajan Raheja	Guarantees and collateral securities issued / (cancelled) (net)	(12,450.87)	(8,702.88)	-	12,450.87
	Guarantees and collateral securities issued / (cancelled) (net)	(3,057.77)	(2,717.02)		
	Guarantees and collateral securities issued / (cancelled) (net)	(11,213.94)	(10,030.20)		
	Lease payments	23.19	31.36		
	Remuneration	116.35	132.35		
M/s. Hathway Cable & Datacom Limited	Expenses recovery from subsidiary company	3,355.35	1,107.52	4,665.45	(482.68)
	Expenses incurred on behalf of subsidiary	4,808.43	-		
	Expenses reimbursed to subsidiary	(118.60)	-		
	Amount received from customers on behalf of subsidiary	-	(1,590.20)		
	Sale of capital goods	2,767.17	-		
	Interest on loan	354.10	-		
	Purchase of shares	(8,011.58)	-		
	Slump sale consideration	-	8,011.58		
	Loan given to subsidiary	-	3,674.27		
	Guarantees received	(11,877.05)	-		
Key Management Personnel (KMP)	Guarantees and collateral securities issued / (cancelled) (net)	(12,450.87)	(8,702.88)	-	12,450.87
	Guarantees and collateral securities issued / (cancelled) (net)	(3,057.77)	(2,717.02)		
	Guarantees and collateral securities issued / (cancelled) (net)	(11,213.94)	(10,030.20)		
	Lease payments	23.19	31.36		
	Remuneration	116.35	132.35		

41 Leases

As Lessor

The Company has entered into operating lease arrangements for OFC duct facilities. The lease is non-cancellable for a period of 15 years starting from 1 April 2010 and may be renewed based on mutual agreement of the parties. Future minimum lease payments due under non-cancellable operating leases are as follows:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Future minimum lease payments		
Not later than one year	28.13	28.13
Later than one year and not later than five years	112.54	112.54
Later than five years	28.13	56.26
	168.80	196.93

As Lessee

The Company has entered into finance lease arrangements for certain equipments, which provide the Company an option to purchase the assets at the end of the lease period. Future minimum lease payments of the finance lease and the present value of minimum lease payments are as follows:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Future minimum lease payments		
Not later than one year	71.80	1,022.94
Later than one year and not later than five years	-	48.72
Later than five years	-	-
	71.80	1,071.66
Less: Unmatured finance charges	1.99	65.29
	69.81	1,006.37
Present value of minimum lease payments payable		
Not later than one year	69.81	959.64
Later than one year and not later than five years	-	46.73
	69.81	1,006.37

The Company has entered into operating lease arrangements with Hathway Cable & Datacom Limited for set top boxes for a period of 4 years from 22 December 2014 till 21 December 2018. Total rental expenses under such leases amounted to Rs. 23.19 lakhs (Previous year : Rs.31.36 lakhs). Future minimum lease payments of the operating leases: Nil

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Future minimum lease payments		
Not later than one year	-	23.19
Later than one year and not later than five years	-	-
Later than five years	-	-
	-	23.19

42 Earnings per share

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Net profit for the year attributable to the equity shareholders	1,106.93	5,313.00
Weighted average number of equity shares (in lakhs)	1,006.89	1,006.89
Par value per share	10.00	10.00
Basic and diluted earnings per share	1.10	5.28

No potential dilutive equity shares at the balance sheet date.

43 Deferred tax (liability) / asset

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	(845.26)	(720.29)
<u>Tax effect of items constituting deferred tax liability</u>	(845.26)	(720.29)
<u>Tax effect of items constituting deferred tax assets</u>		
Provision for employee benefits	611.06	549.73
Provision for doubtful trade receivables / advances	230.70	123.27
Unabsorbed depreciation and business loss	3.50	47.29
<u>Tax effect of items constituting deferred tax assets</u>	845.26	720.29
Net deferred tax (liability) / asset	-	-

In accordance with AS 22 - "Accounting for taxes on income" prescribed by the Companies (Accounting Standards) Rules, 2006, deferred tax assets on unabsorbed depreciation and carry forward losses have been recognized on the basis of prudence, only to the extent of above mentioned net deferred tax liability.

44 Slump sale

The Company had entered into a Business Transfer Agreement (dated 25th March, 2017) with its wholly owned subsidiary Asianet Digital Network Private Limited to transfer the digital cable TV business via Slump Sale and the transfer had taken place on the closure of business hours on 28 February 2018. Accordingly, the assets and liabilities directly identified against the Digital cable TV business were transferred to the subsidiary company on 1 March 2018.

The Purchase consideration, being the book value of net assets transferred amounting to Rs. 8,011.58 lakhs, was shown as receivable in the books of the Company as at 31 March 2018. The broad classification of the assets and liabilities transferred is shown below :-

Particulars	Year ended 31 March 2018
Assets	
(a) Tangible assets	14,435.19
(b) Intangible assets	39.16
(c) Capital work-in-progress	2,166.57
(d) Long term loans and advances	41.19
(e) Inventories	29.80
(f) Trade receivables	4,029.07
(g) Short-term loans and advances	376.16
(h) Other current assets	1,552.91
	22,670.05
Less : Liabilities	
(a) Borrowings	3,674.27
(b) Other long-term liabilities	94.58
(c) Long-term provisions	794.24
(e) Trade payables	2,697.47
(d) Other current liabilities	7,397.91
	14,658.47
Consideration receivable from slump sale	8,011.58

Asianet Satellite Communications Limited
Notes forming part of the standalone financial statements for the year ended 31 March 2019

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

45 Segment information

During the year the Company operates only in one segment, Internet Services. The Company's operations were situated only in India and hence, separate geographical segment information was not disclosed.

During the previous year, the Company had identified business segments as its primary segment and geographic segments as its secondary segment. Business segments were primarily (a) Cable Television services, called as Asianet Cable Services ('ACS'), (b) Internet services, called as Asianet Dataline ('ADL'), and (c) Cable Channel services, called as Asianet Cable Vision ('ACV'). Revenues and expenses directly attributable to segments were reported under each reportable segment. All other revenues and expenses, which were not attributable or allocable to segments, had been disclosed as unallocable incomes and expenses. Assets and liabilities that were directly attributable or allocable to segments were disclosed under each reportable segment. All other assets and liabilities were disclosed as unallocable. Property, plant and equipment that were used interchangeably amongst segments were not allocated to primary and secondary segments.

Segment information as at and for the year ended 31 March 2018

Particulars	Business segments			Total
	ACS	ADL	ACV	
Revenue	25,079.62	13,713.60	1,252.75	40,045.97
Segment result	17,558.70	11,842.67	798.24	30,199.61
Unallocable expenses (net)				(22,639.41)
Net operating income				7,560.20
Finance cost				(1,884.55)
Interest income				99.46
Other income				132.92
Profit before taxes				5,908.03
Tax expense				(21.77)
Profit after tax				5,886.26
Prior period expenses				(573.26)
Net profit for the year				5,313.00
Segment assets	-	6,722.76	-	6,722.76
Unallocable assets				38,524.61
Total assets				45,247.37
Segment liabilities	-	2,678.36	-	2,678.36
Unallocable liabilities				25,757.88
Total liabilities				28,436.24
<u>Other information</u>				
Capital expenditure (allocable)	3,436.64	3,952.73	4.35	7,393.73
Capital expenditure (unallocable)				3,533.47
Depreciation and amortisation (allocable)	3,076.96	1,165.34	19.27	4,261.57
Depreciation and amortisation (unallocable)				3,610.32
Provision for doubtful trade and other receivable	175.46	352.76	-	528.22

46 Disclosure on Specified Bank Notes (SBN)

The disclosures regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in these standalone financial statements since they do not pertain to the financial year ended 31 March 2019.

47 Previous year's figures have been regrouped / reclassified wherever considered necessary to conform to the current year's classification / disclosure.

As per our report of even date attached

for **B S R & Associates LLP**

Chartered Accountants

Firms registration number: 116231W/W-100024

for and on behalf of the Board of Directors of

Asianet Satellite Communications Limited

CIN : U92132KL1992PLC006725

Baby Paul

Partner

Membership No: 218255

Viren Raheja

Director

DIN: 00037592

Vinayak Aggarwal

Director

DIN: 00007280

P S Suresh

Chief Financial Officer

Joby Mathew

Company Secretary

Kochi

28 September 2019

Mumbai

28 September 2019

INDEPENDENT AUDITORS' REPORT

(Report on the Audit of Consolidated Financial Statements)

To the Members of Asianet Satellite Communications Limited

Qualified Opinion

We have audited the consolidated financial statements of Asianet Satellite Communications Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated balance sheet as at 31 March 2019, and the consolidated statement of profit and loss, and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditor on separate financial statements of a subsidiary as were audited by the other auditor, except for the effects of the matter described in the basis for qualified opinion paragraph, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at 31 March 2019, of its consolidated profit and its consolidated cash flows for the year ended on that date.

Basis for Qualified Opinion

Attention is drawn to Note 31 to the consolidated financial statements, wherein it is stated that one of its subsidiaries ("the subsidiary") has an unbilled receivable of Rs. 865.84 lakhs as at 31 March 2019 from two of its customers with whom the subsidiary had filed a suit with National Company Law Tribunal on 11 June 2018. As per the facts/ circumstances of the case and based on the legal advice obtained, the management believes that there exists favorable chances of recovering the outstanding balance and therefore, no amount has been provided in the consolidated financial statements. In addition, the Company had discontinued the advertisement agreement on 23 October 2018 and does not have any continuing business relationship with the aforesaid customer. Given the inherently protracted and procedurally fraught legal recovery process, there remains an uncertainty over the ultimate outcome of the matter and the time frame involved for recovery or settlement, if any, of these amounts. Accordingly, we are unable to comment on the recoverability of unbilled receivable as at 31 March 2019.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Act. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report but does not include the consolidated financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each Company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of each Company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on the internal financial controls with reference to consolidated financial statements and the operating effectiveness of such controls based on our audit.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting in preparing consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group (company and subsidiaries) to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of financial information of such entities. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (a) of the section titled 'Other Matters' in this audit report.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (Continued)

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

- (i) We did not audit the financial statements of one subsidiary, whose financial statements reflect total assets of Rs. Nil as at 31 March 2019, total revenues of Rs. Nil lakhs and net cash inflows amounting to Rs. Nil lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by another auditor whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditor.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. (A) As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditor on separate financial statements of a subsidiary as were audited by other auditor, as noted in the 'Other Matters' paragraph, we report, to the extent applicable, that:
 - a) We have sought and except for the effect of the matter described in the Basis for Qualified Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b) Except for the effect of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - c) The consolidated balance sheet, the consolidated statement of profit and loss, and the consolidated statement of cash flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

- d) Except for the effect of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2019 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary company incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 31 March 2019 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above.
 - g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company, its subsidiary companies incorporated in India and the operating effectiveness of such controls, refer to our separate Report in “Annexure A”.
- (B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The consolidated financial statements disclose the impact of pending litigations as at 31 March 2019 on the consolidated financial position of the Group entities. Refer Note 30 to the consolidated financial statements.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts during the year ended 31 March 2019.
 - iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Holding Company or its subsidiary companies, incorporated in India during the year ended 31 March 2019.
 - iv. The disclosures regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in the consolidated financial statements since they do not pertain to the financial year ended 31 March 2019.

(C) With respect to the matter to be included in the Audit Report under Section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid during the current year by the Holding Company and its subsidiary companies to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company and its subsidiary companies is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

for **B S R & Associates LLP**

Chartered Accountants

ICAI Firm registration number: 116231W/W-100024

Baby Paul

Partner

Membership No: 218255

ICAI Unique Document Identification Number: 19218255AAAABV1525

Kochi

28 September 2019

Annexure A to the Independent Auditors' report on the consolidated financial statements of Asianet Satellite Communications Limited for the period ended 31 March 2019

Report on the internal financial controls with reference to the aforesaid consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

Opinion

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31 March 2019, we have audited the internal financial controls with reference to consolidated financial statements of Asianet Satellite Communications Limited (hereinafter referred to as "the Holding Company") and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary companies, as of that date.

In our opinion, the Holding Company and such companies incorporated in India which are its subsidiary companies, have, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at 31 March 2019, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The respective Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the criteria established by the respective Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. 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 with reference to consolidated financial statements were established and maintained and if such controls operated effectively in all material respects.

Auditors' Responsibility(continued)

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of the internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the relevant subsidiary companies in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements.

Meaning of Internal Financial controls with Reference to Consolidated Financial Statements

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

Inherent Limitations of Internal Financial controls with Reference to Consolidated Financial Statements

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, 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 with reference to consolidated financial statements to future periods are subject to the risk that the internal financial controls with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to one subsidiary company which is a company incorporated in India, is based on the corresponding reports of the auditor of such subsidiary company.

for B S R & Associates LLP

Chartered Accountants

ICAI Firm registration number: 116231W/W-100024

Baby Paul

Partner

Membership No: 218255

ICAI Unique Document Identification Number: 19218255AAAABV1525

Kochi

28 September 2019

Consolidated Balance Sheet as at 31 March 2019

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

	Notes	As at 31 March 2019	As at 31 March 2018
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	10,368.92	10,368.92
Reserves and surplus	4	7,579.17	5,913.65
		17,948.09	16,282.57
Non-current liabilities			
Deferred tax liability (net)	40	565.68	241.88
Long-term borrowings	5	12,190.23	5,565.50
Other long-term liabilities	6	298.90	283.59
Long-term provisions	7	2,692.07	2,319.44
		15,746.88	8,410.41
Current liabilities			
Short-term borrowings	8	4,448.83	5,196.21
Trade payables	9	-	-
Total outstanding dues of micro and small enterprises		4,247.68	3,239.76
Total outstanding dues of creditors other than micro and small enterprises	10	21,414.51	21,851.96
Other current liabilities	11	159.19	701.38
Short-term provisions		30,270.21	30,989.31
		63,965.18	55,682.29
ASSETS			
Non-current assets			
Property, plant and equipment			
Tangible assets	12	42,926.78	39,151.70
Intangible assets	12	167.10	149.37
Capital work-in-progress		4,640.10	4,545.94
Long-term loans and advances	13	2,867.65	2,439.88
		50,601.63	46,286.89
Current assets			
Current investments	14	3,050.08	-
Inventories	15	9.88	25.80
Trade receivables	16	4,580.19	3,588.07
Cash and bank balances	17	1,801.44	2,726.09
Short-term loans and advances	18	1,701.08	1,519.53
Other current assets	19	2,220.88	1,535.91
		13,363.55	9,395.40
		63,965.18	55,682.29

Significant accounting policies

The notes referred to above form an integral part of the consolidated financial statements

As per our report of even date attached

for **B S R & Associates LLP**

Chartered Accountants

Firms's registration number: 116231W/W-100024

Baby Paul

Partner

Membership No: 218255

for and on behalf of the Board of Directors of
Asianet Satellite Communications Limited
CIN :U92132KL1992PLC006725

Viren Raheja

Director

DIN: 00037592

Vinayak Aggarwal

Director

DIN: 00007280

P S Suresh

Chief Financial Officer

Joby Mathew

Company Secretary

Kochi

28 September 2019

Mumbai

28 September 2019

Income		Year ended	Year ended
	Notes	31 March 2019	31 March 2018
Revenue from operations			
Other income			
Total revenue	20	41,398.60	43,005.34
	21	1,380.36	232.40
		42,778.96	43,237.74
Expenses			
Purchase of traded goods			
Changes in inventories of traded goods			
Operating expenses	22	57.00	144.02
Employee benefit expenses	22	15.92	16.22
Finance costs	23	18,663.42	17,025.99
Depreciation and amortisation expenses	24	6,158.89	5,878.44
Other expenses	25	2,232.57	1,884.55
Total expenses	26	7,973.22	7,619.07
	27	5,688.62	5,048.11
		40,789.64	37,616.40
Profit before tax and prior period items			
Prior period item			
Profit before tax		1,989.32	5,621.34
	29	-	573.26
		1,989.32	5,048.08
Tax expenses			
Current year			
Minimum alternate tax expense		341.44	712.96
Minimum alternate tax credit entitlement		(341.44)	(712.96)
Deferred tax		323.80	241.88
Earlier years			
Minimum alternate tax expense		-	353.97
Minimum alternate tax credit entitlement		-	(353.97)
Current tax for earlier years		-	21.77
		1,665.52	4,784.43
Profit for the year			
Earnings per share (equity share of par value of Rs.10 each)			
Basic and diluted	39	1.65	4.75
Significant accounting policies	2		
The notes referred to above form an integral part of the consolidated financial statements			

As per our report of even date attached

for **B S R & Associates LLP**

Chartered Accountants

Firms's registration number: 116231W/W-100024

for and on behalf of the Board of Directors of

Asianet Satellite Communications Limited

CIN :U92132KL1992PLC006725

Baby Paul

Partner

Membership No: 218255

Viren Raheja

Director

DIN: 00037592

Vinayak Aggarwal

Director

DIN: 00007280

P S Suresh

Chief Financial Officer

Joby Mathew

Company Secretary

Kochi

28 September 2019

Mumbai

28 September 2019

	Year ended 31 March 2019	Year ended 31 March 2018
Cash flow from operating activities		
Profit before taxes		
<i>Adjustments for:</i>		
Depreciation and amortisation (including prior period)	1,989.32	5,048.08
(Gain) / loss on sale / write off of property, plant and equipment		
Gain on sale of investments	7,973.22	8,192.33
Finance costs	(0.42)	168.04
Interest income	(50.07)	-
Liabilities / provisions no longer required written back	2,232.57	1,884.55
Provision for doubtful trade receivables	(118.26)	(99.46)
Bad trade receivable written off	(1,174.83)	(3.12)
Net unrealised exchange loss/ (gain)	715.85	749.22
Operating cash flow before working capital changes	738.04	16.64
	105.83	(74.48)
Decrease in inventories	12,411.25	15,881.80
Increase in trade receivables		
Increase in loans and advances and other assets	15.92	233.95
Increase / (decrease) in trade payables, other current liabilities and provisions	(2,446.01)	(988.57)
Net cash generated from operating activities before taxes	(945.75)	(1,318.94)
Income tax paid (net)	393.57	(554.49)
Net cash generated from operating activities (A)	9,428.98	13,253.75
	(819.99)	(347.11)
Cash flow from investing activities	8,608.99	12,906.64
Expenditure incurred on property, plant and equipment, intangible assets and capital work in progress		
Proceeds from sale of property, plant and equipment		
Investment in mutual funds	(10,692.34)	(7,738.10)
Proceeds from sale of mutual fund investments	3.15	-
Decrease / (increase) in fixed deposits not considered as cash and cash equivalents	(5,200.01)	-
Interest received from banks	2,200.00	(718.07)
Net cash used in investing activities (B)	574.28	-
	66.55	89.30
Cash flow from financing activities	(13,048.37)	(8,366.87)
Proceeds from long-term borrowings		
Repayment of long-term borrowings		
Short-term borrowings (repaid) / availed, net	16,900.00	7,084.65
Finance costs	(9,830.85)	(10,779.44)
Issue of preference share capital	(747.38)	3,494.65
Redemption of preference shares	(2,263.78)	(1,790.63)
Net cash flow generated from / (used in) financing activities (C)	-	300.00
	-	(3,000.00)
Net decrease in cash and cash equivalents (A+B+C)	4,057.99	(4,690.77)
Cash and cash equivalents at the beginning of the year		
Cash and cash equivalents at the end of the year	(381.39)	(151.00)
Refer to Note 17 - cash and bank balances	728.93	879.93
	347.54	728.93

The notes referred to above form an integral part of the consolidated financial statements

As per our report of even date attached

for **B S R & Associates LLP**

Chartered Accountants

Firms's registration number: 116231W/W-100024

for and on behalf of the Board of Directors of

Asianet Satellite Communications Limited

CIN :U92132KL1992PLC006725

Baby Paul

Partner

Membership No: 218255

Viren Raheja

Director

DIN: 00037592

Vinayak Aggarwal

Director

DIN: 00007280

P S Suresh

Chief Financial Officer

Joby Mathew

Company Secretary

Kochi

28 September 2019

Mumbai

28 September 2019

Notes forming part of the consolidated financial statements for the year ended 31 March 2019

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

1 Corporate information

Asianet Satellite Communications Limited ('the Company'/'the Holding Company') is a public limited company incorporated under the Indian Companies Act, 1956 and is the single largest cable TV operator in Kerala. It provides cable and satellite channels over a high quality state-of-art cable network to its subscribers and offers services like high speed internet access and local area content. The Company has a unique business model with end-to-end ownership of the network including the last mile, unlike other cable operators in the rest of the country who engage with subscribers primarily through third party owned last mile networks. The Company is also the first cable distribution company in India with a right of way agreement with the local power utility for use of electricity poles for laying its state-wide network. The Company has two wholly owned subsidiaries namely Asianet Digital Network Private Limited (ADNPL) and Roseblossoms Vision Private Limited (together referred to as subsidiaries). During the previous year, the company had transferred the cable TV division operations to Asianet Digital Network Private Limited with effect from 1 March 2018.

The consolidated financial statements of the Company as at and for the year ended 31 March 2019 comprise the Company and its subsidiaries (collectively referred to as the 'Group' and individually as 'Group entity').

2 Significant accounting policies

2.1 Basis of accounting and preparation of consolidated financial statements

These consolidated financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. All amounts included in the financial statements are reported in Indian rupees, except share and per share data, and have been rounded off to nearest lakhs.

2.2 Use of estimates

The preparation of the consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, post-sales customer support and the useful lives of fixed property, plant and equipment and intangible assets.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

2.3 Principles of consolidation

The consolidated financial statements include the financial statements of the Holding Company and its subsidiaries in which the parent company has more than one-half of the voting power of an enterprise or where the parent company controls the composition of the board of directors or its governing body.

(i) The financial statements of the parent company and the subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intragroup balances / transactions and resulting unrealised profits / losses in full in accordance with Accounting Standard (AS) 21 - "Consolidated Financial Statements" ('AS 21'). The amounts shown in respect of reserves comprise the amount of the relevant reserves as per the balance sheet of the parent company and its share in the post-acquisition increase

(ii) The excess / deficit of cost to the Holding company of its investment in the subsidiaries over its portion of equity at the respective dates on which investment in such entities were made is recognized in the financial statements as goodwill / capital reserve. The holding company's portion of equity in such entities is determined on the basis of the book values of assets and liabilities as per the financial statements of such entities as on the date of investment and if not available, the financial statements for the immediately preceding period are adjusted for the effects of significant transactions, up to the date of investment.

(iii) The consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the holding company for its separate standalone financial statements.

(iv) The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances.

The consolidated financial statements include the results of the following group entities as listed below:

Name of Entity	Net assets (Total assets – Total liabilities)		Share in profit or loss	
	As a % of consolidated net assets	Amount (in Lakhs)	As a % of consolidated profit or loss	Amount (in Lakhs)
Asianet Satellite Communications Limited (Holding company)	100%	17,918.06	66%	1,106.93
Asianet Digital Network Private Limited (Subsidiary company)	45%	8,041.76	34%	558.69
Roseblossoms Vision Private Limited (Subsidiary company)	0%	(0.10)	0%	(0.05)

Asianet Satellite Communications Limited**Notes forming part of the consolidated financial statements for the year ended 31 March 2019**

(All amounts in Indian rupees in lakhs, except share data and where otherwise stated)

Eliminations / Adjustments	-45%	(8,011.58)	0%	-
	100%	17,948.14	100%	1,665.57

2.4 Inventories

Inventories are valued at lower of cost and net realisable value. Goods-in-transit are stated 'at cost'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the Company. The company uses the weighted average method to determine the cost of inventory.

2.5 Cash and cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks and financial institutions. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

2.6 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.7 Revenue recognition

Revenue from sale of services is recognised on rendering of services as per the terms and conditions agreed with customers. Revenue from cable television services, television channel advertisement and cable internet services are recognised on completion of performance of service obligations to customers. Revenues exclude goods and service tax and other statutory levies.

Revenue from sale of goods is recognised on transfer of significant risks and rewards of ownership which is generally on the dispatch of goods and stated at net of trade discounts and exclusive of goods and service tax, but inclusive of freight and insurance recoveries.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

2.8 Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any other than land which has been carried at revalued amount. Cost includes the purchase price and any directly attributable cost to bring the asset to working condition for its intended use. Subsequent expenditures related to an item of property, plant and equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Items of property, plant and equipment that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statements. Any expected loss is recognised immediately in the Statement of profit and loss.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of profit and loss.

Capital work-in progress comprises of the cost of fixed assets that are not yet ready for their intended use as at the balance sheet date.

Depreciation on property, plant and equipment is provided on a pro-rata basis on the straight line method over the estimated useful lives of the assets as prescribed under Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the estimated useful lives has been determined based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

Network assets - Electromechanical equipment - 12 years

Network assets - Batteries - 6 years

Customer premises equipment - modems - 4 years

Customer premises equipment - set top boxes - 8 years

Other plant and machinery - 6 to 18 years

Leasehold improvements are amortised over the lease term or useful lives of assets, whichever is lower.

Depreciation for assets purchased/ sold during the year is proportionately charged.

2.9 Intangible assets

Intangible assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over their estimated useful lives. The amortisation period and the amortisation method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised as income or expense in the Statement of profit and loss.

The useful lives used are:

Goodwill - 5 years

Trademarks - 10 years

Computer Software - 4 years

Cable rights of films/serials/others - 5 years or over the actual period as per agreement, whichever is lower

2.10 Foreign currency transactions and translations

Transactions denominated in foreign currencies are recognised at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognised in the statement of profit and loss.

Foreign currency monetary assets and liabilities at the year end are translated at the year end exchange rate, and the resultant exchange difference is recognised in the statement of profit and loss.

2.11 Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as non-current investments. Current investments are carried at cost or fair value, whichever is lower. Non-current investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

2.12 Employee benefits

Short-term employee benefits

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognised as an expense as the related service is rendered by employees.

Post-employment benefits

Defined contribution plans

Contributions payable to the recognised provident fund and superannuation fund, which is a defined contribution scheme, is made monthly at predetermined rates to the appropriate authorities and charged to the statement of profit and loss on an accrual basis. There are no other obligations other than the contribution payable to the respective fund.

Defined benefit plan

Gratuity, a defined benefit scheme, is accrued based on an actuarial valuation at the balance-sheet date, carried out by an independent actuary. The present value of the obligation under such defined benefit plan is determined based on an actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional units of employee benefit entitlement and measures each unit separately to build up the final obligation.

Compensated absences

Accumulated compensated absences, which are expected to be availed or encashed beyond twelve months from the end of the year are treated as long term employee benefits. The company's liability is actuarially determined (using the projected unit credit method) as at end of the year. Actuarial losses/gains are recognised in the statement of profit and loss in the year in which they arise.

2.13 Borrowing costs

Interest and other specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are asset that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in the Statement of profit and loss in the period in which they are incurred.

2.14 Segment reporting

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted by the company. Further, inter-segment revenue has been accounted for based on the transaction price agreed to between segments on the basis of their relationship to the operating activities of the segment. Expenses which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under "unallocable expenses".

2.15 Leases

Assets leased by the Company in its capacity as lessee where substantially all the risks and rewards of ownership vest in the Company are classified as finance leases. Such leases are capitalised at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Leases in which a significant portion of the risks and rewards of ownership are not retained by the Company in its capacity as lessee are classified as operating leases. Payments made under operating leases are charged to the statement of profit and loss in accordance with the respective agreements on a straight line basis.

2.16 Earnings per share

Basic earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share have been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.17 Income taxes

The current income tax charge is determined in accordance with the relevant tax regulations applicable to the Company in India. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the balance sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

Deferred tax charge or credit is recognised for the future tax consequences attributable to timing difference that result between the profit offered for income taxes and the profit as per the financial statements. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, when there is a brought forward loss or unabsorbed depreciation under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain to be realised.

The Company offsets, on a year on year basis, the current tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

2.18 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset forming part of its cash generating units may be impaired. If any such indications exist, the Company estimates the recoverable amount of the asset or the group of assets comprising, a cash generating unit. For an asset or a group of assets that does not generate largely independent cash flows, the recoverable amount is determined for the cash generating unit to which the asset belongs. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the assets belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount. An impairment loss is reversed only to the extent that the carrying amount of the asset does not exceed the book value that would have been determined; if no impairment loss has been recognized.

2.19 Provisions, contingent liabilities and contingent assets

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the year-end date. Contingent assets are not recognised or disclosed in the financial statements.

2.20 Operating cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3 Share capital

Authorised:

	As at 31 March 2019		As at 31 March 2018	
	Number of shares	Amount	Number of shares	Amount
Equity shares of Rs. 10/- each *	160,000,000	16,000.00	160,000,000	16,000.00
8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each **	3,000,000	300.00	3,000,000	300.00
5% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each**	12,000,000	1,200.00	12,000,000	1,200.00
	175,000,000	17,500.00	175,000,000	17,500.00

Issued, subscribed and paid-up

Equity shares of Rs. 10/- each	100,689,225	10,068.92	100,689,225	10,068.92
8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each	3,000,000	300.00	3,000,000	300.00
	103,689,225	10,368.92	103,689,225	10,368.92

*The Company has a single class of equity shares. All the equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to share of paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on the shares may lead to the forfeiture of shares. On winding up of the Company, the holders of the equity shares will be entitled to receive the residual assets of the Company, remaining after the distribution of all preferential amounts in proportion to the number of equity shares held.

**The Company has 8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs.10 each at the end of the reporting period. Each holder of preference shares is entitled to one vote per share, in proportion to the amount paid on Preference shares held, only on resolutions placed before the company which affects the rights attached to the preference shares. The dividend is 8% p.a, when declared. In the event of liquidation, the preference shareholders are eligible to receive the outstanding amount including dividend after distribution of all other preferential amounts. In the event of winding up of the company before redemption of preference shares, the holders of preference shares will have priority over equity shares in the payment of dividend and the repayment of capital. The Company declares and pays dividends in Indian Rupees. The Board has not recommended and paid any dividend to the preference shareholders for the year ended 31 March 2019 (31 March 2018: Nil).

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year:

	As at 31 March 2019		As at 31 March 2018	
	Number of shares	Amount	Number of shares	Amount
Equity shares of Rs. 10/- each				
Balance at the beginning and end of the year	100,689,225	10,068.92	100,689,225	10,068.92
8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each				
Balance at the beginning of the year	3,000,000	300.00	-	-
Issued during the year	-	-	3,000,000	300.00
Balance at the end of the year	3,000,000	300.00	3,000,000	300.00
5% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each				
Balance at the beginning of the year	-	-	3,000,000	300.00
Redeemed during the year	-	-	(3,000,000)	(300.00)
Balance at the end of the year	-	-	-	-
Total	103,689,225	10,368.92	103,689,225	10,368.92

(ii) During the previous year, the Company has redeemed 5% Non-Cumulative Non-Convertible Redeemable preference shares of Rs.10/- each at a premium of Rs.90/- each. The total premium utilised from the securities premium reserve for this purpose amounted to Rs. 2,700 lakhs.

3 Share capital (continued)

(iii) Details of shareholders holding more than 5% shares of the Company in each class of shares

Class of shares / Name of shareholder	As at 31 March 2019		As at 31 March 2018	
	Number of shares held	% of Holding	Number of shares held	% of Holding
<i>Equity shares of Rs.10/- each</i>				
Coronet Investments Private Limited	23,561,887	23%	23,561,887	23%
Bloomington Investments & Finance Private Limited	18,756,269	19%	18,756,269	19%
Hathway Investments Private Limited	17,077,651	17%	17,077,651	17%
Viren Raheja Jt. Akshay Raheja	9,291,818	9%	9,291,818	9%
Akshay Raheja Jt. Viren Raheja	9,290,224	9%	9,290,224	9%
Akshay Raheja	8,498,097	8%	8,498,097	8%
Viren Raheja	8,496,503	8%	8,496,503	8%
Satish Raheja	5,715,000	6%	5,715,000	6%
<i>8% Non-Cumulative Non-Convertible Redeemable Preference shares of Rs. 10/- each</i>				
M/s Hathway Investments Private Limited	3,000,000	100%	3,000,000	100%

(iv) Details of shares held by holding company/ultimate holding company - Nil

(v) Details of buyback, bonus shares, issue for consideration other than for cash for past 5 years

The Company has not allotted any fully paid-up equity shares by way of bonus shares nor has bought back any class of equity shares nor has there been any issue for consideration other than for cash during the period of five years immediately preceding the balance sheet date.

4 Reserves and surplus

Securities premium account

	As at 31 March 2019	As at 31 March 2018
Balance at the beginning of the year	9,698.59	12,398.59
Less : Utilised during the year (refer Note 3(ii))	-	(2,700.00)
Balance at the end of the year	9,698.59	9,698.59

Revaluation reserve

Balance at the beginning and end of the year	1,676.12	1,676.12
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Deficit in statement of profit and loss

Balance at the beginning of the year	(5,461.06)	(10,245.49)
Less: profit for the year	1,665.52	4,784.43
Balance at the end of the year	(3,795.54)	(5,461.06)

7,579.17 **5,913.65**

5 Long-term borrowings

Term loans - secured

From banks	11,599.05	5,054.57
From other financial institutions	591.18	464.20

Long-term maturities of finance lease obligations (Refer Note 38)

Secured	-	46.73
	12,190.23	5,565.50

5 Long term borrowings (continued)

(i) Details of terms of repayment and security provided in respect of the secured long-term borrowings:

Particulars	Nature of security and maturity terms	As at 31 March 2019	As at 31 March 2018
<u>Term loans from banks:</u>			
Yes Bank Limited	First pari passu charge on the on the current assets of the Borrower both present and future. Second pari passu charge on all fixed assets both present and future of the borrower. Repayment is in 16 equal quarterly instalments of Rs.312.50 lakhs commencing from 1 December 2015 and ending on 1 September 2019 Interest rate is LIBOR + 4.40% (Previous Year: LIBOR + 4.40%) per annum.	974.25	2,134.13
RBL Bank Limited	Secured by way of first charge on all the Company's fixed assets (both present and future), second charge on all the current assets (both present and future). Repayment commences from 30 April 2015 in equal quarterly installments as follows: Interest rate is 10.50% (Previous year: 10.50%) per annum.	-	1,500.00
RBL Bank Limited	First pari passu charge (except assets financed by CISCO) on all the movable and immovable fixed assets of Asianet Satellite Communications Ltd (ASCL) and Asianet Digital Network Private Limited (ADNPL) (both present and future). Second pari passu charge on all ASCL and ADNPL's current assets (both present and future). Corporate Guarantee of ADNPL. Interest rate is 3 months MCLR per annum. Repayment on a quarterly basis commences from 25 January 2019 to 25 October 2021.	2,782.92	-
RBL Bank Limited	First pari passu charge (except assets financed by CISCO) on all the movable and immovable fixed assets of Asianet Satellite Communications Ltd (ASCL) and Asianet Digital Network Private Limited (ADNPL) (both present and future). Second pari passu charge on all ASCL and ADNPL's current assets (both present and future). Corporate Guarantee of ADNPL. Interest rate is 3 months MCLR + 0.1% per annum. Repayment on a quarterly basis commences from 30 May 2019 to 28 February 2022.	1,800.00	-
HDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on entire current assets of the company. Repayment commences from 7 November 2016 in equal quarterly instalments and ends on 7 August 2019. Interest rate is MCLR + 0.5% (Previous year: MCLR +0.5%)	449.02	1,330.49
HDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Repayment on a quarterly basis commences from 7 November 2017 and ends on 20 August 2020 Fixed deposit of Rs. 2.5 Crores was created against this loan Interest rate is MCLR+0.7% pa	1,601.35	2,553.07
IDFC Bank Limited	First pari passu charge on the movable and immovable fixed assets of the Borrower. Second pari passu hypothecation charge on the current assets of the Borrower. Repayment commences from 31 October 2016 in equal quarterly instalments and ends on 30 March 2019 Interest rate is MCLR + 0.15%	-	2,050.00
IDFC Bank Limited	First pari passu charge on the movable fixed assets of the company(both present and future). First pari passu charge on the immovable assets of the company(present and future). Second pari passu charge on current assets of the Company(present and future) Repayment on a quarterly basis commences from 1 September 2018 and ends on 31 December 2020 Interest rate is 9.85% (Previous Year: 9.85%) per annum.	2,190.00	2,900.00
IDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Corporate Guarantee from Subsidiary (ADNPL).Repayment on a Monthly basis commences from 30th March 2019 and ends on30th March 2022.Interest rate is IDFC Bank 6 M MCLR + 0.25%	3,888.89	-
HDFC Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Corporate Guarantee from Subsidiary (ADNPL). Repayment on a quarterly basis commences from 7 November 2018and ends on 20 August 2021.Fixed deposit of Rs. 3.5 Crores was created against this loan.Interest rate is 1 Yr MCLR + 0.60%	3,405.24	-
Federal Bank Limited	First pari passu charge on the entire fixed assets of the Company. Second pari passu charge on the entire current assets of the Company. Repayment on a Monthly basis commences from 5 Dec 2018 and ends on 5th June 2022.Interest rate is 8.75% per annum.	3,619.05	-
Total - Term loans from banks		20,710.72	12,467.69
<u>Term loans from other financial institution:</u>			
Housing Development Finance Corporation Limited.	The term loan is secured by way of first charge on all the Company's immovable and movable properties, both present and future. Repayment is in 60 equal quarterly instalments of ` 100 lakhs commencing from 1 December, 2013 and ending on 1 November, 2018. Interest rate is 12.80% (Previous Year: 12.80%) per annum.	-	700.00
Cisco Systems Capital (India) Private Limited	Secured by way of first and exclusive charge of all right, title, interest, benefits, claims and demands of the Company in respect of assets financed together with all records, documents and instruments which represent such fixed assets together with all benefits, rights and incidentals attached thereto. Represents 4 separate loans taken on different dates whose repayment in quarterly instalments is over a period of 3 years commencing from 10 August, 2015 and ending on 15 September, 2020. Interest rate varies from 9.88% to 11.40% (Previous Year: 9.88% to 11.63% per) per annum.	1,242.56	779.88
Total - Term loans from other financial institutions		1,242.56	1,479.88
<u>Finance lease obligations</u>			

5 Long term borrowings (continued)

(i) Details of terms of repayment and security provided in respect of the secured long-term borrowings:

Particulars	Nature of security and maturity terms	As at 31 March 2019	As at 31 March 2018
Cisco Systems Capital (India) Private Limited	Secured by way of first and exclusive charge of all right, title, interest, benefits, claims and demands of the Company in respect of assets financed together with all records, documents and instruments which represent such fixed assets together with all benefits, rights and incidentals attached thereto. Represents 4 separate leases taken on different dates whose repayment in quarterly instalments is over a period of 3 years commencing from 1 July, 2016 and ending on 1 May, 2019. Interest rate varies from 9.88% p.a. to 11.63% (Previous Year: 9.88% to 11.63%) per annum.	69.81	1,006.37
Total - Long-term maturities of finance lease obligations		69.81	1,006.37

As at
31 March 2019 As at
31 March 2018

6 Other long-term liabilities

Unearned revenue	298.90	283.59
	298.90	283.59

7 Long-term provisions

Provision for employee benefits		
Compensated absences	313.97	299.81
Gratuity (Refer Note 35)	2,378.10	2,019.63
	2,692.07	2,319.44

8 Short-term borrowings

Loans repayable on demand from banks		
Cash credit	2,703.53	1,049.80
Buyers credit	1,745.30	4,146.41
	4,448.83	5,196.21

Notes:

(i) Details of security for short-term borrowings:

Particulars	Nature of security	As at 31 March 2019	As at 31 March 2018
<i>(a) Cash Credit</i>			
Federal Bank Limited	Secured by way of first charge on all of Company's movable and immovable properties, both present and future, including land and building Interest rate is 12.25% (Previous Year: 12.25%) per annum.	1,442.87	592.79
HDFC Bank Limited	First pari passu charge on the entire fixed assets of ADNPL. Second pari passu charge on the entire current assets of ADNPL. Corporate Guarantee backed by the Holding Company Interest rate is 9.50% per annum.	780.24	-
Yes Bank Limited	Secured by way of first charge on all of the Company's current assets, both present and future, and second charge on all the fixed assets, both present and future. Interest rate is 12.00% (Previous Year: 12.00%) per annum.	480.42	457.01
		2,703.53	1,049.80
<i>(b) Buyers Credit</i>			
Yes Bank Limited	Secured by way of first charge on all of the Company's current assets, both present and future, and second charge on all the fixed assets, both present and future. Interest rate varies from LIBOR+0.40% to LIBOR+0.85% (Previous Year: LIBOR + 0.40% to LIBOR+0.85%) per annum.	690.50	592.32
IndusInd Bank Limited	Secured by way of first charge on all of the Company's fixed assets, both present and future, and second charge on all the current assets, both present and future. Interest rate varies from LIBOR+0.40% to LIBOR+0.85% per annum	-	3,554.09
Standard Chartered Bank Limited	Secured by way of first charge on all of the Company's fixed assets, both present and future, and second charge on all the current assets, both present and future. Interest rate varies from LIBOR+0.40% to LIBOR+0.85% per annum	1,054.80	-
		1,745.30	4,146.41
Total borrowings from banks		4,448.83	5,196.21

	As at 31 March 2019	As at 31 March 2018
9 Trade payables		
Dues to micro enterprises and small enterprises (Refer Note 34)	-	-
Dues to creditors other than micro enterprises and small enterprises	4,247.68	3,239.76
	4,247.68	3,239.76
10 Other current liabilities		
Current maturities of long-term borrowings	9,763.05	8,428.80
Current maturities of finance lease obligations (Refer Note 38)	69.81	959.64
Interest accrued but not due on borrowings	108.50	139.71
Trade / security deposits received	933.66	1,398.69
Unearned revenue	1,808.83	4,781.02
Payable to employees	597.60	330.71
Statutory dues payable	1,527.81	532.41
Due to creditors for capital goods	2,682.24	1,511.85
Advances from customers	2,262.62	2,570.60
Book overdraft	223.27	192.25
Accrued expenses	1,437.12	1,006.28
	21,414.51	21,851.96
11 Short-term provisions		
Provision for employee benefits -		
Compensated absences	119.81	109.83
Gratuity (Refer Note 35)	39.38	68.62
Provision for income taxes (net)	-	522.93
	159.19	701.38

12 Property, plant and equipment

Tangible assets

Particulars	Gross block				Accumulated depreciation				Net block	
	As at 1 April 2018	Additions	Disposals	Reclassifications	As at 31 March 2019	For the year	Eliminated on disposal of assets	Reclassifications	As at 31 March 2019	As at 31 March 2018
Freehold land	1,769.34 <i>1,769.34</i>	-	-	-	1,769.34 <i>1,769.34</i>	-	-	-	-	1,769.34
Buildings	99.71 <i>99.71</i>	-	-	-	99.71 <i>99.71</i>	1.67 <i>1.67</i>	-	-	29.72 <i>28.05</i>	71.66 <i>-</i>
Plant and Equipment										
Owned	75,608.71 <i>74,296.34</i>	11,407.05 <i>10,232.11</i>	- <i>(9,943.38)</i>	4,197.29 <i>1,023.64</i>	91,213.05 <i>75,608.71</i>	7,690.11 <i>6,897.19</i>	- <i>(9,776.09)</i>	(2,830.35) <i>597.14</i>	50,801.36 <i>45,941.60</i>	29,667.11
Taken under finance lease	4,197.29 <i>12,497.16</i>	-	-	(4,197.29) <i>(1,023.64)</i>	- <i>4,197.29</i>	- <i>1,053.60</i>	- <i>(7,276.23)</i>	2,830.35 <i>(597.14)</i>	- <i>(2,830.35)</i>	7,027.64
Given under operating lease	345.79 <i>345.79</i>	-	-	-	345.79 <i>345.79</i>	19.21 <i>19.21</i>	-	-	262.64 <i>243.43</i>	102.36 <i>-</i>
Furniture and Fixtures										
Owned	459.21 <i>445.77</i>	6.30 <i>13.44</i>	-	-	465.51 <i>459.21</i>	20.27 <i>19.83</i>	-	-	398.62 <i>378.35</i>	80.86 <i>-</i>
Vehicles										
Owned	145.57 <i>152.56</i>	-	(2.59) <i>(9.81)</i>	-	142.98 <i>145.57</i>	9.63 <i>13.23</i>	(2.59) <i>(7.73)</i>	-	127.23 <i>120.19</i>	25.38 <i>-</i>
Taken under finance lease	- <i>2.82</i>	-	-	-	- <i>-</i>	- <i>-</i>	- <i>-</i>	- <i>(1.44)</i>	- <i>-</i>	- <i>-</i>
Office equipment										
Owned	297.42 <i>277.32</i>	14.45 <i>20.10</i>	-	-	311.87 <i>297.42</i>	18.41 <i>16.27</i>	-	-	262.09 <i>243.68</i>	53.74 <i>-</i>
Computers and Data Processing Units										
(i) Servers and Networks	210.49 <i>76.65</i>	102.65 <i>133.84</i>	(2.66) <i>-</i>	-	310.48 <i>210.49</i>	44.30 <i>67.55</i>	-	(74.16) <i>-</i>	108.11 <i>137.97</i>	72.52 <i>-</i>
(ii) End user devices, such as, desktops, laptops, etc.	831.02 <i>721.38</i>	45.21 <i>109.64</i>	(0.07) <i>-</i>	-	876.16 <i>831.02</i>	78.72 <i>29.95</i>	-	74.16 <i>-</i>	769.55 <i>616.67</i>	214.35 <i>-</i>
Electrical Installations and equipments										
Owned	159.34 <i>143.37</i>	103.41 <i>15.97</i>	-	-	262.75 <i>159.34</i>	18.93 <i>10.68</i>	-	-	111.53 <i>92.60</i>	66.74 <i>-</i>
Total	84,123.89	11,679.07	(5.32)	-	95,797.64	7,901.25	(2.59)	-	52,870.85	39,151.70
<i>Previous year</i>	<i>90,828.21</i>	<i>10,525.10</i>	<i>(17,229.42)</i>	<i>-</i>	<i>84,123.89</i>	<i>8,129.18</i>	<i>(17,060.05)</i>	<i>-</i>	<i>44,972.19</i>	<i>39,151.70</i>

Note: Figures in italics relates to the previous year

12 Property, plant and equipment (continued)

Intangible assets

Particulars	Gross block			Accumulated amortisation			Net block		
	As at 1 April 2018	Additions	Disposals	As at 31 March 2019	As at 1 April 2018	For the year	Eliminated on disposals	As at 31 March 2019	As at 31 March 2018
Internally generated Programme content	- 297.23	- -	- (297.23)	- -	- 297.23	- -	- (297.23)	- -	- -
Purchased Goodwill	1,131.58 1,131.58	- -	- -	1,131.58 1,131.58	1,131.58 1,131.58	- -	- -	1,131.58 1,131.58	- -
Trademarks	36.55 36.55	- -	- -	36.55 36.55	36.55 36.55	- -	- -	36.55 36.55	- -
Computer software	463.11 427.99	78.13 35.12	- -	541.24 463.11	352.13 302.96	57.06 49.17	- -	409.19 352.13	110.98 -
Copyrights and operating rights	39.66 288.87	11.57 49.52	- (298.73)	51.23 39.66	1.27 240.28	14.91 13.98	- (252.99)	16.18 1.27	38.39 -
Total - Purchased	1,670.90	89.70	-	1,760.60	1,521.53	71.97	-	1,593.50	149.37
Previous year	2,182.22	84.64	(595.96)	1,670.90	2,008.60	63.15	(550.22)	1,521.53	-

Note: Figures in italics relates to the previous year

Depreciation and amortisation:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Depreciation for the year on tangible assets	7,901.25	8,129.18
Amortisation for the year on intangible assets	71.97	63.15
Less: depreciation pertaining to earlier years re-classified as prior period item	-	(573.26)
Net Depreciation and amortisation for the year	7,973.22	7,619.07

For details of property, plant and equipment pledged, refer Note 5 and Note 8.

	As at 31 March 2019	As at 31 March 2018
13 Long-term loans and advances		
<i>(Unsecured, considered good unless specified otherwise)</i>		
Capital advances	2.41	2.64
Security deposits		
Considered good	451.44	449.51
Considered doubtful	-	1.05
	453.85	453.20
Less: Provision for doubtful advances	-	(1.05)
	453.85	452.15
Advance income tax and tax deducted at source (net)	436.31	439.22
Balances with government authorities (including amounts paid under protest)	451.69	410.91
MAT credit entitlements	1,408.37	1,066.93
Prepaid expenses	117.43	70.67
	2,867.65	2,439.88
14 Current investments		
<i>Investment in Mutual funds</i>		
ICICI Prudential Ultra Short Term Fund - Growth (Units: 3,204,494.838, previous year: Nil)	600.00	-
Kotak Savings Fund - Growth (Units: 20,18,801.774, previous year: Nil)	600.00	-
L&T Liquid Fund - Regular Growth (Units: 20,467.217, previous year: Nil)	509.80	-
Reliance Liquid Fund - Growth Plan (Units: 7,739.347, previous year: Nil)	340.28	-
Yes Liquid Fund Direct - Growth (Units: 1,00,000, previous year: Nil)	1,000.00	-
	3,050.08	-
Aggregate book value of investments	3,050.08	-
Market value of mutual funds	3,099.11	-
15 Inventories		
<i>(Lower of cost and net realizable value)</i>		
Stock-in-trade	9.88	25.80
	9.88	25.80

	As at 31 March 2019	As at 31 March 2018
16 Trade receivables		
<i>(Unsecured)</i>		
Debts outstanding for a period exceeding six months from the date they were due for		
Considered good	52.09	1,111.40
Considered doubtful	1,216.43	1,537.27
	<u>1,268.52</u>	<u>2,648.67</u>
Less: Provision for doubtful trade receivables	(1,216.43)	(1,537.27)
	<u>52.09</u>	<u>1,111.40</u>
Other debts		
Considered good	4,528.10	2,476.67
Considered doubtful	205.00	290.78
	<u>4,733.10</u>	<u>2,767.45</u>
Less: Provision for doubtful trade receivables	(205.00)	(290.78)
	<u>4,528.10</u>	<u>2,476.67</u>
	<u>4,580.19</u>	<u>3,588.07</u>
17 Cash and bank balances		
Cash on hand	171.92	100.63
Balances with banks		
(i) In current accounts	397.90	820.55
(ii) In fixed deposits	-	-
(iii) In earmarked accounts	0.99	-
Balances held as margin money or security against borrowings, guarantees and other	1,230.63	1,804.91
	<u>1,801.44</u>	<u>2,726.09</u>
Less: deposits as margin money or security against borrowings	(1,230.63)	(1,804.91)
Less: book overdrafts	(223.27)	(192.25)
Cash and cash equivalents in the cash flow statement	<u>347.54</u>	<u>728.93</u>
18 Short-term loans and advances		
<i>Unsecured, considered good</i>		
Security deposits	167.62	177.42
Loans and advances to employees	104.52	97.22
Prepaid expenses	258.49	468.22
Balance with government authorities	896.33	288.15
Advances to suppliers	247.23	469.45
Others	26.89	19.07
	<u>1,701.08</u>	<u>1,519.53</u>
19 Other current assets		
<i>Unsecured, considered good</i>		
Interest accrued on fixed deposits	28.95	18.71
Unbilled revenue	2,191.93	1,517.20
	<u>2,220.88</u>	<u>1,535.91</u>

	Year ended 31 March 2019	Year ended 31 March 2018
20 Revenue from operations		
Sale of services	41,184.53	42,514.73
Sale of products	79.80	121.90
Other operating revenues	134.27	368.71
	41,398.60	43,005.34
Sale of services comprises :		
Cable television services	26,525.78	27,315.18
Cable internet services	13,550.61	13,818.25
Cable channel services	1,108.14	1,381.30
	41,184.53	42,514.73
Sale of products comprises :		
<i>Traded goods</i>		
Modem and Router sales	18.25	17.22
Household equipments, kitchen utensils, computers, etc.	61.55	104.68
	79.80	121.90
Other operating revenues comprise:		
Set top box rental	8.95	16.31
Modem rental	16.03	20.35
Optical fibre cable duct rental	28.13	28.13
Other internet income	10.20	5.11
Other operating income	33.98	224.17
Sale of scrap	36.98	74.64
	134.27	368.71
21 Other income		
Interest from banks on deposits	76.79	99.46
Interest on income tax refund	41.47	-
Net gain on foreign currency transactions and translation (other than considered as	4.83	94.68
Gain on sale of short-term investments (net)	50.07	-
Gain on sale of property, plant and equipment (net)	0.42	-
Liabilities / provisions no longer required written back	1,174.84	3.12
Insurance claims received	31.94	34.84
Miscellaneous income	-	0.30
	1,380.36	232.40

	Year ended 31 March 2019	Year ended 31 March 2018
22 Purchase of traded goods		
Modems and Routers	42.74	81.93
Household equipment, kitchen utensils, computers, etc.	14.26	62.09
	57.00	144.02
Changes in inventories of stock-in-trade		
Stock-in-trade at the end of the year	9.88	25.80
Stock-in-trade at the beginning of the year	25.80	42.02
Net movement in inventories	15.92	16.22
23 Operating expenses		
<u>Cable television services</u>		
Service charges to associates	3,462.95	3,637.74
Pay channel cost	5,519.22	4,430.55
Operating lease rentals (Refer Note 38)	23.19	31.36
<u>Internet services</u>		
Bandwidth charges	1,708.30	1,225.86
Commission to selling agents	715.17	536.09
Other expenses	80.31	120.90
<u>Channel services</u>		
Programme production expenses	391.26	411.47
Agency commission	37.10	76.36
Other expenses	9.40	10.55
<u>Trading</u>		
Packing and forwarding charges	10.86	12.26
Collection charges	2.14	4.37
Power	1,198.35	1,318.38
Pole rent / inspection charges	1,869.43	1,687.47
Lease/ bandwidth charges	418.84	460.41
Bill printing & despatch expense	83.08	128.48
Customer care expense	1,110.05	794.50
Repairs & maintenance - machinery (network)	1,459.80	1,659.43
Consumption of stores, spares and consumables	563.97	479.81
	18,663.42	17,025.99
24 Employee benefit expenses		
Salaries, wages and bonus	4,826.32	4,574.65
Contributions to provident and other funds (Refer Note 35)	853.91	879.05
Staff welfare expenses	478.66	424.74
	6,158.89	5,878.44
25 Finance costs		
Interest expense on:		
Borrowings	2,020.49	1,723.54
Interest on delayed payment of indirect taxes	36.19	62.82
Interest on delayed payment of direct tax	-	52.95
Other borrowing costs	175.89	45.24
	2,232.57	1,884.55
26 Depreciation and amortisation		
Depreciation on property, plant and equipment	7,901.25	7,555.92
Amortisation on intangible assets	71.97	63.15
	7,973.22	7,619.07

	Year ended 31 March 2019	Year ended 31 March 2018
27 Other expenses		
Contract labour	1,555.88	1,801.58
Power	26.37	22.23
Rent	355.36	319.75
Repairs and maintenance - buildings	9.88	6.77
Repairs and maintenance - others	46.55	72.64
Insurance	30.10	24.63
Rates and taxes	117.22	189.09
Communication	94.51	109.60
Travelling and conveyance	234.71	208.38
Printing and stationery	43.59	43.99
Bank charges and commission	155.19	148.69
Advertising and marketing	549.64	562.72
Legal and professional	514.02	412.76
Payments to auditors (Refer Note (i) below)	28.09	27.55
Office maintenance expenses	120.97	115.36
Loose tools	2.71	17.57
Membership and subscription	-	18.48
Bad debts written-off (net of Rs. 1,175.29 adjusted against opening provision for doubtful receivables)	738.04	16.64
Provision for doubtful trade receivables	715.85	749.22
Corporate social responsibility expenses (Refer note 28)	28.99	1.20
Loss on discarded assets	-	168.04
Net loss on account of foreign exchange fluctuations	311.49	1.87
Miscellaneous expenses	9.46	9.35
	5,688.62	5,048.11

Notes:

(i) Payments to the auditors comprises (net of service tax input credit, where applicable):

(a) To statutory auditors

For audit	25.05	25.05
For certifications	0.04	-
For other services	3.00	2.50
Reimbursement of expenses	-	-
	28.09	27.55

28 Corporate Social Responsibility (CSR) expenditure

Pursuant to Section 135 of the Companies Act, 2013, the Company has formed a Corporate Social Responsibility ('CSR') committee of two directors. The Committee has approved a CSR Policy listing out activities specified in Schedule VII of the Companies Act, 2013.

Gross amount required to be spent during the year	40.00	26.70
<i>Amount spent during the year on :</i>		
Construction / acquisition of an asset	-	-
On CSR purposes other than above (paid in cash)	28.99	1.20
	28.99	1.20

Out of the gross amount required to be spent during the year an amount of Rs. 14.83 is yet to paid in cash (Previous year: Rs. 25.50)

29 Prior period item

Depreciation pertaining to previous years	-	573.26
	-	573.26

Represents depreciation upto 31 March 2017 on cable modems which have been used in earlier years but has been capitalised in the books during FY 2017-18.

30 Contingent liabilities and commitments

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Contingent liabilities and commitments (to the extent not provided for)		
<u>Contingent liabilities</u>		
Claims against the Company not acknowledged as debt		
(i) Disputed service tax demands pending in appeals (Note a)	2,359.96	2,285.77
(iii) VAT demands pending in appeals (Note b)	67.96	8.03
(ii) Customs demand towards non-fulfilment of foreign currency earnings obligation, stayed by the High Court of Kerala. (Note c)	194.01	194.01
<u>Commitments</u>		
Estimated amount of contracts remaining to be executed on capital account and not provided for property, plant and equipment.	-	-

a) The Company has pending demand from service tax authorities from financial year 2001-02 to 2016-17. Management believes that the position taken by it on the matter is tenable and hence, no adjustment has been made to the financial statements. The Company has filed an appeal against the demands received.

b) The Company has pending demand from sales tax authorities of Kerala from financial year 2011-12 to 2016-17. Management believes that the position taken by it on the matter is tenable and hence, no adjustment has been made to the financial statements. The Company has filed an appeal against the demands received.

c) The Company has received demand from the custom authorities on account of non-fulfilment of foreign currency earnings obligations. The cases is currently stayed by the High Court of Kerala and the management believes that the position taken by it on the matter is tenable and hence, no adjustment has been made to the financial statements.

d) On 28th February 2019, the Hon'ble Supreme Court of India has delivered a judgment clarifying the principles that need to be applied in determining the components of salaries and wages on which Provident Fund (PF) contributions need to be made by establishments. However, the Company has been legally advised that the application of the judgment is not retrospective. Based on such legal advice, the management believes that it is impracticable at this stage to reliably measure the provision required, if any, and accordingly, no provision has been made towards the same.

- 31 The Company has an unbilled receivable of Rs.865.84 lakhs as at 31 March 2019 (previous year Rs. 805.72 lakhs) from group of its customers with whom the Company had filed a suit with National Company Law Tribunal on 11 June 2018. In addition, the Company discontinued the advertisement agreement on 23 October 2018 and does not have any continuing business relationship with the aforesaid customers. As per the facts/ circumstances of the case and based on the legal advice obtained, the management believes that there exists favorable chances of recovering the outstanding balance and therefore, no amount has been provided in the financial statements.

- 32 The Company has filed an application to change its constitutional status to a Private Limited Company and the same is pending for approval with Ministry of Corporate affairs.

33 Details on unhedged foreign currency exposures

The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

Particulars	Year ended 31 March 2019		Year ended 31 March 2018	
	Payable in Rs.	Payable in USD	Payable in Rs.	Payable in USD
Trade payables	3,590.47	\$51.82	7,272.94	\$ 111.82

34 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act)

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the	-	-
(iv) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

35 Employee benefit plans

Defined contribution plan

The Company makes contribution to employees superannuation fund and provident fund for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company has recognised Rs. 299.94 lakhs (previous year: Rs. 281.08 lakhs) towards provident fund in the statement of profit and loss. The contributions payable to the plan is at the rates specified in the rules of the scheme.

35 Employee benefit plans (continued)

Defined benefit plan - Gratuity

The following table sets out the funded status of the gratuity scheme and the amount recognised in the standalone financial statements:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Components of employer expense		
Current service cost	188.55	176.34
Past service cost	-	2.94
Interest cost	183.22	161.64
Expected return on plan assets	(20.57)	(21.79)
Actuarial losses/(gains)	8.03	73.60
Total expense recognised in the statement of profit and loss	359.23	392.73
Net asset / (liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	2,692.79	2,379.58
Fair value of plan assets	275.31	291.33
Funded status [Surplus / (Deficit)]	(2,417.48)	(2,088.25)
Unrecognised past service costs	-	-
Net asset / (liability) recognised in the Balance Sheet	(2,417.48)	(2,088.25)
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	2,379.58	2,020.44
Transfer out to a subsidiary company	-	0.02
Current service cost	188.55	176.34
Past service cost	-	2.94
Interest cost	183.22	161.64
Actuarial (gains) / losses	(1.12)	64.49
Benefits paid	(57.44)	(46.29)
Present value of DBO at the end of the year	2,692.79	2,379.58
Change in fair value of assets during the year		
Plan assets at beginning of the year	291.33	274.94
Expected return on plan assets	20.57	21.79
Actual company contributions	30.00	50.00
Actuarial gain / (loss)	(9.15)	(9.11)
Benefits paid	(57.44)	(46.29)
Plan assets at the end of the year	275.31	291.33
Actual return on plan assets	11.42	12.68
Composition of the plan assets is as follows:		
Assets under Insurance Schemes	275.31	291.33
Government securities	-	-
Debentures and Bonds	-	-
Fixed deposits	-	-
Others	-	-
Total	275.31	291.33
Actuarial assumptions		
Discount rate	7.50% - 7.60%	7.70%
Expected return on plan assets	7.70% - 8.00%	8.00%
Salary escalation	8.00%	8.00%
Mortality tables	Indian Assured Lives Mortality[2012-14] Ultimate	Indian Assured Lives Mortality[2006-08] Ultimate
Attrition	2.00%	2.00%
Performance percentage considered	Not Available*	Not Available*
Estimate of amount of contribution in the immediate next year	Not Available*	Not Available*

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.

The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

35 Employee benefit plans (continued)

Experience adjustments

Gratuity	2019	2018	2017	2016	2015
Present value of DBO	2,692.79	2,379.58	2,020.46	1,448.87	589.03
Fair value of plan assets	275.31	291.33	274.94	251.46	233.20
Funded status [Surplus / (Deficit)]	(2,417.48)	(2,088.25)	(1,745.52)	(1,197.41)	(355.83)
Changes in defined benefit obligation:					
Actuarial (gain) / loss	(1.12)	64.49	311.98	707.38	Not Available
Fair value of plan assets					
Actuarial gain / (loss)	9.15	9.11	(1.08)	(2.27)	Not Available

Actuarial assumptions for long-term compensated absences

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Actuarial assumptions		
Discount rate	7.50% - 7.60%	7.70%
Salary escalation	8.00%	8.00%
Attrition	2.00%	2.00%

The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.

The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

36 Related party transactions

(A) Name of related parties and description of relationship:

Description of relationship	Names of related parties
Entities in which KMP has significant influence	M/s. Hathway Cable & Datacom Limited
Directors and Key Management Personnel (KMP)	Mr. Vijay Aggarwal, Director Mr. Viren Raheja, Director Mr. Vinayak Aggarwal, Director Ms. Aneesha Akshay Raheja, Director Mr. Rakesh Thakor Desai, Director Mr. P.S Suresh, Chief Financial Officer (w.e.f 15 April 2019) Mr. V S Moni, Chief Financial Officer (till 12 April 2019) Mr. Sankar T, Manager Mr. Sasikanthan M. V, Company Secretary (till 30 March 2019) Mr. Joby Mathew, Company Secretary (w.e.f 30 March 2019)

Note: Related parties have been identified by the Management.

(B) Details of related party transactions during the year ended 31 March 2019.

Name of the Related Party	Nature of transaction	Volume of transactions for the year ended		Outstanding balance as at	
		31 March 2019	31 March 2018	31 March 2019	31 March 2018
Mr. Rajan Raheja	Guarantees and collateral securities issued / (cancelled) (net)	(12,450.87)	(8,702.88)	-	12,450.87
Mr. Akshay Raheja	Guarantees and collateral securities issued / (cancelled) (net)	(3,057.77)	(2,717.02)	-	3,057.77
Mr. Viren Raheja	Guarantees and collateral securities issued / (cancelled) (net)	(11,213.94)	(10,030.20)	-	11,213.94
M/s. Hathway Cable & Datacom Limited	Lease payments	23.19	31.36	44.85	17.94
Key Management Personnel (KMP)	Remuneration	116.35	132.35	-	-

37 Segment information

The Company has identified business segments as its primary segment and geographic segments as its secondary segment. Business segments are primarily (a) Cable Television services, called as Asianet Cable Services ('ACS'), (b) Cable Internet services, called as Asianet Dataline ('ADL'), and 'Others' including Cable Channel services. Revenues and expenses directly attributable to segments are reported under each reportable segment. All other revenues and expenses, which are not attributable or allocable to segments, have been disclosed as unallocable incomes and expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable. Fixed assets that are used interchangeably amongst segments are not allocated to primary and secondary segments. The Company's operations are situated only in India and hence, separate geographical segment information is not disclosed.

Particulars	Business segments			Total
	ACS	ADL	Others	
Revenue	26,534.73 <i>27,630.30</i>	13,653.61 <i>13,871.84</i>	1,210.26 <i>1,503.20</i>	41,398.60 <i>43,005.34</i>
Segment result	15,309.01 <i>19,215.53</i>	11,149.83 <i>11,842.87</i>	759.50 <i>882.92</i>	27,218.34 <i>31,941.32</i>
Unallocable expenses (net)				(24,376.81) <i>(24,667.63)</i>
Net operating income				2,841.53 <i>7,273.49</i>
Finance cost				(2,232.57) <i>(1,884.55)</i>
Interest income				118.26 <i>99.46</i>
Other income				1,262.10 <i>132.94</i>
Profit before taxes and prior period item				1,989.32 <i>5,621.34</i>
Prior period expense				- <i>(573.26)</i>
Tax expense				(323.80) <i>(263.65)</i>
Profit after tax				1,665.52 <i>4,784.43</i>
Segment assets	21,855.00 <i>21,718.84</i>	16,452.50 <i>16,489.12</i>	715.61 <i>135.30</i>	39,023.11 <i>38,343.26</i>
Unallocable assets				24,942.07 <i>17,339.03</i>
Total assets				63,965.18 <i>55,682.29</i>
Segment liabilities	6,003.84 <i>9,318.52</i>	35,008.22 <i>28,436.24</i>	93.60 <i>121.42</i>	41,105.66 <i>37,876.18</i>
Unallocable liabilities				4,911.43 <i>1,523.54</i>
Total liabilities				46,017.09 <i>39,399.72</i>
<u>Other information</u>				
Capital expenditure (allocable)	2,845.53 <i>3,609.54</i>	8,268.35 <i>3,952.73</i>	28.27 <i>4.35</i>	11,142.15 <i>2,649.92</i>
Capital expenditure (unallocable)				718.07 <i>2,098.30</i>
Depreciation and amortisation (allocable)	3,425.03 <i>3,395.74</i>	4,389.80 <i>1,165.34</i>	31.01 <i>20.93</i>	7,845.84 <i>3,607.01</i>
Depreciation and amortisation (unallocable)				127.38 <i>3,253.16</i>
Provision for doubtful trade and other receivables (allocable)	572.99 <i>1,352.35</i>	680.17 <i>352.72</i>	156.32 <i>111.23</i>	1,409.48 <i>1,816.30</i>
Provision for doubtful trade and other receivables (unallocable)				11.95 <i>11.75</i>

Note: Figures in italics relates to the previous year

38 Leases

As Lessor

The Company has entered into operating lease arrangements for OFC duct facilities. The lease is non-cancellable for a period of 15 years starting from 1 April 2010 and may be renewed based on mutual agreement of the parties. Future minimum lease payments due under non-cancellable operating leases are as follows:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Future minimum lease payments		
Not later than one year	28.13	28.13
Later than one year and not later than five years	112.54	112.54
Later than five years	28.13	56.26
	168.80	196.93

As Lessee

The Company has entered into finance lease arrangements for certain equipments, which provide the Company an option to purchase the assets at the end of the lease period. Future minimum lease payments of the finance lease and the present value of minimum lease payments are as follows:

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Future minimum lease payments		
Not later than one year	71.80	1,022.94
Later than one year and not later than five years	-	48.72
Later than five years	-	-
	71.80	1,071.66
Less: Unmatured finance charges	1.99	65.29
	69.81	1,006.37
Present value of minimum lease payments payable		
Not later than one year	69.81	959.64
Later than one year and not later than five years	-	46.73
	69.81	1,006.37

The Company has entered into operating lease arrangements with Hathway Cable & Datacom Limited for set top boxes for a period of 4 years from 22 December 2014 till 21 December 2018. Total rental expenses under such leases amounted to Rs. 23.19 Lakhs (Previous year : Rs.31.36 lakhs). Future minimum lease payments of the operating leases: NIL

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Future minimum lease payments		
Not later than one year	-	23.19
Later than one year and not later than five years	-	-
Later than five years	-	-
	-	23.19

39 Earnings per share

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
Net profit for the year attributable to the equity shareholders	1,665.52	4,784.43
Weighted average number of equity shares (in lakhs)	1,006.89	1,006.89
Par value per share	10.00	10.00
Basic and diluted earnings per share	1.65	4.75

40 Deferred tax (liability) / asset

Particulars	Year ended 31 March 2019	Year ended 31 March 2018
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	(1,937.31)	(1,071.58)
Tax effect of items constituting deferred tax liability	(1,937.31)	(1,071.58)
<u>Tax effect of items constituting deferred tax assets</u>		
Provision for employee benefits	921.57	581.91
Provision for doubtful trade receivables / advances	446.56	200.50
Unabsorbed depreciation carried forward (Refer Note below)	3.50	47.29
Tax effect of items constituting deferred tax assets	1,371.63	829.70
Net deferred tax (liability) / asset	(565.68)	(241.88)

In accordance with AS 22 - "Accounting for taxes on income" prescribed by the Companies (Accounting Standards) Rules, 2006, deferred tax assets on unabsorbed depreciation and carry forward losses have been recognized on the basis of prudence, only to the extent of above mentioned net deferred tax liability.

41 Disclosure on Specified Bank Notes

The disclosures regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in these standalone financial statements since they do not pertain to the financial year ended 31 March 2019.

42 Slump sale

The Company had entered into a Business Transfer Agreement (dated 25th March, 2017) with its wholly owned subsidiary Asianet Digital Network Private Limited to transfer the digital cable TV business via Slump Sale and the transfer has taken place on the closure of business hours on 28 February 2018. Accordingly, the assets and liabilities directly identified against the Digital cable TV business were transferred to the subsidiary company on 1 March 2018.

43 'Previous year's figures have been regrouped / reclassified wherever necessary to conform to the current year's classification / disclosure.

As per our report of even date attached

for **B S R & Associates LLP**

Chartered Accountants

Firms's registration number: 116231W/W-100024

for and on behalf of the Board of Directors of

Asianet Satellite Communications Limited

CIN :U92132KL1992PLC006725

Baby Paul

Partner

Membership No: 218255

Viren Raheja

Director

DIN: 00037592

Vinayak Aggarwal

Director

DIN: 00007280

P S Suresh

Chief Financial Officer

Joby Mathew

Company Secretary

Kochi

28 September 2019

Mumbai

28 September 2019