



SITI CABLE NETWORK LIMITED

Regd. Office: Madhu Industrial Estate, 4th Floor, P. B Marg, Worli, Mumbai 400013



AUDITED FINANCIAL RESULTS (CONSOLIDATED)						AUDITED FINANCIAL RESULTS (STANDALONE)					
(₹ In Lacs)						(₹ In Lacs)					
Statement of consolidated audited results for the year ended March 31, 2016						Statement of standalone audited results for the year ended March 31, 2016					
Particulars	Quarter ended March 31, 2016	Quarter ended December 31, 2015	Quarter ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015	Particulars	Quarter ended March 31, 2016	Quarter ended December 31, 2015	Quarter ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1 Income from operations						1 Income from operations					
a. Net sales/income from operations	34,015.3	35,613.7	25,048.7	1,15,386.2	88,915.4	a. Net sales/income from operations	21,532.4	27,479.3	19,015.3	78,043.9	58,144.9
b. Other operating income	1,651.4	1,380.7	551.8	3,505.6	1,677.5	b. Other operating income	5,667.7	2,823.6	1,432.8	9,673.9	1,770.6
Total income from operations	35,666.7	36,994.4	25,600.5	1,18,891.8	90,592.9	Total income from operations	27,200.1	30,302.9	20,448.1	87,717.8	59,915.5
2. Expenses						2. Expenses					
a. Cost of materials consumed	-	-	-	-	-	a. Cost of materials consumed	-	-	-	-	-
b. Purchases of stock-in-trade	2,303.1	1,489.2	142.5	3,816.9	170.7	b. Purchase of stock-in-trade	3,637.5	8,586.3	2,024.7	13,793.8	2,974.1
c. Changes in inventories of stock-in-trade	-	-	-	-	-	c. Changes in inventories of stock-in-trade	-	-	-	-	-
d. Carriage sharing, pay channel and related costs	16,027.3	14,865.5	15,698.1	56,863.6	51,082.2	d. Carriage sharing, pay channel and related costs	9,840.9	9,607.9	10,017.5	36,639.6	33,270.3
e. Employee benefits expense	1,976.2	1,292.0	1,567.0	6,308.2	5,179.0	e. Employee benefits expense	1,486.2	955.2	1,010.6	4,683.5	3,650.6
f. Depreciation and amortization expense	5,152.6	3,911.9	3,389.0	16,320.6	13,278.6	f. Depreciation and amortisation expense	2,856.5	2,263.4	1,794.4	9,278.1	7,433.8
g. Other expenses	5,835.4	6,839.0	7,252.7	22,013.4	20,424.7	g. Other expenses	3,656.3	3,838.0	3,847.9	13,741.2	13,799.8
Total expenses	31,294.6	28,397.6	28,049.3	1,05,322.7	90,135.2	Total expenses	21,477.4	25,250.8	18,695.1	78,136.2	61,128.6
3. Profit/(loss) from operations before other income, finance costs, prior period items and exceptional items (1-2)	4,372.1	8,596.8	(2,448.8)	13,569.1	457.7	3. Profit/(loss) from operations before other income, finance costs, prior period items (1-2)	5,722.7	5,052.1	1,753.0	9,581.6	(1,213.1)
4. Other income	811.5	483.1	2,271.0	2,401.5	3,106.9	4. Other income	355.6	193.9	671.7	1,864.9	1,416.1
5. Profit/(loss) before finance costs, prior period items and exceptional items(3+4)	5,183.6	9,079.9	(177.8)	15,970.6	3,564.6	5. Profit before finance costs, prior period items (3+4)	6,078.3	5,246.0	2,424.7	11,446.5	203.0
6. Finance cost	3,509.2	3,456.0	3,105.3	13,782.0	12,088.3	6. Finance costs	3,442.3	3,402.0	3,080.0	13,549.6	11,978.7
7. Profit/(loss) after finance cost but before exceptional items (5-6)	1,674.4	5,623.9	(3,283.1)	2,188.6	(8,523.7)	7. Profit/(loss) before prior period items and tax (5-6)	2,636.0	1,844.0	(655.3)	(2,103.1)	(11,775.7)
8. Exceptional Items	(15.8)	-	(2.1)	(15.8)	(1.9)	8. Prior period items (net)	-	-	305.9	217.6	-
9. Profit/(loss) before tax (7-8)	1,690.2	5,623.9	(3,281.0)	2,204.4	(8,521.8)	9. Profit/(loss) before tax (7-8)	2,636.0	1,844.0	(961.2)	(2,320.7)	(11,775.7)
10. Tax expense	888.7	21.8	1,250.0	1,309.4	1,666.6	10. Tax expense	-	-	-	-	-
11. Profit/(loss) after tax (9-10)	801.5	5,602.1	(4,531.0)	895.0	(10,188.4)	11. Profit/(loss) after tax (9-10)	2,636.0	1,844.0	(961.2)	(2,320.7)	(11,775.7)
12. Prior period items (net)	(6.5)	-	-	211.1	-	12. Paid-up equity share capital (Face value ₹1/- per share)	7,941.5	6,776.3	6,776.3	7,941.5	6,776.3
13. Profit/(loss) after tax and prior period items (11-12)	808.0	5,602.1	(4,531.0)	683.9	(10,188.4)	13. Reserves excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	48,404.2	10,870.5
14. Minority Interest	(1,598.1)	1,697.5	(1,118.4)	854.9	721.4	14. Earnings per share (of ₹ 1/-) (not annualized)					
15. Profit/(loss) after tax and minority interest (13-14)	2,406.1	3,904.6	(3,412.6)	(171.0)	(10,909.8)	a) Basic	0.4	0.3	(0.2)	(0.3)	(1.9)
16. Paid-up equity share capital (Face value ₹1/- per share)	7,941.5	6,776.3	6,776.3	7,941.5	6,776.3	b) Diluted	0.4	0.3	(0.2)	(0.3)	(1.9)
17. Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	51,195.3	11,511.6						
18. Earnings per share (of ₹ 1/-) (not annualized)											
a) Basic	0.3	0.6	(0.5)	(0.0)	(1.8)						
b) Diluted	0.3	0.6	(0.5)	(0.0)	(1.8)						

Notes:-

- 1 SITI Cable Network Limited (the "Company") predominantly operates in single business segment of cable distribution in India. Hence there are no separate reportable business or geographical segments as per Accounting Standard on Segment Reporting (AS-17).
- 2 The above audited financial results for the year ended March 31, 2016 have been reviewed by the Audit Committee and were approved by the Board of Directors in their meeting held on May 25, 2016.
- 3 This statement of audited financial results has been prepared by applying accounting policies as adopted in the last audited annual financial statements for the year ended March 31, 2015.
- 4 In view of the mandatory digital addressable system (DAS) regulation announced by the Government of India, digitisation of cable networks has been implemented in Phase 1, Phase 2 and Phase 3 cities effective November 1, 2012, April 1, 2013 and January 1, 2016 respectively. Owing to the initial delays in implementation of DAS in Phase 1, Phase 2 and Phase 3 cities and challenges faced by all the Multi-System Operators (MSOs) during transition from analogue business to DAS, the Company is in the process of implementation of revenue sharing contracts entered into with the local cable operators (LCOs). Accordingly, the Company has invoiced LCOs/subscribers and recognised subscription revenue under the new DAS regime amounting to ₹ 5,157 lacs (standalone ₹ 4,398 lacs) and ₹ 12,461 lacs (standalone ₹ 10,646 lacs) for the quarter and year ended March 31, 2016 respectively, ₹ 2,240 lacs (standalone ₹ 1,835 lacs) and ₹ 6,662 lacs (standalone ₹ 5,290 lacs) for the quarter and year ended March 31, 2015 respectively and ₹ 2,294 lacs (standalone ₹ 2,194 lacs) for the quarter ended December 31, 2015, based on certain estimates (net basis) derived from market trends and ongoing discussion with the LCOs. Management is of the view that the execution /implementation of such contracts will not have a significant impact on the subscription revenue.
- 5 The Audit Committee and Board of Directors noted the utilisation of the proceeds of Rights Issue for year ended March 31, 2016 is in line with utilisation schedule approved by the Board of Directors. Out of the total proceeds of ₹ 44,882 lacs, the unutilised amount from the proceeds of Rights Issue as on March 31, 2016 is ₹ Nil lacs.
- 6 The Audit Committee and Board of Directors noted the utilisation of the proceeds of Preferential allotment of Warrants and Optionally Fully Convertible Debentures for year ended March 31, 2016 is in line with utilisation schedule approved by the Board of Directors. Out of the total proceeds of ₹ 53,000 lacs, the unutilised amount from the proceeds of Rights Issue as on March 31, 2016 is ₹ 10,905 lacs.
- 7 The Company continued to incur losses on standalone basis, during year ended March 31, 2016 but in view of the present positive net worth, expected substantial subscription revenue growth and continued financial support from certain stakeholders of the Company, the financial results continue to be prepared on a going concern basis.
- 8 Figures for the quarter ended March 31, 2016 and March 31, 2015 are the balancing figures between audited figures in respect of financial year and the published year to date figures upto the third quarter of the financial year. Also, the figures of standalone financial results upto the end of the third quarter were only reviewed and not subject to audit and the figures of the consolidated financial results upto the end of third quarter have neither been reviewed nor been subjected to audit.
- 9 Prior period items, for the year ended March 31, 2016, relates to license fee of ₹ 217.6 lacs pertaining to financial year 2014-2015, recorded in financial year 2015-2016 and for the quarter ended March 31, 2015, prior period item relates to activation income which had been reversed in that quarter amounting to ₹ 305.9 lacs which was booked in previous period. Additionally in consolidated financial results, for the year and quarter ended March 31, 2016, it relates to carriage income of ₹ 6.5 lacs.
- 10 Exceptional item in consolidated financial results, for the year and quarter ended March 31, 2016, relates to carriage income of ₹ 27.8 lacs and pay channel expenses of ₹ 12 lacs for the year ended March 31, 2016 and for the quarter ended and year ended March 31, 2015, related to carriage income of ₹ 2.1 lacs and ₹ 1.9 lacs respectively.
- 11 As approved by the Shareholders, on the basis of recommendation of Nomination and Remuneration Committee, the remuneration paid to CEO and Executive Director of the Company exceeds the prescribed limits under the Companies Act, 2013 by ₹ 41 lacs, for which necessary representation for reconsidering the application has been submitted before Central Government and approval is awaited for the same.
- 12 During the financial year, the Company has acquired 51% equity share capital in Saistar Digitalmedia Private Limited, Siti Prime Uttaranchal Communication Private Limited, Panchsheel Digital Communication Network Private Limited, Bargachh Digital Communication Network Private Limited and Axom Communications & Cable Private Limited (50%) and 100% equity shares capital in Variety Entertainment Private Limited and Indinet Service Private Limited. The Company has subscribed to Optionally Convertible Debenture (OCD) in SITI Siri Digital Network Private Limited, Saistar Digitalmedia Private Limited, Variety Entertainment Private Limited and Siti Broadband Services Private Limited. Total amount invested into OCD amounts to ₹ 13,466 lacs and amount invested in equity shares ₹ 702.4 lacs.
- 13 Previous period's/year's amounts have been regrouped and rearranged, wherever necessary.

Statement of Assets and Liabilities				
Statement of Assets and Liabilities	Consolidated	Consolidated	Standalone	Standalone
	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
Particulars				
A. Equity and liabilities				
1. Shareholders' funds				
(a) Share capital	7,947.8	6,782.7	7,947.8	6,782.7
(b) Reserves and surplus	51,195.3	11,511.6	48,404.2	10,870.5
(c) Money received against share warrants	5,000.0	-	5,000.0	-
Sub-total - Shareholders' funds	64,143.1	18,294.3	61,352.0	17,653.2
2. Minority Interest	8,053.6	6776.0	-	-
3. Non-current liabilities				
(a) Long-term borrowings	78,721.4	93,753.6	70,333.7	90,224.6
(b) Deferred tax Liabilities (net)	1,637.4	1,008.5	-	-
(c) Other long-term liabilities	22,619.8	7,916.5	20,277.2	7,613.0
(d) Long-term provisions	535.8	453.2	388.9	324.7
Sub-total - Non-current liabilities	1,03,514.4	1,03,131.8	90,999.8	98,162.3
4. Current liabilities				
(a) Short-term borrowings	7,550.7	4,652.5	7,220.0	3,441.0
(b) Trade payables	33,224.7	26,141.7	21,646.0	21,979.8
(c) Other current liabilities	83,838.5	64,306.3	67,404.8	54,726.4
(d) Short-term provisions	711.8	336.3	14.6	11.7
Sub-total - Current liabilities	1,25,325.7	95,436.8	96,285.4	80,158.9
Total - Equity and liabilities	3,01,036.8	2,23,638.9	2,48,637.2	1,95,974.4
B. Assets				
1. Non-current assets				
(a) Fixed assets	1,84,577.9	1,08,501.9	1,05,511.3	59,281.5
(b) Goodwill on consolidation	3,033.1	918.0	-	-
(c) Non-current investments	84.2	84.2	38,600.1	24,807.7
(d) Deferred tax assets (net)	64.8	2.5	-	-
(e) Long-term loans and advances	3,656.1	4,048.8	1,709.0	10,771.1
(f) Other non-current assets	7,834.5	6,301.0	7,615.6	6,274.9
Sub-total - non-current assets	1,99,250.6	1,19,856.4	1,53,436.0	1,01,135.2
2. Current assets				
(a) Current investments	80.4	80.4	80.4	80.4
(b) Inventories	1,914.5	1,400.3	1,430.9	1,032.9
(c) Trade receivables	36,433.3	32,834.9	40,857.6	35,118.5
(d) Cash and bank balances	37,275.0	43,370.6	28,230.0	39,400.1
(e) Short-term loans and advances	24,761.6	24,901.2	23,150.4	18,364.0
(f) Other current assets	1,321.4	1,195.1	1,451.9	843.3
Sub-total - Current assets	1,01,786.2	1,03,782.5	95,201.2	94,839.2
Total - Assets	3,01,036.8	2,23,638.9	2,48,637.2	1,95,974.4

For SITI Cable Network Limited

Place : New Delhi
Date : May 25, 2016V D Wadhwa
Executive Director and CEO