



Ortel Communications Ltd.

www.ortelcom.com

Bringing Convergence to India

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email - nodal@ortelgroup.com
CIN L74899DL1995PLC069353

August 13, 2021

To,
The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block-G
Bandra Kurla Complex
Bandra (E), Mumbai-400 051
Scrip code-ORTEL

The Deputy General Manager
(Corporate Services)
BSE Limited
Floor-25, Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai- 400 001
Scrip code-539015

Dear Sir/Madam;

Sub: Unaudited Financial Results (Standalone and Consolidated) for the Quarter ended June 30, 2021

This is in continuation to our intimation dated August 7, 2021, u/r 29 of LODR regarding declaration of results on 13th August, 2021.

In terms of Regulation 30, 33 and other applicable regulations of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (the Regulations), we are submitting herewith Unaudited Financial Results (Standalone and Consolidated) for the quarter ended June 30, 2021 and Limited Review Report of Statutory Auditors M/s K. Prasad & Co., Chartered Accountants, Kolkata. Kindly take the results on record.

The Stock Exchange is aware that Ortel Communications Limited is under Corporate Insolvency Resolution Process and the NCLT has also declared a moratorium for the Corporate Debtor (Ortel) as per Section 14 of IBC, 2016 on the Insolvency Commencement date till the CIRP process is over. As the Company is under CIRP, the powers of the Board of Directors continue to remain suspended and are vested with the Resolution Professional (RP) and Company's affairs, business and assets are being managed by the RP. The RP approved the results at 2:30 PM.

In terms of the applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the results are also being published in the newspapers and placed on Company's website at www.ortelcom.com.

**Thanking You,
For Ortel Communications Limited (under CIRP)**

**Bidu Bhusan Dash
Company Secretary**

Enclo.: As Above

Issued with the approval of Mr. Srigopal Choudhary ("RP"), Registration No. IBBI/IPA-001/IP-P01238/2018-2019/11893.

(Ortel Communications Limited is under Corporate Insolvency Resolution Process of the Insolvency and Bankruptcy Code 2016. Its affairs, business and assets are being managed by the Resolution Professional, Mr. Srigopal Choudhary, appointed by the National Company Law Tribunal by order dated 01st February, 2019 under the provisions of the Code)

ORTEL COMMUNICATIONS LIMITED (UNDER CIRP)

CIN: L74899DL1995PLC069353

Registered Office: B7/122A, Safdarjung Enclave, New Delhi - 110029

Corporate Office: C-1, Chandrasekharpur, Near BDA Colony, Bhubaneswar, Odisha - 751016

PART-I: STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021

(Rs. in Crores)

Particulars	Standalone			
	Quarter ended			Year ended
	30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
1. Income				
(a) Revenue from Operations	10.47	14.68	18.18	67.97
(b) Other Income	0.13	0.51	1.47	2.73
Total Income	10.60	15.18	19.65	70.70
2. Expenses				
(a) Programming Cost	4.32	5.14	5.66	22.02
(b) Bandwidth Cost	1.69	2.25	2.31	9.14
(c) Employee Benefits Expense	2.38	2.34	2.78	10.51
(d) Finance Costs	0.00	0.00	0.00	0.00
(e) Depreciation and Amortisation Expense	6.19	6.30	6.43	25.62
(f) Property, Plant and Equipment written off	0.24	0.27	0.34	1.01
(g) Other Expenses	5.08	7.17	4.59	24.35
Total Expenses	19.91	23.48	22.11	92.66
3. Profit/(Loss) before exceptional items and tax (1-2)	(9.31)	(8.30)	(2.46)	(21.96)
4. Exceptional Items - (Income)/Expense (net)	0.00	0.00	0.00	0.00
5. Profit/(Loss) before tax (3-4)	(9.31)	(8.30)	(2.46)	(21.96)
6. Tax Expense				
- Current Tax	0.00	0.00	0.00	0.00
- Deferred Tax	0.00	0.00	0.00	0.00
7. Profit/(Loss) after tax (5-6)	(9.31)	(8.30)	(2.46)	(21.96)
8. Other Comprehensive Income / (Expense)				
- Items that will not be reclassified to profit or loss	0.00	0.02	0.00	0.03
9. Total Comprehensive Income / (Expense) after tax (7+8)	(9.31)	(8.28)	(2.46)	(21.92)
10. Profit/(Loss) attributable to:				
(a) Owners of the Company	(9.31)	(8.30)	(2.46)	(21.96)
(b) Non-controlling Interest	0.00	0.00	0.00	0.00
11. Other Comprehensive Income / (Expense) attributable to:				
(a) Owners of the Company	0.00	0.02	0.00	0.03
(b) Non-controlling Interest	0.00	0.00	0.00	0.00
12. Total Comprehensive Income / (Expense) after tax (10+11) attributable to:				
(a) Owners of the Company	(9.31)	(8.28)	(2.46)	(21.92)
(b) Non-controlling Interest	0.00	0.00	0.00	0.00
13. Paid-up Equity Share Capital (Face Value Rs. 10/- each)	32.98	32.98	32.98	32.98
14. Other Equity excluding Revaluation Reserves	(119.46)	(110.15)	(90.69)	(110.15)
15. Earnings per share - Basic & Diluted (in Rs.) (* Not annualised)	*(2.82)	*(2.65)	*(0.75)	*(6.66)

PART-II: SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

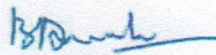
(Rs. in Crores)

Particulars	Standalone			
	Quarter ended			Year Ended
	30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
1. Segment Revenue				
a) Cable TV	8.84	12.25	13.86	51.66
b) Broadband	0.93	1.05	1.06	5.83
c) Infrastructure Leasing	0.37	0.32	1.61	4.45
d) Others	0.34	1.07	1.68	6.06
Net Income from Operations	10.47	14.69	18.21	68.01
2. Segment Results				
a) Cable TV	0.64	(0.17)	3.55	8.90
b) Broadband	(0.08)	(0.28)	(0.01)	0.93
c) Infrastructure Leasing	0.12	(1.49)	1.35	1.86
d) Others	0.18	0.19	0.87	2.80
Total	0.86	(1.75)	5.76	14.49
Less: i) Finance Costs	0.00	0.00	0.00	0.00
ii) Other Un-allocable Expenditure net of Un-allocable Income	10.17	6.55	8.22	36.45
Total Profit/(Loss) Before Tax	(9.31)	(8.30)	(2.46)	(21.96)
3. Segment Assets				
a) Cable TV	251.54	255.29	274.30	255.29
b) Broadband	22.81	22.83	19.20	22.83
c) Infrastructure Leasing	16.43	16.57	18.09	16.57
d) Others	4.06	4.25	2.64	4.25
e) Unallocated	66.05	67.37	84.04	67.37
Total Segment Assets	360.90	366.32	398.26	366.32
4. Segment Liabilities				
a) Cable TV	55.97	60.22	77.25	60.22
b) Broadband	17.28	16.99	6.94	16.99
c) Infrastructure Leasing	0.51	0.61	1.10	0.61
d) Others	0.16	0.16	0.13	0.16
e) Unallocated	373.45	365.51	370.56	365.51
Total Segment Liabilities	447.38	443.49	455.98	443.49

NOTES:

- 1 The Stock Exchange(s) is aware that Hon'ble National Company Law Tribunal, New Delhi Bench ('NCLT'), in the matter of C.P.No.IB-761/(ND)/2018 passed an Order dated 27th November, 2018 for commencement of the Corporate Insolvency Resolution Process ('CIRP') under Section 9 of the Insolvency and Bankruptcy Code, 2016 ('IBC') in the matter of Ortel Communications Limited ('the Company') based on the application filed by Sony Pictures Networks India Pvt. Ltd., an Operational Creditor of the Company. Mr. Anil Bhatia (Reg. No.IBBI/IPA-001/IP-P00587/2017-18/11027) was appointed as Interim Resolution Professional ('IRP') to carry on the functions of an IRP, as defined under the provisions of the IBC, until replaced by the Resolution Professional ('RP'). The Committee of Creditors ('CoC') in its meeting held on 07th January, 2019 had passed a resolution proposing to replace the IRP and appoint Mr. Srigopal Choudhary (Reg. No.IBBI/IPA-001/IP-P01238/2018-2019/11893) as the Resolution Professional which was confirmed by NCLT vide its order dated 1st February, 2019.
- 2 Pursuant to the order, the management of affairs of the Company and powers of Board of Directors of the Company are now vested with the Resolution Professional ("RP") who is appointed by the Committee of Creditors ("CoC").
- 3 As per the Corporate Insolvency Resolution Process (CIRP), Resolution Plans ("Resolution Plan") was received by the Resolution Professional and the Resolution Plan was placed before the COC for approval and the approved Resolution Plan was filed with the Hon'ble NCLT, New Delhi on 26th August, 2019 for approval under Section 31 of the Code. The application filed by the Resolution Professional for approval of Resolution Plan is currently pending adjudication before the Adjudicating Authority. In terms of Section 25 of the Code, the Company is continuing to operate as a going concern, where at any time during the Corporate Insolvency Resolution Process period, if the Adjudicating Authority approves the Resolution Plan under sub-section (1) of section 31 or passes an order for liquidation of Corporate Debtor under section 33, the moratorium shall cease to have effect from the date of such approval or liquidation order, as the case may be.
- 4 These financial statements pertain to a period post the CIRP and all operations were being undertaken under the supervision of RP and management of the Company. As the powers of the Board of Directors have been suspended, the above results have not been adopted by the Board of Directors. However, these unaudited financial results were placed before the RP by the CFO and Company Secretary of the Company in the meeting held 13th August, 2021 for their consideration, approval and taken on record. Accordingly, the unaudited financial results (Standalone & Consolidated) were considered and recommended in the meeting. The RP has approved the results only for the limited purpose of discharging the powers of the Board of Directors of the Company, which have been conferred upon him as per the provisions of Section 23 of the IBC and the same have been signed by Mr. Sanatan Dash, CFO and Mr. Bidu Bhusan Dash, Company Secretary of the Company confirming accuracy & completeness of results. These financial results have thereafter been taken on record by the RP on 13th August, 2021 for filing with the stock exchanges.
- 5 The Segment information has been prepared in line with the review of operating results by the Chief Operating Decision Maker ("CODM"), as per Ind AS 108 "Operating Segments". Accordingly, the Company's entire operations relate to four broad operating segments viz. (i) Cable TV (ii) Broadband Service (iii) Infrastructure Leasing (IFL) (iv) Others and it operates in the domestic market only.
- 6 The Company has issued NIL credit notes and NIL provision for doubtful debts during the quarter ended 30th June, 2021.
- 7 There is strain on the working capital and operations of the Company and it is undergoing financial stress. It has incurred a net loss of Rs.930.58 lakhs during the quarter ended 30th June, 2021 as compared to Rs.2192.25 lakhs in previous year.
- 8 The Company has not recognised interest payable, after the CIRP commencement date i.e. 27th November, 2018, on borrowings from Banks and Financial Institutions and Preference Shares. The same is not in compliance with Ind AS-23 on "Borrowing Cost" read with Ind AS-109 on Financial Instruments.
- 9 Previous years/periods' figures have been rearranged/regrouped/reclassified, wherever considered necessary, to make them comparable with those of current year/period.

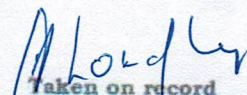
For and on behalf of Ortel Communications Ltd (Under CIRP)



Bidu Bhusan Dash
Company Secretary



Sanatan Dash
Chief Financial Officer



Taken on record
Srigopal Choudhary
Resolution Professional

IP Registration No. IBBI/IPA-001/IP-P01238/2018-2019/11893

SANTANU
DAS

Digitally signed by SANTANU DAS
Date: 2021.08.13 13:25:05 +05'30'

Place: Kolkata
Date: 13 August 2021

K. PRASAD & COMPANY

CHARTERED ACCOUNTANTS

24, R. N. MUKHERJEE ROAD, KOLKATA - 700 001

PHONES : (033) 2248 - 0268, 2248 - 4654, 2248 - 6667, Email : kr12@kprasad.in, Website : www.kprasad.in

Independent Auditor's Limited Review Report on Unaudited Standalone Financial Results of ORTEL COMMUNICATIONS LIMITED (Under CIRP) for the quarter ended June 30, 2021 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Review Report to The Resolution Professional ORTEL COMMUNICATIONS LIMITED (Under CIRP)

1. The Hon'ble National Company Law Tribunal ('NCLT'), New Delhi Bench, admitted a petition for initiation of Corporate Insolvency Resolution Process (CIRP) U/s. 9 of the Insolvency and Bankruptcy Code, 2016 (IBC) filed by one of the operational creditors of **ORTEL COMMUNICATIONS LIMITED** ("the Company") , vide order dated 27th November, 2018 and in accordance with the provisions of IBC. In view of pendency of the CIRP and suspension of powers of Board of Directors as explained to us, the power of adoption of the Statement of Standalone Unaudited Financial Results of the Company for the quarter and three months ended 30th June, 2021 (the Statement), vests with the Resolution Professional.
2. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **ORTEL COMMUNICATIONS LIMITED** ("the Company") for the quarter ended June 30, 2021 and year to date from April 1, 2021 to June 30, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
3. This Statement, which is the responsibility of the Company's Management and approved by the Resolution Professional in its meeting held on Friday, 13th August, 2021, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
4. We conducted our review of the Statement of Unaudited Standalone Financial Results in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by

the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently enables us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

5. Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement. However, our observations and comments are covered below in details.

Emphasis of matter

6. The Company has reported Rs 10.47 crores as revenue from operations for Q1 FY 2022 (April to June, 2021). Corresponding figure for Q1 FY 2021 (April to June, 2020) was Rs 18.18 crores. Similarly, revenue from operations as reported in Q4 FY 2021 was Rs 14.68 crores. Hence, revenue from operations has reduced by 42% over previous period and 29% sequentially over previous quarter which is alarming. Number of active subscribers as at 30th June, 2021 stands 207,289 as against 250,080 as at 30th June, 2020 and 219,777 as at 31st March, 2021. We have received revenue projection for next three quarters of FY 2022 which is Rs 10.50 (Q2), Rs10.60 (Q3) and Rs10.80 (Q4). We observe, on an average, there is 30% reduction in revenue over previous years – for last three years which is adversely affecting the operations of the company.
7. Sony package was blocked by Sony Channel due to non-payment of dues from 8th to 29th April, 2021 – impacting both services and creating customer dissatisfaction / churns.

Other matters

8. Finance Costs has not been provided for in Statement of Standalone Unaudited Financial Results for the quarter ending 30th June,2021. This treatment of not providing Finance Costs is based on the Moratorium under Section 14 of the Insolvency and Bankruptcy Code, 2016, when the Corporate Resolution Process has been initiated against the companies, the relief of moratorium to book any interest expenses on existing loan. Had provision for interest being recognised, finance cost, total expenses and loss for the quarter ended 30th June,2021 would have increased, the extent of which have not been assessed by the company.

Material Uncertainty Related to Going Concern:

There is persistent severe strain on the working capital and operations of the company and it is undergoing significant financial stress. It has incurred a net loss of Rs.9.31crores during the quarter ended 30th June,2021 and a net loss of Rs. 21.96 crores during FY 2020-21 and as of date the net worth of the company is fully eroded[Rs. (119.46) crores]. CIRP was initiated in respect of the company w.e.f 27th November, 2018. The company has material obligation towards borrowings, employee benefit expenses (both past & present) and statutory dues amongst others. The company's current level of income is barely sufficient to meet all operational expenses but not the past liabilities and debt servicing obligation regarding financial creditors. However the company has assessed that considering its plan to deal with the aforesaid events or conditions, the use of going concern assumption is appropriate in the circumstances and hence, the financial statements have been prepared on a going concern basis.

Pending the consummation of the said process under CIRP, the unaudited Standalone financial statements have been prepared on a going concern basis for quarter ended 30th June, 2021.

However, we have the following observations which are adversely affecting company's assumption on going concern concept:

- a) The Company has reported Rs18.48 crores as Trade Receivables as at 30th June, 2021 (Previous Period: as at 30th June, 2020 Rs. 12.78). Out of Rs18.48 crores, Rs 15.95 crores is due from retail customers and Rs. 2.53 crores is due from non-retail / corporate customers. During the course of our audit, we have noted that the Company has not provided for Rs 9.84 crores due from retail customers which are more than 90 days old and Rs 0.84 crores due from non-retail customers which are more than 180 days. The company does not have any

procedure for balance confirmation of debtors. As a part of our audit - we randomly selected some corporate and retail customers and directly communicated with them for confirming the balances. A few of the retail customers disagreed with the outstanding figures over e-mail to us. Based on our assessment on company's governance structure, follow-up & collection mechanism, trend in collecting past dues and discussion with operating management, probability of realization of these old receivables seems remote. Hence loss reported by company is under-stated to the extent of provisions not made - as stated above.

- b) The Company has reported Rs 9.35 crores as Inventory (Stores & Spare Parts and Project Inventory) as at 30th June, 2021 (Previous Period: as at 30th June, 2020 Rs.11.25 crores). Out of Rs 9.35 crores, Rs 1.09 crores represent non-moving items and Rs 1.71 crores represent slow-moving items – identified by company's management and reported to us - for which no provision has been made in books of accounts. The company does not have a robust system of conducting regular physical verification of inventory and no such reports have been provided to us. Neither the company has any policy on value adjustment for inventory for items which are old or going out of context. Also the usability of these items is questionable as we have noted that some of the materials are lying on open ground for long years. The company's internal auditor has also raised similar qualification with regard to inventory which is getting unusable and obsolete and cannot be put to use. Value of such unusable and obsolete items as reported by internal auditor is Rs.7.52 crores. Hence loss reported by company is under-stated to the extent of provisions not made - as stated above.
- c) There is continuous reduction in company's revenue from operations and number of active subscribers quarter to quarter. Similarly, there is gradual increase in trade receivables from quarter to quarter. Details are provided under "Emphasis of Matter" and in point (a) above.
- d) There is continuous mismatch / gap in company's revenue from operations and collection leading to deferment of payments / dues. Also as per company's business model collections are made mostly in cash by third party collection agents who do not necessarily deposit collection money in company's bank account in time – which leads to business risk impacting operations.

- e) Frequent changes in key position and attrition, ineffective handover & sign-off and non-availability of work instructions & standard operating processes for key functions like Finance & Accounts - leading to risk.

The above indications are alarming and not in support of going concern concept.

For K. PRASAD & CO.
CHARTERED ACCOUNTANTS

SANTANU Digitally signed by
DAS SANTANU DAS
Date: 2021.08.13
13:37:49 +05'30'

(SANTANU DAS)
Membership No. F 053226
Firm Registration No. 303062E

Place: Kolkata

Date: The 13th day of August, 2021.

UDIN: 21053226AAABX5641

ORTEL COMMUNICATIONS LIMITED (UNDER CIRP)

CIN: L74899DL1995PLC069353

Registered Office: B7/122A, Safdarjung Enclave, New Delhi - 110029

Corporate Office: C-1, Chandrasekharapur, Near BDA Colony, Bhubaneswar, Odisha - 751016

PART-I: STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021

(Rs. in Crores)

Particulars	Consolidated			
	Quarter ended			Year ended
	30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
1. Income				
(a) Revenue from Operations	10.47	14.68	18.18	67.97
(b) Other Income	0.13	0.51	1.47	2.73
Total Income	10.60	15.18	19.65	70.70
2. Expenses				
(a) Programming Cost	4.32	5.14	5.66	22.02
(b) Bandwidth Cost	1.69	2.25	2.31	9.14
(c) Employee Benefits Expense	2.38	2.34	2.78	10.51
(d) Finance Costs	0.00	0.00	0.00	0.00
(e) Depreciation and Amortisation Expense	6.19	6.30	6.43	25.62
(f) Property, Plant and Equipment written off	0.24	0.27	0.34	1.01
(g) Other Expenses	5.08	7.17	4.59	24.35
Total Expenses	19.91	23.48	22.11	92.66
3. Profit/(Loss) before exceptional items and tax (1-2)	(9.31)	(8.30)	(2.46)	(21.96)
4. Exceptional Items - (Income)/Expense (net)	0.00	0.00	0.00	0.00
5. Profit/(Loss) before tax (3-4)	(9.31)	(8.30)	(2.46)	(21.96)
6. Tax Expense				
- Current Tax	0.00	0.00	0.00	0.00
- Deferred Tax	0.00	0.00	0.00	0.00
7. Profit/(Loss) after tax (5-6)	(9.31)	(8.30)	(2.46)	(21.96)
8. Other Comprehensive Income / (Expense)				
- Items that will not be reclassified to profit or loss	0.00	0.02	0.00	0.03
9. Total Comprehensive Income / (Expense) after tax (7+8)	(9.31)	(8.28)	(2.46)	(21.92)
10. Profit/(Loss) attributable to:				
(a) Owners of the Company	(9.31)	(8.30)	(2.46)	(21.96)
(b) Non-controlling Interest	0.00	0.00	0.00	0.00
11. Other Comprehensive Income / (Expense) attributable to:				
(a) Owners of the Company	0.00	0.02	0.00	0.03
(b) Non-controlling Interest	0.00	0.00	0.00	0.00
12. Total Comprehensive Income / (Expense) after tax (10+11) attributable to:				
(a) Owners of the Company	(9.31)	(8.28)	(2.46)	(21.92)
(b) Non-controlling Interest	0.00	0.00	0.00	0.00
13. Paid-up Equity Share Capital (Face Value Rs. 10/- each)	32.98	32.98	32.98	32.98
14. Other Equity excluding Revaluation Reserves	(119.47)	(110.15)	(90.69)	(110.15)
15. Earnings per share - Basic & Diluted (in Rs.) (* Not annualised)	*(2.82)	*(2.65)	*(0.75)	*(6.66)

PART-II: SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. in Crores)

Particulars	Consolidated			
	Quarter ended			Year Ended
	30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
1. Segment Revenue				
a) Cable TV	8.84	12.25	13.86	51.66
b) Broadband	0.93	1.05	1.06	5.83
c) Infrastructure Leasing	0.37	0.32	1.61	4.45
d) Others	0.34	1.07	1.68	6.06
Net Income from Operations	10.47	14.69	18.21	68.01
2. Segment Results				
a) Cable TV	0.64	(0.17)	3.55	8.90
b) Broadband	(0.08)	(0.28)	(0.01)	0.93
c) Infrastructure Leasing	0.12	(1.49)	1.35	1.86
d) Others	0.18	0.19	0.87	2.80
Total	0.86	(1.75)	5.76	14.49
Less: i) Finance Costs	0.00	0.00	0.00	0.00
ii) Other Un-allocable Expenditure net of Un-allocable Income	10.17	6.55	8.22	36.45
Total Profit/(Loss) Before Tax	(9.31)	(8.30)	(2.46)	(21.96)
3. Segment Assets				
a) Cable TV	251.54	255.29	274.30	255.29
b) Broadband	22.81	22.83	19.20	22.83
c) Infrastructure Leasing	16.43	16.57	18.09	16.57
d) Others	4.06	4.25	2.64	4.25
e) Unallocated	66.05	67.37	84.04	67.37
Total Segment Assets	360.90	366.32	398.26	366.32
4. Segment Liabilities				
a) Cable TV	55.97	60.22	77.25	60.22
b) Broadband	17.28	16.99	6.94	16.99
c) Infrastructure Leasing	0.51	0.61	1.10	0.61
d) Others	0.16	0.16	0.13	0.16
e) Unallocated	373.45	365.51	370.56	365.51
Total Segment Liabilities	447.38	443.49	455.98	443.49

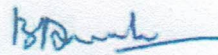
NOTES:

1	The Stock Exchange(s) is aware that Hon'ble National Company Law Tribunal, New Delhi Bench ('NCLT'), in the matter of C.P.No.IB-761/(ND)/2018 passed an Order dated 27th November, 2018 for commencement of the Corporate Insolvency Resolution Process ('CIRP') under Section 9 of the Insolvency and Bankruptcy Code, 2016 ('IBC') in the matter of Ortel Communications Limited ('the Company') based on the application filed by Sony Pictures Networks India Pvt. Ltd., an Operational Creditor of the Company. Mr. Anil Bhatia (Reg. No.IBBI/IPA-001/IP-P00587/2017-18/11027) was appointed as Interim Resolution Professional ('IRP') to carry on the functions of an IRP, as defined under the provisions of the IBC, until replaced by the Resolution Professional ('RP'). The Committee of Creditors ('CoC') in its meeting held on 07th January, 2019 had passed a resolution proposing to replace the IRP and appoint Mr. Srigopal Choudhary (Reg. No.IBBI/IPA-001/IP-P01238/2018-2019/11893) as the Resolution Professional which was confirmed by NCLT vide its order dated 1st February, 2019.
2	Pursuant to the order, the management of affairs of the Company and powers of Board of Directors of the Company are now vested with the Resolution Professional ("RP") who is appointed by the Committee of Creditors ("CoC").
3	As per the Corporate Insolvency Resolution Process (CIRP), Resolution Plans ("Resolution Plan") was received by the Resolution Professional and the Resolution Plan was placed before the COC for approval and the approved Resolution Plan was filed with the Hon'ble NCLT, New Delhi on 26th August, 2019 for approval under Section 31 of the Code. The application filed by the Resolution Professional for approval of Resolution Plan is currently pending adjudication before the Adjudicating Authority. In terms of Section 25 of the Code, the Company is continuing to operate as a going concern, where at any time during the Corporate Insolvency Resolution Process period, if the Adjudicating Authority approves the Resolution Plan under sub-section (1) of section 31 or passes an order for liquidation of Corporate Debtor under section 33, the moratorium shall cease to have effect from the date of such approval or liquidation order, as the case may be.
4	These financial statements pertain to a period post the CIRP and all operations were being undertaken under the supervision of RP and management of the Company. As the powers of the Board of Directors have been suspended, the above results have not been adopted by the Board of Directors. However, these unaudited financial results were placed before the RP by the CFO and Company Secretary of the Company in the meeting held 13th August, 2021 for their consideration, approval and taken on record. Accordingly, the unaudited financial results (Standalone & Consolidated) were considered and recommended in the meeting. The RP has approved the results only for the limited purpose of discharging the powers of the Board of Directors of the Company, which have been conferred upon him as per the provisions of Section 23 of the IBC and the same have been signed by Mr. Sanatan Dash, CFO and Mr. Bidu Bhusan Dash, Company Secretary of the Company confirming accuracy & completeness of results. These financial results have thereafter been taken on record by the RP on 13th August, 2021 for filing with the stock exchanges.
5	The Segment information has been prepared in line with the review of operating results by the Chief Operating Decision Maker ("CODM"), as per Ind AS 108 "Operating Segments". Accordingly, the Company's entire operations relate to four broad operating segments viz. (i) Cable TV (ii) Broadband Service (iii) Infrastructure Leasing (IFL) (iv) Others and it operates in the domestic market only.
6	The Company has issued NIL credit notes and NIL provision for doubtful debts during the quarter ended 30th June, 2021.
7	There is strain on the working capital and operations of the Company and it is undergoing financial stress. It has incurred a net loss of Rs.930.58 lakhs during the quarter ended 30th June, 2021 as compared to Rs.2192.25 lakhs in previous year.
8	The Company has not recognised interest payable, after the CIRP commencement date i.e. 27th November, 2018, on borrowings from Banks and Financial Institutions and Preference Shares. The same is not in compliance with Ind AS-23 on "Borrowing Cost" read with Ind AS-109 on Financial Instruments.
9	Previous years/periods' figures have been rearranged/regrouped/reclassified, wherever considered necessary, to make them comparable with those of current year/period.

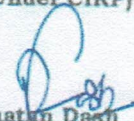
For and on behalf of Ortel Communications Ltd (Under CIRP)

SANTANU
DAS

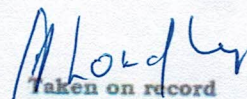
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Bidu Bhusan Dash
Company Secretary



Sanatan Dash
Chief Financial Officer



Taken on record
Srigopal Choudhary
Resolution Professional

IP Registration No. IBBI/IPA-001/IP-P01238/2018-2019/11893

Place: Kolkata
Date: 13 August 2021

K. PRASAD & COMPANY

CHARTERED ACCOUNTANTS

24, R. N. MUKHERJEE ROAD, KOLKATA - 700 001

PHONES : (033) 2248 - 0268, 2248 - 4654, 2248 - 6667, Email : kr12@kprasad.in, Website : www.kprasad.in

Independent Auditor's Limited Review Report on Unaudited Consolidated Financial Results of ORTEL COMMUNICATIONS LIMITED (Under CIRP) for the quarter ended June 30, 2021 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**Review Report to
The Resolution Professional
ORTEL COMMUNICATIONS LIMITED (Under CIRP)**

1. The Hon'ble National Company Law Tribunal ('NCLT'), New Delhi Bench, admitted a petition for initiation of Corporate Insolvency Resolution Process (CIRP) U/s. 9 of the Insolvency and Bankruptcy Code, 2016 (IBC) filed by one of the operational creditors of **ORTEL COMMUNICATIONS LIMITED** ("the Company"), vide order dated 27th November, 2018 and in accordance with the provisions of IBC. In view of pendency of the CIRP and suspension of powers of Board of Directors as explained to us, the power of adoption of the Statement of Standalone Unaudited Financial Results of the Company for the quarter and three months ended 30th June, 2021 (the Statement), vests with the Resolution Professional.
2. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **ORTEL COMMUNICATIONS LIMITED** ("the Company") for the quarter ended June 30, 2021 and year to date from April 1, 2021 to June 30, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
3. This Statement, which is the responsibility of the Company's Management and approved by the Resolution Professional in its meeting held on Friday, 13th August, 2021, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
4. We conducted our review of the Statement of Unaudited Standalone Financial Results in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by

the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently enables us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

5. Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement. However, our observations and comments are covered below in details.

Emphasis of matter

6. The Company has reported Rs 10.47 crores as revenue from operations for Q1 FY 2022 (April to June, 2021). Corresponding figure for Q1 FY 2021 (April to June, 2020) was Rs 18.18 crores. Similarly, revenue from operations as reported in Q4 FY 2021 was Rs 14.68 crores. Hence, revenue from operations has reduced by 42% over previous period and 29% sequentially over previous quarter which is alarming. Number of active subscribers as at 30th June, 2021 stands 207,289 as against 250,080 as at 30th June, 2020 and 219,777 as at 31st March, 2021. We have received revenue projection for next three quarters of FY 2022 which is Rs 10.50 (Q2), Rs10.60 (Q3) and Rs10.80 (Q4). We observe, on an average, there is 30% reduction in revenue over previous years – for last three years which is adversely affecting the operations of the company.
7. Sony package was blocked by Sony Channel due to non-payment of dues from 8th to 29th April, 2021 – impacting both services and creating customer dissatisfaction / churns.

Other matters

8. Finance Costs has not been provided for in Statement of Standalone Unaudited Financial Results for the quarter ending 30th June, 2021. This treatment of not providing Finance Costs is based on the Moratorium under Section 14 of the Insolvency and Bankruptcy Code, 2016, when the Corporate Resolution Process has been initiated against the companies, the relief of moratorium to book any interest expenses on existing loan. Had provision for interest being recognised, finance cost, total expenses and loss for the quarter ended 30th June, 2021 would have increased, the extent of which have not been assessed by the company.

Material Uncertainty Related to Going Concern

There is persistent severe strain on the working capital and operations of the company and it is undergoing significant financial stress. It has incurred a net loss of Rs.9.31crores during the quarter ended 30th June, 2021 and a net loss of Rs. 21.96 crores during FY 2020-21 and as of date the net worth of the company is fully eroded [Rs. (119.46) crores]. CIRP was initiated in respect of the company w.e.f 27th November, 2018. The company has material obligation towards borrowings, employee benefit expenses (both past & present) and statutory dues amongst others. The company's current level of income is barely sufficient to meet all operational expenses but not the past liabilities and debt servicing obligation regarding financial creditors. However the company has assessed that considering its plan to deal with the aforesaid events or conditions, the use of going concern assumption is appropriate in the circumstances and hence, the financial statements have been prepared on a going concern basis.

Pending the consummation of the said process under CIRP, the unaudited Standalone financial statements have been prepared on a going concern basis for quarter ended 30th June, 2021.

However, we have the following observations which are adversely affecting company's assumption on going concern concept:

- a) The Company has reported Rs18.48 crores as Trade Receivables as at 30th June, 2021 (Previous Period: as at 30th June, 2020 Rs. 12.78). Out of Rs18.48 crores, Rs 15.95 crores is due from retail customers and Rs. 2.53 crores is due from non-retail / corporate customers. During the course of our audit, we have noted that the Company has not provided for Rs 9.84 crores due from retail customers which are more than 90 days old and Rs 0.84 crores due from non-retail

customers which are more than 180 days. The company does not have any procedure for balance confirmation of debtors. As a part of our audit - we randomly selected some corporate and retail customers and directly communicated with them for confirming the balances. A few of the retail customers disagreed with the outstanding figures over e-mail to us. Based on our assessment on company's governance structure, follow-up & collection mechanism, trend in collecting past dues and discussion with operating management, probability of realization of these old receivables seems remote. Hence loss reported by company is under-stated to the extent of provisions not made - as stated above.

- b) The Company has reported Rs 9.35 crores as Inventory (Stores & Spare Parts and Project Inventory) as at 30th June, 2021 (Previous Period: as at 30th June, 2020 Rs.11.25 crores). Out of Rs 9.35 crores, Rs 1.09 crores represent non-moving items and Rs 1.71 crores represent slow-moving items - identified by company's management and reported to us - for which no provision has been made in books of accounts. The company does not have a robust system of conducting regular physical verification of inventory and no such reports have been provided to us. Neither the company has any policy on value adjustment for inventory for items which are old or going out of context. Also the usability of these items is questionable as we have noted that some of the materials are lying on open ground for long years. The company's internal auditor has also raised similar qualification with regard to inventory which is getting unusable and obsolete and cannot be put to use. Value of such unusable and obsolete items as reported by internal auditor is Rs.7.52 crores. Hence loss reported by company is under-stated to the extent of provisions not made - as stated above.
- c) There is continuous reduction in company's revenue from operations and number of active subscribers quarter to quarter. Similarly, there is gradual increase in trade receivables from quarter to quarter. Details are provided under "Emphasis of Matter" and in point (a) above.
- d) There is continuous mismatch / gap in company's revenue from operations and collection leading to deferment of payments / dues. Also as per company's business model and technology being used, collections are made mostly in cash by third party collection agents who do not necessarily deposit collection money in company's bank account in time - which leads to business risk impacting operations.

- e) Frequent changes in key position and attrition, ineffective handover & sign-off and non-availability of work instructions & standard operating processes for key functions like Finance & Accounts - leading to risk.

The above indications are alarming and not in support of going concern concept.

For K. PRASAD & CO.
CHARTERED ACCOUNTANTS

SANTANU Digitally signed by
DAS SANTANU DAS
Date: 2021.08.13
13:46:56 +05'30'

(SANTANU DAS)
Membership No. F 053226
Firm Registration No. 303062E

Place: Kolkata

Date: The 13th day of August, 2021.

UDIN: 21053226AAAABW3840