

QTL/2019-20/Sec/106

November 8, 2019

The Secretary,
BSE Limited,
Corporate Relations Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001

SUB.: OUTCOME OF BOARD MEETING
(SCRIP CODE 511116)

Dear Sir,

With reference to the Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. November 8, 2019, transacted *inter-alia*, the following business: -

1. Considered and approved the Un-audited Financial Results for the quarter and half year ended 30th September, 2019. Pursuant to Regulation 33 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A copy of the Un-audited Financial Results for the quarter and half year ended 30th September, 2019 as taken on record by the Board of Directors along with the Limited Review Report of the Statutory Auditors is enclosed herewith.
2. Considered and approved the re-appointment of Mr. Babu Mohanlal Panchal as Independent Director for second Term of Five years.
3. Considered and approved the appointment of Mr. Pritesh G. Lahoti as Additional Director (Independent) of the Company.

The Board Meeting commenced at 1:00 PM and concluded at 03:00 PM.

You are requested to take same on record.

Thanking you,

For QUADRANT TELEVENTURES LIMITED

(GOURAV KAPOOR)
COMPANY SECRETARY

Encl.: As above



QUADRANT TELEVENTURES LIMITED

Corporate Identification Number : L00000MH1946PLC197474

Corporate Office : B-71, Phase-VII, Industrial Focal Point, Mohali - 160 055 (Punjab) India.
Tel : +91-172-5090000 Fax : +91-172-5090125

Regd. Office : Autocars Compound, Adalat Road, Aurangabad - 431 005 (Maharashtra) India.
Tel : +91-240-2320750-51, www.connectzone.in

CA

LIMITED REVIEW REPORT ON QUARTERLY UNAUDITED FINANCIAL RESULTS OF THE QUADRANT TELEVENTURES LIMITED PURSUANT TO THE REGULATION 33 OF SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AS AMENDED

To
The Board of Directors
Quadrant Televentures Limited

1. We have reviewed the accompanying statement of Unaudited Financial Results of **QUADRANT TELEVENTURES LIMITED** ('the Company') for the quarter ended 30th Sep, 2019 and year to date for the period ended 30th Sep, 2019 (the "Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/CMD 1/44/2019 dated 29th March, 2019 ('the circular').
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement 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 is limited primarily to inquiries of the Company's personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Balances of some of the trade payable, other liabilities, advances and security deposits are subject to confirmations, reconciliation and adjustments, if any. The effect of the same is unascertainable, and hence the consequential cumulative effect thereof on loss including other comprehensive income for the period, assets, liabilities and other equity is unascertainable. (Refer note 3 of the statements)
5. We draw attention that the Company has incurred loss of Rs. 3,155.86 Lakhs during the quarter (accumulated losses as at 30th Sep, 2019 Rs. 195,255.27 Lakhs) and net worth of the Company has been fully eroded as at 30th Sep, 2019. The ability of the Company to continue as a going concern is significantly dependent on its ability successfully fund its operating and capital funding requirements and to substantially increase its subscriber base. The management in view of its business plans and support from significant shareholders is confident of generating cash flows to fund the operating and capital requirements of the Company. Accordingly, these statements have been prepared on a going concern basis. Our report is not qualified in respect of this matter.

Office No. 305, 3rd Floor, 439 Hasham Premji CHS LTD, Near Madras Bhavan Hotel, Kalhadevi Road, Mumbai - 400 002
Email - nirmal@sgnco.in / Shreyans@sgnco.in Contact - 022 49740502





6. Based on our review conducted as above, and subject to matters mentioned in para 3 above, nothing has come to our attention that caused us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principals laid down in the applicable Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules issued there and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD 1/44/2019 dated 29th March 2019, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SGN & CO.
Chartered Accountants
Firm Registration No. 134565W



Shreyans Jain
Partner
M. No. 147097
UDIN No.: 19147097AAAABD5521

Place: Gurugram
Dated: November 8, 2019

Quadrant Televentures Limited

CIN: L00000MH1946PLC197474

Regd. Office : Autocars Compound, Adalat Road, Aurangabad (Maharashtra) - 431 005.

Tel: 91-172-5090000, Email: secretarial@infotelconnect.com,

Website: www.connectzone.in

Statement of Assets and Liabilities as at September 30, 2019

(Rs in Lakh)

| Sr. No | Particulars | As At 30.09.2019 | As At 31.03.2019 |
|----------|---|----------------------|----------------------|
| | | Unaudited | Audited |
| A | ASSETS | | |
| 1 | Non-current Assets | | |
| | (a) Property Plant & Equipment | 16,127.66 | 14,665.71 |
| | (b) Capital Work in Progress | 2.50 | 2.48 |
| | (c) Intangible assets | 314.83 | 370.76 |
| | (d) Financial assets | | |
| | (i) Deposits | 1.00 | 1.00 |
| | (ii) Deposits | 13.61 | 18.05 |
| | (e) Other non-current assets | | |
| | Sub-total Non Current Assets | 16,459.60 | 15,058.00 |
| 2 | Current Assets | | |
| | (a) Inventories | 1,737.89 | 1,605.13 |
| | (b) Financial Assets | | |
| | (i) Trade Receivables | 4,877.94 | 3,698.41 |
| | (ii) Cash and cash equivalents | 212.32 | 62.34 |
| | (iii) Bank Balance other than (ii) above | 1,536.10 | 1,537.69 |
| | (iv) Others | 1,007.76 | 965.66 |
| | (c) Current Tax Assets (net) | 331.39 | 595.71 |
| | (d) Other current assets | 1,989.14 | 2,388.54 |
| | (e) Assets held for sale | 401.80 | 401.80 |
| | Sub-total Current Assets | 12,094.34 | 11,255.28 |
| | Total Assets | 28,553.94 | 26,313.28 |
| B | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| | (a) Equity Share Capital | 6,122.60 | 6,122.60 |
| | (b) Other Equity | (1,94,569.60) | (1,88,230.32) |
| | Total Equity | (1,88,447.00) | (1,82,107.72) |
| 2 | LIABILITIES | | |
| | Non-current Liabilities | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | 1,10,548.86 | 1,07,261.86 |
| | (ii) Others | 22,484.54 | 22,484.54 |
| | (b) Provisions | 325.12 | 301.32 |
| | (c) Other non-current liabilities | 3,320.96 | 675.57 |
| | Sub-total Non-Current Liabilities | 1,36,679.48 | 1,30,723.29 |
| 3 | Current Liabilities | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | 32,716.69 | 32,652.26 |
| | (ii) Trade Payables | | |
| | (A) total outstanding dues of micro enterprises and small enterprises ; and | | 17.24 |
| | (B) total outstanding dues of creditors other than micro enterprises and small enterprises. | 3,637.87 | 6,156.97 |
| | (iii) Others | 43,521.62 | 38,320.05 |
| | (b) Provisions | 33.84 | 32.06 |
| | (c) Other Current Liabilities | 411.44 | 519.13 |
| | Sub-total Current Liabilities | 80,321.46 | 77,697.71 |
| | Total Liabilities | 28,553.94 | 26,313.28 |



Cash Flow Statement for the Half year ended 30-September, 2019

(Rs in Lakh)

| Sr. No | Particulars | Half year ended 30-Sep-2019 Unaudited | Half year ended 30-Sep-2018 Unaudited |
|--|---|---|---|
| A | Cash Flows from operating activities | | |
| | (Loss)/Profit before Tax | (6,332.62) | (6,636.17) |
| | Adjustments for : | | |
| | Depreciation and amortisation | 1,518.62 | 1,541.87 |
| | Finance Costs | 5,464.88 | 5,103.48 |
| | Finance Income | (47.35) | (39.22) |
| | Loss/(Gain) on sale of Discard of Asset | (14.06) | 181.98 |
| | Bad Debts & Provision for Doubtful Debts | 8.32 | 35.41 |
| | Other Comprehensive Income | (6.66) | (81.37) |
| | Operating cash flow before changes in working capital | 591.13 | 105.98 |
| | Changes in working capital | | |
| | Trade receivables | (1,187.84) | (1,816.02) |
| | Trade payables | (2,536.34) | 522.12 |
| | Inventories | (132.76) | 366.57 |
| | Other Financial and Non-Financial Liabilities & Provisions | 2,785.43 | 460.25 |
| Other Financial and Non-Financial Assets | 398.27 | 318.32 | |
| Net cash generated from operations before tax | (82.11) | (42.78) | |
| Income tax (paid)/refund | 264.32 | 93.69 | |
| Net cash generated from operating activities (a) | 182.21 | (136.47) | |
| B | Cash flows from investing activities | | |
| | Purchase of property, plant and equipment & CWIP | (2.10) | (1.09) |
| | Proceeds from sale of property, plant and equipment | 18.57 | 0.84 |
| | Interest received | 10.81 | 31.44 |
| | Net cash used in investing activities (b) | 27.28 | 31.19 |
| C | Cash flows from financing activities | | |
| | Increase (Repayment) of Borrowings | - | (79.22) |
| | Increase (Repayment) of Working Capital | 64.43 | (3.13) |
| | Interest and other finance charges paid | (125.53) | (195.61) |
| | Fixed Deposits | 1.59 | 192.60 |
| | Net cash generated from financing activities (c) | (59.51) | (85.36) |
| | Net increase / (decrease) in cash and cash equivalents during the year (a+b+c) | 149.98 | (190.64) |
| Add: Cash and cash equivalents as at the beginning of the year | 62.34 | 406.73 | |
| Cash and cash equivalents as at the end of the year | 212.32 | 216.09 | |
| | | | |
| | Cash in Hand | 1.17 | 13.12 |
| | Cheques in Hand | 25.14 | 38.28 |
| | Cash & Cash Equivalent | 186.01 | 164.69 |
| | Cash & Cash Equivalent | 212.32 | 216.09 |

Page 2 of 3



Statement of Unaudited Financial Results for the Quarter and Half year ended September 30, 2019

(Rs. in Lakh)

| Particulars | Quarter ended | | | Half year ended | | Year ended |
|--|---------------|------------|------------|-----------------|------------|---------------|
| | 30.09.2019 | 30.06.2019 | 30.09.2018 | 30.09.2019 | 30.09.2018 | 31.03.2019 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| I. Revenue from operations | 11,707.49 | 10,906.65 | 10,577.36 | 22,614.14 | 19,687.53 | 39,771.91 |
| II. Other Income | 160.45 | 366.03 | 42.61 | 526.48 | 124.98 | 759.29 |
| III. Total Revenue | 11,867.94 | 11,272.68 | 10,619.97 | 23,140.62 | 19,812.51 | 40,531.20 |
| IV. Expenses : | | | | | | |
| (a) Employee benefit expenses | 847.53 | 921.37 | 1,133.48 | 1,768.90 | 2,196.33 | 4,216.69 |
| (b) Finance costs | 2,736.84 | 2,728.05 | 2,555.26 | 5,464.88 | 5,103.48 | 10,195.12 |
| (c) Depreciation and amortization expenses | 730.73 | 787.89 | 757.74 | 1,518.62 | 1,541.87 | 2,918.40 |
| (d) Network operation expenditure | 9,456.37 | 8,841.92 | 7,946.05 | 18,298.29 | 14,917.95 | 30,671.08 |
| (e) Sales and marketing expenses | 538.04 | 426.88 | 371.73 | 964.93 | 787.95 | 1,597.06 |
| (f) Other expenses | 721.53 | 736.09 | 1,065.12 | 1,457.63 | 1,901.08 | 3,704.62 |
| Total Expenses | 15,031.04 | 14,442.20 | 13,829.38 | 29,473.25 | 26,448.66 | 53,302.97 |
| V. Profit/ (loss) before exceptional item and tax | (3,163.10) | (3,169.52) | (3,209.41) | (6,332.63) | (6,636.15) | (12,771.77) |
| VI. Exceptional Items | - | - | - | - | - | - |
| VII. Profit/ (loss) before tax | (3,163.10) | (3,169.52) | (3,209.41) | (6,332.63) | (6,636.15) | (12,771.77) |
| VIII. Tax expense : | | | | | | |
| (1) Current tax | - | - | - | - | - | - |
| (2) Deferred tax | - | - | - | - | - | - |
| IX. Profit / (Loss) for the period | (3,163.10) | (3,169.52) | (3,209.41) | (6,332.63) | (6,636.15) | (12,771.77) |
| X. Other Comprehensive Income (net of taxes) | 7.24 | (13.90) | (119.73) | (6.66) | (81.37) | (114.10) |
| XI. Total Comprehensive Income/(loss) for the period | (3,155.86) | (3,183.42) | (3,329.14) | (6,339.29) | (6,717.52) | (12,885.87) |
| XII. Paid up equity share capital (Face Value of Rs. 1/- each) | 6,122.60 | 6,122.60 | 6,122.60 | 6,122.60 | 6,122.60 | 6,122.60 |
| XIII. Other Equity | | | | | | (1,88,230.32) |
| XIV. Earnings per equity share (face value of Rs. 1/- each) : | | | | | | |
| Basic & Diluted | (0.52) | (0.52) | (0.54) | (1.04) | (1.10) | (2.10) |

Notes:

- These financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. The above financial results of the Company for the quarter and half year ended September 30, 2019 has been reviewed by the Audit committee and approved by the Board of Directors at their meeting held on 08th November, 2019.
- Effective April 1, 2019, the Company adopted IND AS 116 'Leases' and applied the standard to its leases. Under this standard, the Company (lessee) recognises a lease liability at the present value of all remaining lease payment and a Right -Of -Use assets. Accordingly, this has resulted in recognizing a Right-of-use asset and corresponding Lease liability of Rs. 2,927.06 Lakh. Right of use assets are depreciated and the lease liabilities are reduced when paid, with the interest on lease liabilities being recognised as finance costs.
- The Company is in process of reconciliation / adjustments, if any, on its balances of some of the trade payable, other liabilities, advances and security deposits. The requisite accounting effect, if any, will be given upon such reconciliation.
- All the Telecom Operators and Department of Telecom had challenged the judgment of TDSAT on AGR matter before Supreme Court of India in 2015. Supreme Court vide its judgment dated 24-Oct-2019 has set aside the judgement of TDSAT and decided the matter in favour of Department of Telecom (DoT). Now, DoT shall recalculate and raise revised demands for payment of AGR, the impact of the same to be taken in subsequent quarters.
- The primary reporting of the Company has been performed on the basis of business segments. The Company has only one business segment, which is provision of unified telephony services. Accordingly, the amounts appearing in these financial results relate to this primary business segment. Further, the Company provides services only in the State of Punjab (including Chandigarh and Panchkula) and, accordingly, no disclosures are required under secondary segment reporting.
- The figures of the previous periods have been regrouped/rearranged wherever considered necessary.

By Order of the Board
For QUADRANT TELEVENTURES LIMITED

Mitu Mehrotra

(Mitu Mehrotra) 
Director
(DIN: 05188846)



Place : Gurugram
Date : 08th November, 2019