



July 31, 2023

To,  
BSE Limited  
The Corporate Relationship Department,  
P J Towers, Dalal Street,  
Mumbai - 400 001  
BSE Security Code: 509073

**Sub: Intimation of Annual General Meeting of the Members of the Company and Submission of Annual Report for the financial year 2022-23 including Notice of Annual General Meeting**

Dear Sir/Madam,

We wish to inform you that pursuant to Regulations 30 and 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the 39<sup>th</sup> (Thirty Ninth) Annual General Meeting (“AGM”) of the Company is scheduled to be held on **Tuesday, August 22, 2023 at 03:00 p.m.** IST through Video Conferencing (“VC”)/Other Audio Visual Means (“OAVM”).

Please find enclosed herewith the Annual Report for the financial year 2022-23 including Notice convening AGM, which has been sent to the members today i.e. Monday, July 31, 2023.

The Annual Report for the financial year 2022-23 including Notice is also made available on the website of the Company, viz.

<https://hathwaybhawani.com/assets/pdf/HBCDL%20Annual%20Report%202022-23.pdf>.

This is for your information and records.

Thanking you,

**FOR HATHWAY BHAWANI CABLETEL & DATACOM LIMITED**

**AJAY SINGH**

*Company Secretary and Compliance Officer*

FCS: 5189

**Encl: As above**

**Hathway Bhawani Cabletel & Datacom Limited**

Regd. Office: 805/806, Windsor, 8<sup>th</sup> Floor, Off CST Road, Kalina, Santacruz (East), Mumbai-400 098

Tel: +91-22-40542500 Fax: +91-22-40542700 Email: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)

Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com) CIN: L65910MH1984PLC034514

***hathw@y bhawani***

**HATHWAY BHAWANI  
CABLETEL & DATACOM LIMITED**

**39<sup>TH</sup>  
ANNUAL REPORT  
2022-23**



# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

## 39<sup>th</sup> ANNUAL REPORT 2022-23

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# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

## CORPORATE INFORMATION

### BOARD OF DIRECTORS

Mr. Vatan Pathan	DIN:07468214	Director & Chief Executive Officer
Mr. Dilip Worah	DIN:00047252	Independent Director
Mr. L. K. Kannan	DIN:00110428	Independent Director
Ms. Pranjali Gawde	DIN: 08754715	Non-Executive Director

### CHIEF FINANCIAL OFFICER

Mr. Basant Haritwal

### COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. Ajay Singh (FCS 5189)

### STATUTORY AUDITORS

Nayan Parikh & Co., Chartered Accountants

### SECRETARIAL AUDITORS

Rathi & Associates, Company Secretaries

### REGISTERED OFFICE

805/806, Windsor, 8<sup>th</sup> Floor, Off CST Road, Kalina, Santacruz East, Mumbai – 400 098.

Tel No: 022 4054 2500 Fax No: 022 4054 2700; email: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net), Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)

### BANKER

Axis Bank Limited

### REGISTRAR & TRANSFER AGENT

M/s. KFin Technologies Limited

Selenium Building, Tower- B, Plot No. 31 & 32,

Financial District, Nanakramguda, Hyderabad, Telangana India - 500 032

Contact No: Toll Free No.1800 309 4001; Email: [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com), Website: [www.kfintech.com](http://www.kfintech.com)

SEBI Registration No: INR000000221

### DETAILS OF DEMATERIALISATION OF SHARES

Company's ISIN number for Dematerialization is INE525B01016

### CORPORATE IDENTIFICATION NUMBER

L65910MH1984PLC034514

# ***hathw@y bhawani***

## **HATHWAY BHAWANI CABLETEL & DATACOM LIMITED**

Registered Office: 805/806, Windsor, 8<sup>th</sup> Floor,  
Off CST Road, Kalina, Santacruz (East), Mumbai - 400 098  
Tel: 022 4054 2500 Fax: 022 4054 2700  
CIN: L65910MH1984PLC034514  
website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com) e-mail: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)

### **NOTICE**

**NOTICE IS HEREBY GIVEN THAT THE THIRTY NINTH ANNUAL GENERAL MEETING OF THE COMPANY WILL BE HELD ON TUESDAY, AUGUST 22, 2023 AT 03:00 P.M. IST THROUGH VIDEO CONFERENCING (“VC”)/ OTHER AUDIO-VISUAL MEANS (“OAVM”), TO TRANSACT THE FOLLOWING BUSINESS:**

#### **ORDINARY BUSINESS:**

1. To consider and adopt (a) the audited financial statement of the Company for the financial year ended March 31, 2023 and the reports of the Board of Directors and Auditors thereon; and (b) the audited consolidated financial statement of the Company for the financial year ended March 31, 2023 and the report of Auditors thereon and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolutions as **Ordinary Resolutions**:
  - a) **“RESOLVED THAT** the audited financial statement of the Company for the financial year ended March 31, 2023 and the reports of the Board of Directors and Auditors thereon, as circulated to the members, be and are hereby considered and adopted.”
  - b) **“RESOLVED THAT** the audited consolidated financial statement of the Company for the financial year ended March 31, 2023 and the report of Auditors thereon, as circulated to the members, be and are hereby considered and adopted.”
2. To appoint Ms. Pranjali Gawde, who retires by rotation as Director and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Ms. Pranjali Gawde (DIN: 08754715), who retires by rotation at this meeting, be and is hereby appointed as Non-Executive Director of the Company.”

**By Order of the Board of Directors**

**Ajay Singh**  
Company Secretary and  
Compliance Officer  
FCS 5189

**Mumbai, April 14, 2023**

#### **Registered Office**

805/806, Windsor, 8<sup>th</sup> Floor, Off CST Road,  
Kalina, Santacruz (East), Mumbai – 400098  
CIN: L65910MH1984PLC034514  
Tel: 022 40542500 Fax: 022 40542700  
Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)  
E-mail: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### NOTES:

1. The Ministry of Corporate Affairs (“MCA”) has, vide its Circular No.10/2022, dated December 28, 2022 read together with Circulars dated, April 08, 2020, April 13, 2020, May 05, 2020, January 13, 2021, December 08, 2021, December 14, 2021 and May 05, 2022 (collectively referred to as “MCA Circulars”), permitted convening the Annual General Meeting (“AGM”/“Meeting”) through Video Conferencing (“VC”) / Other Audio-Visual Means (“OAVM”), without the physical presence of the Members at a common venue. In accordance with the MCA circulars, provisions of the Companies Act, 2013 (“the Act”) read with Rules made thereunder and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), the AGM of the Company is being held through VC/ OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.
2. Generally, a member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and such proxy need not be a member of the Company. Since this AGM is being held through VC/ OAVM pursuant to the MCA Circulars, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
3. Since the AGM will be held through VC/OAVM, the Route Map of the venue of the AGM is not annexed hereto.
4. In terms of the provisions of Section 152 of the Act, Ms. Pranjali Gawde, Non-Executive Director retires by rotation at the Meeting. The Nomination and Remuneration Committee and the Board of Directors of the Company recommend her re-appointment. Ms. Pranjali Gawde is interested in the ordinary resolution set out at Item No. 2 of the Notice with regard to her re-appointment. The relatives of Ms. Pranjali Gawde may be deemed to be interested in the resolution set out at Item No. 2 of the Notice, to the extent of their shareholding interest, if any, in the Company.  
  
Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the Ordinary Business set out under Item No. 1 and 2 of the Notice.
5. Details of Director retiring by rotation/seeking re-appointment at this AGM are provided in the “Annexure” to the notice.

### DISPATCH OF ANNUAL REPORT THROUGH ELECTRONIC MODE:

6. **In compliance with the MCA Circulars and the Securities and Exchange Board of India (“SEBI”) Circulars dated January 05, 2023, Notice of the AGM along with the Annual Report 2022-23 is being sent through electronic mode to those members whose email address is registered with the Company/Share Transfer Agent/ Depository Participant(s)/ Depositories. Members may note that the Notice and Annual Report 2022-23 will also be available on the Company’s website at [www.hathwaybhawani.com](http://www.hathwaybhawani.com), website of the Stock Exchange i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and on the website of KFin Technologies Limited (“KFinTech”) at <https://evoting.kfintech.com>.**
7. For receiving all communication (including Annual Report) from the Company electronically:
  - a. Members holding shares in physical mode and who have not registered/ updated their email address with KFinTech, Registrar and Transfer Agent (“RTA”), by submitting Form ISR-1 (available on the website of the Company: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)) duly filled and signed along with requisite supporting documents to KFinTech at Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad 500 032.
  - b. Members holding shares in dematerialised mode are requested to register/ update their email address with the relevant Depository Participant with whom they maintain their accounts.

### PROCEDURE FOR JOINING THE AGM THROUGH VC/OAVM:

8. The Company will provide VC/OAVM facility to its Members for participating at the AGM.
  - a. **Members will be able to attend the AGM through VC / OAVM through Jio Meet by using their login credentials provided in the accompanying communication.**

**Members are requested to follow the procedure given below:**

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

- i) Launch internet browser (Edge 80+, Firefox 78+, Chrome 83+, Safari 13+) by typing the URL: <https://t.jio/hbcdlagm>
- ii) Select “Shareholders” option on the screen
- iii) Enter the login credentials

**User ID:** For demat shareholders: 16-digit DPID+Client ID is your User ID

(DP ID and Client ID to be typed continuously)

For e.g. IN12345612345678 (NSDL)

1402345612345678 (CDSL)

(Client ID is the last 8 digits of your demat account number as per your account statement / contract note / delivery instruction slip / email sent by the Company); or

For holders of shares in physical form: Your EVEN+Folio No. is your User ID (to be typed continuously)

**Password:** Enter your password for e-voting sent by the Company/KFinTech through e-mail.

- iv) After logging in, you will be directed to the AGM.

**b. Members who do not have or who have forgotten their User ID and Password, may obtain/generate/retrieve the same, for attending the AGM, by following the procedure given in the instruction at Note No. 17C. vii III.**

9. Members who would like to express their views or ask questions during the AGM may register themselves by logging on to <https://emeetings.kfintech.com> and clicking on the ‘Speaker Registration’ option available on the screen after log in. The Speaker Registration will be open during Thursday, August 17, 2023 to Friday, August 18, 2023. Only those members who are registered will be allowed to express their views or ask questions. The Company reserves the right to restrict the number of questions and number of speakers, depending upon availability of time as appropriate for smooth conduct of the AGM.
10. Members will be allowed to attend the AGM through VC/OAVM on first come first serve basis.
11. Facility to join the meeting shall be opened thirty minutes before the scheduled time of the AGM and shall be kept open throughout the proceedings of the AGM.
12. Members who need assistance before or during the AGM, can contact KFinTech on [evoting@kfintech.com](mailto:evoting@kfintech.com) or call on toll free number 1800-309-4001 (from 9:00 a.m. IST to 5:00 p.m. IST). Kindly quote your name, DP ID-Client ID/ Folio no. and E-voting Event Number (“Even”) in all your communications.
13. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the AGM.
14. Institutional /Corporate Members (that is, other than Individuals, HUFs, NRIs, etc.) are required to send the Board Resolution / Power of Attorney / Authority Letter, etc., together with attested specimen signature(s) of the duly authorised representative(s), to e-mail id: [js@rathiandassociates.com](mailto:js@rathiandassociates.com) with a copy marked to [evoting@kfintech.com](mailto:evoting@kfintech.com). Such authorisation shall contain necessary authority in favour of its authorised representative(s) to attend the AGM.
15. Members attending the AGM through VC/OAVM shall be reckoned for the purpose of quorum under Section 103 of the Act.
16. Members of the Company under the category of “Institutional Investors” are encouraged to attend and vote at the AGM.

### PROCEDURE FOR REMOTE E-VOTING AND E-VOTING AT THE AGM (“INSTA POLL”):

#### 17. A. E-VOTING FACILITY:

Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Act read with the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of SEBI Listing Regulations read with circular of SEBI on e-Voting Facility provided by Listed Entities, dated December 09, 2020, the Company is providing to its members facility to exercise their right to vote on resolutions proposed to be passed at AGM by electronic means (“e-voting”). Members may cast their votes remotely, using an electronic voting system on the dates mentioned herein below (“remote e-voting”). Further, the facility for voting through electronic voting system will also be made available at



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

the Meeting (“Insta Poll”) and Members attending the Meeting who have not cast their vote(s) by remote e-voting will be able to vote at the Meeting through Insta Poll.

The Company has engaged the services of KFinTech as the agency to provide e-voting facility.

**The manner of voting, including voting remotely by (i) individual shareholders holding shares of the Company in demat mode, (ii) shareholders other than individuals holding shares of the Company in demat mode (iii) shareholders holding shares of the Company in physical mode, and (iv) members who have not registered their e-mail address is provided in the instructions given below.**

The remote e-voting facility will be available during the following voting period:

<b>Commencement of remote e-voting</b>	9:00 a.m. IST on Saturday, August 19, 2023
<b>End of remote e-voting</b>	5:00 p.m. IST on Monday, August 21, 2023

The remote e-voting will not be allowed beyond the aforesaid date and time and the remote e-voting module shall be forthwith disabled by KFinTech upon expiry of the aforesaid period.

**Voting rights of a Member/Beneficial owner (in case of electronic shareholding) shall be in proportion to his/her/its shareholding in the paid-up equity share capital of the Company as on the cut-off date i.e. Tuesday, August 15, 2023 (“Cut-off Date”).**

The Board of Directors of the Company has appointed Mr. Jayesh Shah (Membership No. FCS 2535) or failing him Mr. Himanshu Kamdar (Membership No. FCS 5171 ), Practicing Company Secretary, Partners, Rathi and Associates, Company Secretaries, as Scrutiniser to scrutinise the remote e-voting and Insta Poll process in a fair and transparent manner and they have communicated their willingness to be appointed and will be available for the said purpose.

### **B. INFORMATION AND INSTRUCTIONS RELATING TO E-VOTING ARE AS UNDER:**

- i) **The Members who have cast their vote(s) by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote(s) again at the Meeting.**
- ii) **Once the vote on a resolution is cast by a Member, whether partially or otherwise, the Member shall not be allowed to change it subsequently or cast the vote again.**
- iii) A member can opt for only single mode of voting i.e. through remote e-voting or Voting at the Meeting (“Insta Poll”). If a Member casts vote(s) by both modes, then voting done through remote e-voting shall prevail and vote(s) cast at the Meeting shall be treated as “INVALID”.
- iv) **A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting or for participation at the AGM and voting through Insta Poll. A person who is not a member as on the cut-off date, should treat the Notice for information purpose only.**
- v) The Company has opted to provide the same electronic voting system at the Meeting, as used during remote e-voting, and the said facility shall be operational till all the resolutions proposed in the Notice are considered and voted upon at the Meeting and may be used for voting only by the members holding shares as on the cut-off date who are attending the Meeting and who have not already cast their vote(s) through remote e-voting.

### **C. REMOTE E-VOTING**

#### **vi) INFORMATION AND INSTRUCTIONS FOR REMOTE E-VOTING BY INDIVIDUAL SHAREHOLDERS HOLDING SHARES OF THE COMPANY IN DEMAT MODE**

As per circular of SEBI on e-voting facility provided by listed entities, dated December 09, 2020, all “individual shareholders holding shares of the Company in demat mode” can cast their vote, by way of a single login credential, through their demat accounts / websites of Depositories/ Depository Participants. The procedure to login and access remote e-voting, as devised by the Depositories/ Depository Participant(s), is given below:

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Procedure to login through websites of Depositories

National Securities Depository Limited (“NSDL”)	Central Depository Services (India) Limited (“CDSL”)
<b>1. Users already registered for IDeAS e-Services facility of NSDL may follow the following procedure:</b>	<b>1. Users already registered for Easi / Easiest facility of CDSL may follow the following procedure:</b>
i. Type in the browser / Click on the following e-Services link: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>	i. Type in the browser / Click on any of the following links: <a href="https://web.cdslindia.com/myeasinew/home/login">https://web.cdslindia.com/myeasinew/home/login</a>  or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi / Login to My Easi option under Quick Login (best operational in Internet Explorer 10 or above and Mozilla Firefox)
ii. Click on the button “ <b>Beneficial Owner</b> ” available for login under ‘ <b>IDeAS</b> ’ section.	ii. Enter your User ID and Password for accessing Easi / Easiest.
iii. A new page will open. Enter your User ID and Password for accessing IDeAS.	iii. You will see Company Name: “Hathway Bhawani Cabletel & Datacom Limited” on the next screen. <b>Click on the e-Voting link available against Hathway Bhawani Cabletel &amp; Datacom Limited or select e-Voting service provider “KFinTech”</b> and you will be re-directed to the e-Voting page of KFinTech to cast your vote without any further authentication.
iv. On successful authentication, you will enter your IDeAS service login. Click on “ <b>Access to e-Voting</b> ” under <b>Value Added Services</b> on the panel available on the left hand side.	
v. You will see Company Name: “Hathway Bhawani Cabletel & Datacom Limited” on the next screen. <b>Click on the e-Voting link available against Hathway Bhawani Cabletel &amp; Datacom Limited or select e-Voting service provider “KFinTech”</b> and you will be re-directed to the e-Voting page of KFinTech to cast your vote without any further authentication.	
<b>2. Users not registered for IDeAS e-Services facility of NSDL may follow the following procedure:</b>	<b>2. Users not registered for Easi/Easiest facility of CDSL may follow the following procedure:</b>
i. To register, type in the browser /Click on the following e-Services link: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>	i. To register, type in the browser / Click on the following link: <a href="https://web.cdslindia.com/myeasinew/Registration/EasiRegistration">https://web.cdslindia.com/myeasinew/Registration/EasiRegistration</a>
ii. Select option “ <b>Register Online for IDeAS</b> ” available on the left hand side of the page	ii. Proceed to complete registration using your DP ID-Client ID (BO ID), etc.
iii. Proceed to complete registration using your DP ID, Client ID, Mobile Number etc.	iii. After successful registration, please follow steps given under Sr. No. 1 above to cast your vote.
iv. After successful registration, please follow steps given under Sr. No. 1 above to cast your vote.	

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

National Securities Depository Limited (“NSDL”)	Central Depository Services (India) Limited (“CDSL”)
<b>3. Users may directly access the e-Voting module of NSDL as per the following procedure:</b>	<b>3. Users may directly access the e-Voting module of CDSL as per the following procedure:</b>
i. Type in the browser / Click on the following link: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a>	i. Type in the browser / Click on the following links: <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a>
ii. Click on the button “ <b>Login</b> ” available under “ <b>Shareholder/ Member</b> ” section.	ii. Provide Demat Account Number and PAN
iii. On the login page, enter User ID (that is, 16-character demat account number held with NSDL, starting with IN), Login Type, that is, through typing Password (in case you are registered on NSDL’s e-voting platform)/ through generation of OTP (in case your mobile/e-mail address is registered in your demat account) and Verification Code as shown on the screen.	iii. System will authenticate user by sending OTP on registered Mobile & E-mail as recorded in the Demat Account.
iv. On successful authentication, you will enter the e-voting module of NSDL. Click on “ <b>Active E-voting Cycles / VC or OAVMs</b> ” option under E-voting. You will see Company Name:  “Hathway Bhawani Cabletel & Datacom Limited” on the next screen. <b>Click on the e-Voting link available against Hathway Bhawani Cabletel &amp; Datacom Limited or select e-Voting service provider “KFinTech”</b> and you will be re-directed to the e-Voting page of KFinTech to cast your vote without any further authentication.	iv. On successful authentication, you will enter the e-voting module of CDSL. <b>Click on the e-Voting link available against Hathway Bhawani Cabletel &amp; Datacom Limited or select e-Voting service provider “KFinTech”</b> and you will be re-directed to the e-Voting page of KFinTech to cast your vote without any further authentication.

### Procedure to login through their demat accounts / Website of Depository Participant

Individual shareholders holding shares of the Company in Demat mode can **access e-Voting facility provided by the Company using login credentials of their demat accounts** (online accounts) through their demat accounts / **websites of Depository Participants** registered with NSDL/CDSL. An option for “**e-Voting**” will be available once they have successfully logged-in through their respective logins. Click on the option “e-Voting” and they will be redirected to e-Voting modules of NSDL/CDSL (as may be applicable). **Click on the e-Voting link available against Hathway Bhawani Cabletel & Datacom Limited or select e-Voting service provider “KFinTech”** and you will be re-directed to the e-Voting page of KFinTech to cast your vote without any further authentication.

**Members who are unable to retrieve User ID / Password are advised to use “Forgot User ID” / “Forgot Password” options available on the websites of Depositories / Depository Participants.**

Contact details in case of any technical issue on NSDL Website	Contact details in case of any technical issue on CDSL Website
Members facing any technical issue during login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free nos.: 1800 1020 990 / 1800 22 44 30	Members facing any technical issue during login can contact CDSL helpdesk by sending a request at helpdesk. <a href="mailto:evoting@cdslindia.com">evoting@cdslindia.com</a> or contact at 022-23058738 or 022-23058542-43.

**vii) INFORMATION AND INSTRUCTIONS FOR REMOTE E-VOTING BY (I) SHAREHOLDERS OTHER THAN INDIVIDUALS HOLDING SHARES OF THE COMPANY IN DEMAT MODE AND (II) ALL SHAREHOLDERS HOLDING SHARES IN PHYSICAL MODE**

**IA. In case member receives an e-mail from the Company/ KFinTech [for Members whose e-mail address is registered with the Company/KFinTech/ Depository Participant(s)]:**

- a. Launch internet browser by typing the URL: <https://evoting.kfintech.com>
- b. Enter the login credentials (**User ID and password given in the e-mail**). The E-Voting Event Number+Folio No. or DP ID Client ID will be your User ID. However, if you are already registered with KFinTech for e-voting, you can use the existing password for logging in. If required, please visit <https://evoting.kfintech.com> or contact toll-free number 1800-309-4001 (from 9:00 a.m. IST to 5:00 p.m. IST) for assistance on your existing password.
- c. After entering these details appropriately, click on “LOGIN”.
- d. You will now reach Password Change Menu wherein you are required to mandatorily change your password upon logging in for the first time. The new password shall comprise minimum 8 characters with at least one upper case (A-Z), one lower case (a-z), one numeric (0-9) and a special character (@,#,\$,etc.). The system will prompt you to change your password and update your contact details like mobile number, e-mail address, etc. on first login. You may also enter a secret question and answer of your choice to retrieve your password in case you forget it. **It is strongly recommended that you do not share your password with any other person and that you take utmost care to keep your password confidential.**
- e. You need to login again with the new credentials.
- f. On successful login, the system will prompt you to select the E-Voting Event Number (EVEN) for Hathway Bhawani Cabletel & Datacom Limited.
- g. On the voting page, enter the number of shares as on the cut-off date under either “FOR” or “AGAINST” or alternatively, you may partially enter any number under “FOR” / “AGAINST”, but the total number under “FOR” / “AGAINST” taken together should not exceed your total shareholding as on the cut-off date. You may also choose to “ABSTAIN” and vote will not be counted under either head.
- h. Members holding shares under multiple folios/demat accounts shall choose the voting process separately for each of the folios / demat accounts.
- i. Voting has to be done for each item of the Notice separately. In case you do not desire to cast your vote on any specific item, it will be treated as “ABSTAINED”.
- j. You may then cast your vote by selecting an appropriate option and click on “SUBMIT”.
- k. A confirmation box will be displayed. Click “OK” to confirm, else “CANCEL” to modify.
- l. Once you confirm, you will not be allowed to modify your vote.
- m. Institutional Members/ Corporate Members (i.e., other than Individuals, HUFs, NRIs, etc.) are also required to send legible scanned certified true copy (in PDF Format) of the Board Resolution/Power of Attorney/Authority Letter, etc., together with attested specimen signature(s) of the duly authorized representative(s), to the Scrutiniser at e-mail id: [js@rathianassociates.com](mailto:js@rathianassociates.com) with a copy marked to [evoting@kfintech.com](mailto:evoting@kfintech.com). Such authorization shall contain necessary authority for voting by its authorized representative(s). It is also requested to upload the same in the e-voting module in their login. The naming format of the aforesaid legible scanned document shall be “Corporate Name EVEN.”

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

**IB. In case of a member whose e-mail address is not registered / updated with the Company/ KFinTech /Depository Participant(s), please follow the following steps to generate your login credentials:**

- a. The Members of the Company holding Equity Shares of the Company in physical Form and who have not registered/ updated their e-mail address with the Company/KFinTech, may get their e-mail address registered, by submitting Form ISR-1 (available on the website of the Company: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)) duly filled and signed along with requisite supporting documents to KFinTech at Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad 500 032.
- b. **Members holding shares in dematerialised mode who have not registered their e-mail address with their Depository Participant(s) are requested to register/update their email address with the Depository Participant(s) with whom they maintain their demat accounts.**
- c. After due verification, KFinTech will forward your login credentials to your registered email address.
- d. Follow the instructions at I(A) (a) to (m) to cast your vote.

II) Members can also update their mobile number and e-mail ID in the “user profile details” in their e-voting login on <https://evoting.kfintech.com> which may be used for sending further communication(s).

**III) Any person who becomes a member of the Company after dispatch of the Notice of the Meeting and holding shares as on the cut-off date/any Member who has forgotten the User Id and Password, may obtain/generate/retrieve the same from KFinTech in the manner as mentioned below:**

- a. If the mobile number of the member is registered against Folio No. / DP ID Client ID, the member may send SMS: **MYEPWD <space> E-Voting Event Number+Folio No. or DP ID Client ID to 9212993399**

Example for NSDL: MYEPWD <SPACE> IN12345612345678

Example for CDSL: MYEPWD <SPACE> 1402345612345678

Example for Physical: MYEPWD <SPACE> 0000012

- b. If e-mail address or mobile number of the member is registered against Folio No. / DP ID Client ID, then on the home page of <https://evoting.kfintech.com>, the member may click “Forgot Password” and enter Folio No. or DP ID Client ID and PAN to generate a password.
- c. Member may call on KFinTech’s toll-free number 1800-309-4001 (from 9:00 a.m. IST to 5:00 p.m. IST)
- d. Member may send an e-mail request to [evoting@kfintech.com](mailto:evoting@kfintech.com). After due verification of the request, User ID and password will be sent to the member.
- e. If the member is already registered with KFinTech’s e-voting platform, then he/she/it can use his/her/its existing password for logging in.

IV) In case of any query pertaining to e-voting, members may refer to the “Help” and “FAQs” sections/ E-voting user manual available through a dropdown menu in the “Downloads” section of KFinTech’s website for e-voting: <https://evoting.kfintech.com> or contact KFinTech as per the details given under sub-point no. V below.

**V) Members are requested to note the following contact details for addressing e-voting grievances:**

Mr. V Balakrishnan, Vice President  
KFin Technologies Limited  
Selenium Tower B, Plot 31-32, Gachibowli,  
Financial District, Nanakramguda,  
Hyderabad 500 032, India  
Toll-free No.: 1800-309-4001  
(from 9:00 a.m. IST to 5:00 p.m. IST)  
E-mail: [evoting@kfintech.com](mailto:evoting@kfintech.com)

**D. INSTA POLL:**

**VI) INFORMATION AND INSTRUCTIONS FOR INSTA POLL:**

**Facility to vote through Insta Poll will be made available on the Meeting page (after you log into the Meeting) and will be activated once the Insta Poll is announced at the Meeting. An icon, "Vote", will be available at the bottom left on the Meeting Screen. Once the voting at the Meeting is announced by the Chairman, Members who have not cast their vote using remote e-voting will be able to cast their vote by clicking on this icon.**

**E. E-VOTING RESULT:**

VII) The Scrutiniser will, after the conclusion of e-voting at the Meeting, scrutinise the votes cast at the Meeting (Insta Poll) and votes cast through remote e-voting, make a consolidated Scrutiniser's Report and submit the same to the Chairman. The result of e-Scrutiniser's voting along with the consolidated Report will be declared in accordance with the applicable provisions of SEBI Listing Regulations and will be placed on the website of the Company: [www.hathwaybhawani.com](http://www.hathwaybhawani.com) and on the website of KFinTech at: <https://evoting.kfintech.com>. The result will simultaneously be communicated to the Stock Exchange.

**VIII) Subject to receipt of requisite number of votes, the Resolutions proposed in the Notice shall be deemed to be passed on the date of the Meeting, i.e. Tuesday, August 22, 2023.**

- IX) In accordance with the MCA Circulars, the Company has made necessary arrangements for the members to register their e-mail address. (i) Members who have not registered their e-mail address are requested to register the same with the Depository Participant(s) where they maintain their demat accounts, if the shares are held in electronic form, and (ii) Members holding shares in physical mode, who have not registered / updated their e-mail address with the Company, are requested to register / update their e-mail address by submitting Form ISR-1 (available on the website of the Company at [www.hathwaybhawani.com](http://www.hathwaybhawani.com)) duly filled and signed along with requisite supporting documents to KFinTech at Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad 500 032.
- X) **Members are requested to carefully read all the Notes set out herein and in particular, instructions for joining the Meeting and manner of casting vote through remote e-voting or e-voting at the Meeting (Insta Poll).**

**PROCEDURE FOR INSPECTION OF DOCUMENTS:**

18. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act and the relevant documents referred to in the Notice will be available electronically for inspection by the members during the AGM.

All documents referred to in the Notice will also be available electronically for inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net).

19. Members seeking any information with regard to the accounts or any matter to be considered at the AGM, are requested to write to the Company on or before Wednesday, August 16, 2023 through email on [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net). The same will be replied by the Company suitably.

**OTHER INFORMATION**

20. As mandated by the SEBI, Securities of the Company can be transferred/traded only in dematerialised form. Members holding shares in physical form are advised to avail of the facility of dematerialisation.

21. SEBI has vide Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023 read with SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2021/655 dated November 3, 2021 and SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2021/687 dated December 14, 2021 ("SEBI Circulars") mandated furnishing of Permanent Account Number ('PAN'), KYC details viz. Contact Details (Postal Address, Mobile Number and E-mail), Bank Details, Nomination etc. by holders of physical securities. The Company/RTA has sent letters for furnishing the required details. Any Service

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

request shall be entertained by KFinTech only upon registration of the PAN, KYC details and the nomination. Further, in absence of the above information on or after October 1, 2023, the folio(s) shall be frozen by KFinTech in compliance with the aforesaid SEBI Circulars. If the folio(s) continue to remain frozen as on December 31, 2025, the frozen folios shall be referred by KFinTech/ Company to the administering authority under the Benami Transactions (Prohibitions) Act, 1988 and/or Prevention of Money Laundering Act, 2002.

22. Members are requested to intimate/update changes, if any, in postal address, e-mail address, mobile number, PAN, nomination details, bank details such as name of the bank and branch, bank account number, IFS Code etc., as per instructions set out below:

**(a) Members holding the shares in electronic form should furnish the above details to their Depository Participant (“DP”) in the prescribed form provided by the DP.**

**(b) Members holding the shares in physical form by submitting the forms given below with requisite supporting documents:**

S r . No.	Particulars	Form
1.	Registration of PAN, postal address, e-mail address, mobile number, Bank Account Details or changes /update thereof	ISR-1
2.	Confirmation of Signature of shareholder by the Banker	ISR-2
3.	Registration of Nomination	SH-13
4.	Cancellation or Variation of Nomination	SH-14
5.	Declaration to opt out of Nomination	ISR-3

23. Members may note that the SEBI Listing Regulations mandates transfer, transmission and transposition of securities of listed companies held in physical form shall be effected only in demat mode. Further, SEBI vide its Circular No. SEBI/ HO/MIRSD/MIRSD\_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in dematerialised form only while processing service requests, viz., issue of duplicate securities certificate; claim from unclaimed suspense account / suspense escrow demat account; renewal/ exchange of securities certificate; endorsement; sub-division/ splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, members are requested to make service requests for issue of duplicate securities certificate; claim from unclaimed suspense account / suspense escrow demat account; renewal/ exchange of securities certificate etc., by submitting a duly filled and signed Form as the case may be, along with requisite supporting documents as per the requirement of the aforesaid circular.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

The aforesaid forms can be downloaded from the Company's website at [www.hathwaybhawani.com](http://www.hathwaybhawani.com) and is also available on the website of KFinTech at <https://www.kfintech.com/>

All aforesaid documents/requests should be submitted to KFinTech, at the address mentioned below:

Mr. V Balakrishnan, Vice President  
KFin Technologies Limited  
Selenium Tower B, Plot 31-32, Gachibowli,  
Financial District, Nanakramguda,  
Hyderabad 500 032, India  
Toll-free No.: 1800-309-4001  
(from 9:00 a.m. IST to 5:00 p.m. IST)  
E-mail: [hbcdl@kfintech.com](mailto:hbcdl@kfintech.com)

**By Order of the Board of Directors**

**Ajay Singh**  
Company Secretary and  
Compliance Officer  
FCS 5189

**Mumbai, April 14, 2023**

### **Registered Office**

805/806, Windsor, 8<sup>th</sup> Floor, Off CST Road,  
Kalina, Santacruz (East), Mumbai - 400 098  
CIN: L65910MH1984PLC034514  
Tel: 022 4054 2500 Fax: 022 4054 2700  
Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)  
E-mail: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### ANNEXURE TO THE NOTICE DATED APRIL 14, 2023

#### Details of Director retiring by rotation/ seeking re-appointment at the Meeting

Name of Director	Ms. Pranjali Gawde
Age	39
Nationality	Indian
Date of First Appointment on the Board	June 26, 2020
Qualification	Chartered Accountant
Experience (including expertise in Specific Functional Area) / Brief resume	Extensive experience in the field of Corporate Finance and Accounts.
Terms and Conditions of Re-appointment	In terms of Section 152(6) of the Act, Ms. Pranjali Gawde, who was appointed as a Non-executive Director at the Annual General Meeting held on September 25, 2020, is liable to retire by rotation.
Remuneration last drawn (FY 2022-23)	Nil
Remuneration proposed to be paid	Nil
Number of shares held in the Company as on March 31, 2023	Nil
Disclosure of relationships between directors inter-se/ Key Managerial Personnel (KMP)	Ms. Pranjali Gawde is not related, directly or indirectly, to any Directors/KMP of the Company.
Number of meetings of the Board attended during the financial year 2022-23	06 (Six)
Names of listed entities in which the director holds the directorship and the membership of the Committees of the Board as on March 31, 2023	<ul style="list-style-type: none"> <li>• <b>Listed Entities in which the director holds the directorship:</b> <ol style="list-style-type: none"> <li>1) Hathway Bhawani Cabletel &amp; Datacom Limited</li> </ol> </li> <li>• <b>Listed entities in which the director holds the Membership of the Committees of the Board:</b> <ol style="list-style-type: none"> <li>1) Hathway Bhawani Cabletel &amp; Datacom Limited                             <ol style="list-style-type: none"> <li>i Audit Committee- Member</li> <li>ii Stakeholders Relationship Committee - Member</li> </ol> </li> </ol> </li> </ul>
Listed entities from which the Director has resigned in the past three years	Nil

#### Mumbai, April 14, 2023

#### Registered Office

805/806, Windsor, 8<sup>th</sup> Floor, Off CST Road,  
Kalina, Santacruz (East), Mumbai - 400 098  
CIN: L65910MH1984PLC034514  
Tel: 022 4054 2500 Fax: 022 4054 2700  
Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)  
E-mail: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)

# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

## BOARD'S REPORT

Dear Members,

The Board of Directors are pleased to present the Company's 39<sup>th</sup> Annual Report and the Company's audited financial statement for the financial year ended March 31, 2023.

### 1. Financial Results

The Company's financial performance (Standalone and Consolidated) for the year ended March 31, 2023 is summarized below: -

(₹ in lakhs)

	STANDALONE		CONSOLIDATED	
	2022-23	2021-22	2022-23	2021-22
<b>Revenue from Operations</b>	<b>305.50</b>	<b>381.59</b>	<b>305.50</b>	<b>381.59</b>
<b>Other Income</b>	<b>6.82</b>	<b>7.72</b>	<b>6.82</b>	<b>7.72</b>
<b>Profit /(Loss) before Tax</b>	<b>33.65</b>	<b>100.31</b>	<b>25.60</b>	<b>94.07</b>
Less: Current Tax	-	-	-	-
Deferred Tax	8.63	14.36	8.63	14.36
<b>Profit/ (Loss) for the year</b>	<b>25.02</b>	<b>85.95</b>	<b>16.97</b>	<b>79.71</b>
Add: Other Comprehensive Income (OCI)	0.60	(0.16)	0.60	0.59
<b>Total Comprehensive Income for the year</b>	<b>25.62</b>	<b>85.79</b>	<b>17.57</b>	<b>80.30</b>
<b>Add:</b> Opening Balance in Retained Earnings and OCI (Adjusted)	(637.80)	(723.59)	(648.76)	(729.06)
<b>Less:</b> Appropriation	-	-	-	-
-General Reserve	-	-	-	-
<b>Closing Balance of Retained Earnings and OCI</b>	<b>(612.18)</b>	<b>(637.80)</b>	<b>(631.19)</b>	<b>(648.77)</b>

### 2. Transfer to Reserves

The Board of Directors of the Company have not transferred any amount to the Reserves during the year under review.

### 3. Result of Operations and State of Company's affairs

During the year under review, the total revenue from operations was Rs. 305.50 lakhs on standalone basis and Rs. 305.50 lakhs on consolidated basis as compared to the last year's revenue of Rs. 381.59 lakhs on standalone basis and Rs. 381.59 lakhs on consolidated basis respectively. The Profit after tax of your Company was Rs. 25.02 lakhs on standalone basis and Rs. 16.97 lakhs on consolidated basis as compared to the last year's Profit after tax was Rs. 85.95 lakhs on standalone basis and Rs. 79.71 lakhs on consolidated basis respectively.

### 4. Details of Material changes from the end of the Financial Year till the date of this Report

There were no material changes taken place from the end of the financial year till the date of this Report.

### 5. Dividend

The Board of Directors of the Company have not recommended any dividend on Equity Shares for the year under review.

### 6. Management Discussion and Analysis

Management Discussion and Analysis Report for the year under review, as stipulated under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI (LODR)”) is presented in a separate section, which forms part of the Annual Report.

### 7. Business Operations of the Company

The Company continue to remain committed to its customers by offering various schemes and services which are best in class and cost effective. During the year under review, the Company in spite of stiff challenges posed from the over-the-top (“OTT”) has been able to hold on its customers due to the various initiatives of Hathway Digital Limited, the MSO Company, (“fellow Subsidiary”) for enhancing the customer experience.

### 8. Consolidated Financial Statement

In accordance with the provisions of the Companies Act, 2013 (“the Act”) and SEBI (LODR) read with Ind AS-110 (Consolidated Financial Statement), Ind AS-28 (Investments in Associates and Joint Ventures), the consolidated audited financial statement forms part of the Annual Report.

### 9. Subsidiary Company

During the year under review and till the date of this report, no new company has become or ceased to be subsidiary of the Company.

A Statement providing details of performance and salient features of the financial statements of Subsidiary company, as per Section 129(3) of the Act, “AOC-1” is provided as **Annexure I** to this Report.

The audited Financial Statement including the Consolidated Financial Statement of the Company and all other documents required to be attached thereto are available on Company’s website and can be accessed at [www.hathwaybhawani.com](http://www.hathwaybhawani.com). The financial statement of the subsidiary Company can also be accessed at the Company’s website.

The Company has formulated a policy for determining Material Subsidiaries and the same is placed on the Company’s website and can be accessed at <https://www.hathwaybhawani.com/assets/pdf/policy-on-material-subsiary.pdf>.

### 10. Secretarial Standards

The Company has followed the applicable Secretarial Standards i.e. SS-1 and SS-2, relating to ‘Meetings of the Board of Directors’ and ‘General Meetings’, respectively.

### 11. Directors’ Responsibility Statement

Your Directors state that:

- a) in the preparation of the annual accounts for the financial year ended March 31, 2023, the applicable accounting standards read with requirements set out under Schedule III to the Act have been followed and there were no material departures from the same;
- b) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the profit of the Company for the financial year ended on that date;
- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors have prepared the annual accounts on a ‘going concern’ basis;
- e) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

- f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

### 12. Contracts and arrangements with Related Parties

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in its ordinary course of business and on an arm's length basis.

During the year, the Company had not entered into any contract/ arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions or which is required to be reported in Form No. AOC-2 in terms of Section 134(3)(h) read with Section 188 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

During the year under review, the Board has approved and adopted the updated Policy defining materiality of related party transactions, material modification in related party transactions and dealing with related party transactions and the same is placed on the Company's website and the same can be accessed at

<https://www.hathwaybhawani.com/assets/pdf/HBCDL%20Related%20Party%20Transactions%20Policy.pdf>

There were no materially significant related party transactions which could have potential conflict with interest of the Company at large.

Members may refer Note 4.09 to the Standalone Financial Statement which sets out related party disclosures pursuant to Ind AS.

### 13. Corporate Social Responsibility

Pursuant to the provisions of Section 135 of the Act read with Rule 3 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company was not required to comply with the provisions of Corporate Social Responsibility ("CSR") as the Company did not meet the criteria of applicability of provisions of CSR.

### 14. Risk Management

Hathway Cable and Datacom Limited ("HCDL"), the Holding Company has adopted Risk Management Policy which is detailed and provides for exhaustive Risk Management framework which is applicable to its Subsidiaries and Joint Ventures. The Company, being subsidiary of HCDL follows the same. The Risk Management framework defines the risk management process which focus on four key elements viz. Risk Identification, Risk assessment, Risk Management and Risk Monitoring. The Board of Directors of the Company has been entrusted with the responsibility of overseeing effective implementation, monitoring of risk management plan and policy, continuous review and obtaining assurance from the management for timely identifying, managing and mitigating the emerging risk associated with the Company.

Further details on Risk Management activities are covered in Management Discussion and Analysis section, which forms part of the Annual Report.

### 15. Internal Financial Controls

The Company has adequate internal financial controls commensurate with the size of the business and nature of its operations, designed to provide reasonable assurance with regard to the accuracy and completeness of the accounting records and timely preparation and provision of reliable financial statements.

The internal financial controls are embedded in the business processes. Assurance on the effectiveness of internal financial controls is obtained through management reviews, continuous monitoring by functional head as well as sample testing of the internal financial control systems by the independent Auditors during the course of their audits.

The Audit Committee reviews adequacy and effectiveness of Company's Internal Controls and implementation of audit recommendations on quarterly basis.

## **16. Directors and Key Managerial Personnel**

### **Retiring by rotation**

In accordance with the provisions of the Act and the Articles of Association of the Company, Ms. Pranjali Gawde (DIN: 08754715), Non-Executive Director of the Company, retires by rotation at the ensuing Annual General Meeting. The Board of Directors on the recommendation of the Nomination and Remuneration Committee ("NRC") has recommended her re-appointment.

### **Change in the Key Managerial Personnel of the Company**

During the period under review, Mr. Vatan Pathan, Director of the Company was re-appointed as Chief Executive Officer of the Company at the Board Meeting held on March 30, 2023 for a period of 5 years from April 03, 2023 to April 02, 2028.

Save and except aforementioned, there were no other change in the Board of Directors and Key Managerial Personnel of the Company.

The Company has received declarations from all Independent Directors of the Company confirming that:

- (a) they meet the criteria of independence prescribed under the Act and SEBI (LODR); and
- (b) they have registered their names in the Independent Directors' Databank.

## **17. Performance Evaluation**

The Company has a policy for performance evaluation of the Board, Committees and other individual Directors (including Independent Directors) which includes criteria for performance evaluation of Non-Executive Directors and Executive Directors.

In accordance with the manner of evaluation specified by the NRC, the Board carried out annual performance evaluation of the Board, its Committees and Individual Directors. The Independent Directors carried out annual performance evaluation of the Chairman, the non-independent directors and the Board as a whole. The Chairman of the respective Committees shared the report on evaluation with the respective Committee members. The performance of each Committee was evaluated by the Board based on the report of evaluation received from the respective Committees. A consolidated report on performance evaluation was shared with the Chairman of the Board for his review and giving feedback to each Director.

## **18. Auditors and Auditors' Report**

### **Statutory Auditors**

During the year under review, M/s. Nayan Parikh & Co. Chartered Accountants (Firm Registration No.107023W) were reappointed as Statutory Auditors of the Company for second term of 5 (five) consecutive years, at the Thirty-Eighth Annual General Meeting of the Company held on June 24, 2022. The Statutory Auditors have confirmed their eligibility and qualifications required under the Act for holding office as Statutory Auditors of the Company.

The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer. The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

### **Secretarial Auditor**

The Board of Directors of the Company had appointed M/s. Rathi & Associates, Company Secretaries to conduct Secretarial Audit for the financial year 2022-23. The Secretarial Audit Report for the financial year ended March 31, 2023 is provided as **Annexure II** to this Report.

The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer.

**19. Disclosures****Meetings of the Board**

The Board of Directors met six times during the financial year on April 11, 2022, July 15, 2022, October 15, 2022, January 13, 2023, February 28, 2023 and March 30, 2023. The intervening gap between two consecutive meetings was within the period specified under the Act.

**Audit Committee**

The Audit Committee of the Company comprises Mr. Dilip Worah, Independent Director (Chairman), Mr. L. K. Kannan, Independent Director and Ms. Pranjali Gawde, Non-Executive Director of the Company. The constitution and terms of reference of the Committee is as per Section 177 of the Act. During the year, all recommendations made by the Audit Committee were accepted by the Board. The Audit Committee met five times during the year on April 11, 2022, July 15, 2022, October 15, 2022, January 13, 2023 and March 16, 2023.

**Nomination and Remuneration Committee**

The Nomination and Remuneration Committee (NRC) comprises Mr. L. K. Kannan, Independent Director (Chairman), Mr. Dilip Worah, Independent Director and Mr. Vatan Pathan, Non-Executive Director of the Company. The NRC Committee met two times during the year on April 11, 2022 and March 30, 2023.

The Company has devised inter alia, following Policies namely (i) Policy for Selection of Directors and Determining Directors' Independence, (ii) Remuneration Policy for Directors, Key Managerial Personnel and Senior Management and (iii) Policy on Board Diversity. The Policies are available on the Company's website and can be accessed at:

<https://www.hathwaybhawani.com/assets/pdf/HBCDL%20Policy%20for%20Seclection%20of%20Directors.pdf>;

<https://www.hathwaybhawani.com/assets/pdf/HBCDL%20Policy%20for%20Remuneration%20to%20Directors.pdf>;

<https://www.hathwaybhawani.com/assets/pdf/HBCDL%20Policy%20on%20Board%20Diversity.pdf>

There has been no change in the policies during the year.

The aforesaid Policies sets out the guiding principles for the NRC for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as independent directors of the Company; recommending to the Board the remuneration of the Directors, Key Managerial Personnel and Senior Management of the Company and the approach to diversity on the Board of Directors of the Company.

**Stakeholders' Relationship Committee**

The Stakeholders' Relationship Committee comprises Mr. Vatan Pathan, Non-Executive Director (Chairman), Ms. Pranjali Gawde, Non-Executive Director and Mr. Dilip Worah, Independent Director of the Company. The Committee met five times during the year on April 11, 2022, July 15, 2022, October 15, 2022, January 13, 2023 and February 28, 2023.

**20. Vigil Mechanism**

The Company promotes ethical behavior in all its business activities. Towards this, the Company has adopted a Policy on Vigil Mechanism and Whistle Blower Policy. Protected disclosures can be made by a whistle blower through an e-mail or a letter to the immediate supervisor or Chief Executive officer or the Compliance officer or the Chairman of the Audit Committee of the Company. The Audit Committee also reviews complaints/issues (if any) raised through Vigil Mechanism or by any Whistle blower on a quarterly basis.

The Vigil Mechanism and Whistle Blower Policy is available on the Company's website and can be accessed at <https://www.hathwaybhawani.com/assets/pdf/Vigil%20Mechanism%20and%20Whistle-Blower%20Policy.pdf>.

During the year under review, no protected disclosure concerning any reportable matter in accordance with the Vigil Mechanism and Whistle Blower Policy of the Company was received by the Company.

### 21. Particulars of loans given, investments made, guarantees given and securities provided

During the year under review, there were no loans given, investment made, guarantees given or securities provided in terms of Section 186 of the Act.

### 22. Prevention of Sexual Harassment at Workplace

In accordance with the requirement of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ("POSH Act") and Rules made thereunder, the Company has formed Internal Committee for various work places to address complaints pertaining to sexual harassment in accordance with the POSH Act. The Company has a policy for prevention of Sexual Harassment, which ensures a free and fair enquiry process with clear timelines for resolution. There were no cases/complaints filed during the year under POSH Act.

### 23. Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act, are provided in **Annexure III** to this Report.

### 24. Annual Return

The Annual Return of the Company as on March 31, 2023 is available on the Company's website and can be accessed at [https://hathwaybhawani.com/assets/pdf/Annual%20Return%20AGM\\_2023.pdf](https://hathwaybhawani.com/assets/pdf/Annual%20Return%20AGM_2023.pdf)

### 25. Particulars of Employees and related Disclosures

Disclosures relating to remuneration and other details as required under Section 197(12) of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report.

Having regard to the provisions of the second proviso to Section 136(1) of the Act and as advised, the Annual Report excluding the aforesaid information is being sent to the members of the Company. Any member interested in obtaining such information may write to the Company on email id [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)

### 26. General

The Board of Directors state that no disclosure or reporting is required in respect of the following matters as there were no transactions or applicability on these matters during the year under review:

- i) Details relating to deposits covered under Chapter V of the Act.
- ii) Issue of equity shares with differential rights as to dividend, voting or otherwise.
- iii) Issue of shares (including sweat equity shares and Employees' Stock Options Schemes) to employees of the Company under any scheme.
- iv) Significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- v) Fraud reported by the Auditors to the Audit Committee or the Board of Directors of the Company.
- vi) Scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.
- vii) Maintaining of cost records in terms of Section 148(1) of the Act.
- viii) Payment of remuneration or commission from any of its Holding or Subsidiary Companies to the Managing Director of the Company.
- ix) Change in the nature of business of the Company.
- x) Instances of transferring the funds to the Investor Education and Protection Fund.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

- xi) Issue of debentures/bonds/warrants/any other convertible securities.
- xii) There is no proceeding pending under the Insolvency and Bankruptcy Code, 2016.
- xiii) Instance of one-time settlement with any Bank or Financial Institution.
- xiv) Statement of deviation or variation in connection with preferential issue.

### 27. Acknowledgement

The Board of Directors wish to place on record their deep sense of appreciation for the committed services by the Company's Executives, Staff and Employees.

The Board of Directors would also like to express their sincere appreciation for the assistance and co-operation received from the Financial Institutions, Banks, Government Authorities, Customers, Vendors and Members during the year under review.

**For and on behalf of the Board**

**Vatan Pathan**  
Director & CEO  
DIN: 07468214

**Pranjali Gawde**  
Director  
DIN: 08754715

Date: April 14, 2023

Place: Mumbai

### Registered Office

805/806, Windsor, 8<sup>th</sup> Floor, Off CST Road,  
Kalina, Santacruz (East), Mumbai – 400 098  
CIN: L65910MH1984PLC034514  
Tel No. 022 40542500 Fax: 022 40542700  
Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)  
E-mail: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)



# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

## Annexure I

### AOC - 1 - Part A

#### STATEMENT CONTAINING SALIENT FEATURES OF THE FINANCIALS STATEMENTS OF SUBSIDIARIES, ASSOCIATE COMPANIES AND JOINT VENTURES, PURSUANT TO SECTION 129(3) OF THE ACT READ WITH RULE 5 AND 8 OF COMPANIES (ACCOUNTS) RULES, 2014

(₹ In lakhs unless Otherwise Stated)

Reporting period: 01/04/2022 to 31/03/2023 & Reporting Currency in INR

Sl. No.	Name of the Subsidiary	Note	Date of Acquisition	Equity Share Capital	Other Equity <sup>1</sup>	Total Assets	Total Liabilities	Investments	Total Income	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend	% of Share-holding
1	Hathway Bhawani NDS Network Limited	-	13/10/10	155.00	(114.79)	45.67	4.94	-	75.37	(12.91)	2.87	(15.78)	-	51.00

Note - 1. Other Equity includes Reserves and Surplus

### AOC - 1 - Part B

#### Statement pursuant to Section 129(3) of the Act related to Associate Companies and Joint Ventures

Sr. No	Name of Associates/Joint Ventures	
1	<b>Latest Audited Balance Sheet</b>	Nil
2	<b>Shares of Associate/Joint Ventures held by the Company on the year end</b>	
	No.	
	Amount of Investment in Associates/Joint Venture	
	Extend of Holding %	
3	<b>Description of how there is significant influence</b>	
4	<b>Reason why the Associate/Joint Venture is not Consolidated</b>	
5	<b>Networth attributable to Shareholding as per latest audited Balance sheet</b>	
6	<b>Profit/Loss for the year</b>	
	(i) Considered in Consolidation	
	(ii) Not Considered in Consolidation	

For and on behalf of the Board

**Vatan Pathan**  
Director & CEO  
DIN: 07468214

**Pranjali Gawde**  
Director  
DIN: 08754715

Date: April 14, 2023

Place: Mumbai

#### Registered Office

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CIN: L65910MH1984PLC034514  
Tel No. 022 40542500 Fax: 022 40542700  
Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)  
E-mail: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)

**Annexure II**

**SECRETARIAL AUDIT REPORT**

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

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2023

To,

The Members

**HATHWAY BHAWANI CABLETEL & DATACOM LIMITED**

805/806, Windsor, 8<sup>th</sup> Floor,  
Off. CST Road, Kalina,  
Santacruz (East), Mumbai - 400 098

Dear Sirs,

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practices by **Hathway Bhawani Cabletel & Datacom Limited** (hereinafter called “**the Company**”). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

We have conducted online verification & examination of records, as facilitated by the Company, for purpose of issuing this report and based on our verification of the Company’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, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2023, 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.

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the Financial Year ended on March 31, 2023, according to the provisions of:
  - i. The Companies Act, 2013 (‘the Act’) and the rules made there under;
  - ii. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;
  - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
  - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment.
  - v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’), to the extent applicable: -
    - a) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations 2015; and
    - b) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company under the said Financial Year under report: -
  - a) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
  - b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
  - c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
  - d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client;
  - e) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - f) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; and
  - g) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
3. Provisions of the Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of External Commercial Borrowings and Overseas Direct Investment were not attracted to the Company under the financial year under report.
4. We further report that having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test check basis, the Company has complied with the following laws specifically applicable to the Company:
  - i. Cable Television Networks (Regulation) Act, 1995, Cable Television Network (Regulation) Rules, 1994 and Content Certification Rules, 2008;
  - ii. The Cinematography Act, 1952;
  - iii. Telecom Regulatory Authority of India Act, 1997;
  - iv. Indecent Representation of Women (Prohibition) Act, 1986.

We have also examined compliance with the applicable clauses of Secretarial Standards 1 and 2 issued by the Institute of Company Secretaries of India under the provisions of Companies Act, 2013 and during the financial year under report, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the securities held by promoters and promoter group who holds 76,735 Equity Shares which are yet to be dematerialized as per regulation 31(2) of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015. However, the Company has sent letters to the concerned persons, for completing the process of dematerialization of their shares at the earliest.

### **We further report that:**

The Board of Directors of the Company is duly constituted with proper balance of Directors including Independent Directors and woman director in compliance with the provisions of the Companies Act, 2013. There were no changes in the composition of the Board of Directors during the period under report.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

Adequate Notice was given to all Directors to schedule the Board meetings and the agenda and detailed notes on agenda were sent at least seven days in advance. Further, 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.

As per the minutes of the meetings, the decisions of the Board were taken unanimously.

None of the members have communicated dissenting views, in the matters / agenda proposed from time to time for consideration of the Board and its Committees thereof, during the year under the report, hence were not required to be captured and recorded as part of the minutes.

We 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.

We further report that during the year under report, the Company has not undertaken any event/action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

**For Rathi & Associates**

Company Secretaries

**Himanshu S. Kamdar**

Partner

M. NO. FCS 5171

COP: 3030

Place: Mumbai

Date: April 14, 2023

UDIN: F005171E000092027

Peer Review Certificate No.; 668/2020

Note: This report should be read with our letter of even date which is attached as Annexure and forms an integral part of this report.

**Annexure to the Secretarial Audit Report**

To,

The Board of Directors

**HATHWAY BHAWANI CABLETEL & DATACOM LIMITED**

805/806, Windsor, 8<sup>th</sup> Floor,  
Off. CST Road, Kalina,  
Santacruz (East), Mumbai - 400 098

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 that 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. Where ever 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.

**For Rathi & Associates**

Company Secretaries

Place: Mumbai  
Date: April 14, 2023  
UDIN: F005171E000092027  
Peer Review Certificate No.; 668/2020

**Himanshu S. Kamdar**

Partner

M. NO. FCS 5171

COP: 3030

**Annexure III**

**Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo**

**A. Conservation of Energy**

**(i) Steps taken for conservation of energy:**

During the year under review, the Company was not engaged in any manufacturing or processing activity. Considering the nature of the Company's business, there is no reporting to be made on conservation of energy in its operations.

Notwithstanding, the Company recognises the importance of energy conservation in reducing the adverse effects of global warming and climate change. The Company carries on its activities in an environmentally friendly and energy efficient manner.

**(ii) Steps taken by the Company for utilizing alternate sources of energy:**

Nil

**(iii) The capital investment on energy conservation equipment:**

Nil

**B. Technology Absorption**

**(i) Major efforts made towards technology absorption:**

The Company has not entered into any technology agreement or collaborations.

**(ii) The benefits derived like product improvement, cost reduction, product development or import substitution:**

None

**(iii) Information regarding imported technology (Imported during last three years):**

The Company has not imported any technology during the last three years.

**(iv) Expenditure incurred on research and development:**

None

**C. Foreign Exchange Earnings and Outgo:**

Foreign Exchange earned in terms of actual inflows-NIL

Foreign Exchange outgo in terms of actual outflows-NIL

**For and on behalf of the Board**

**Vatan Pathan**  
Director & CEO  
DIN: 07468214

**Pranjali Gawde**  
Director  
DIN: 08754715

Date: April 14, 2023

Place: Mumbai

**Registered Office**

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CIN: L65910MH1984PLC034514  
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Website: [www.hathwaybhawani.com](http://www.hathwaybhawani.com)  
E- mail: [investors.bhawani@hathway.net](mailto:investors.bhawani@hathway.net)

**MANAGEMENT DISCUSSION & ANALYSIS REPORT****Global Economy Overview:**

On the surface, the global economy appears poised for a gradual recovery from the powerful blows of the pandemic and of Russia's unprovoked war on Ukraine. China is rebounding strongly following the reopening of its economy. Supply-chain disruptions are unwinding, while the dislocations to energy and food markets caused by the war are receding. Simultaneously, the massive and synchronous tightening of monetary policy by most central banks should start to bear fruit, with inflation moving back toward its targets. As per latest forecast, global growth will bottom out at 2.8 percent this year before rising modestly to 3.0 percent in 2024. Global inflation will decrease, although more slowly than initially anticipated, from 8.7 percent in 2022 to 7.0 percent this year and 4.9 percent in 2024.

Notably, emerging market and developing economies are already powering ahead in many cases, with growth rates (Q IV Y-O-Y) jumping from 2.8 percent in 2022 to 4.5 percent this year. The slowdown is concentrated in advanced economies, especially the European Union area and the United Kingdom, where growth (also fourth quarter over fourth quarter) is expected to fall to 0.7 percent and -0.4 percent, respectively, this year before rebounding to 1.8 and 2.0 percent in 2024.

Inflation is much stickier than anticipated even a few months ago. While global inflation has declined, that reflects mostly the sharp reversal in energy and food prices. But core inflation, excluding the volatile energy and food components, has not yet peaked in many countries. It is expected to decline to 5.1 percent this year (fourth quarter over fourth quarter), a sizable upward revision of 0.6 percentage point from our January update, well above target.

Source: <https://www.imf.org/en/Publications>

**Indian Economy Overview:**

The Indian economy, however, appears to have moved on after its encounter with the pandemic, staging a full recovery in FY22 ahead of many nations and positioning itself to ascend to the pre-pandemic growth path in FY23. Yet in the current year, India has also faced the challenge of reining in inflation that the European strife accentuated. Measures taken by the government and RBI, along with the easing of global commodity prices, have finally managed to bring retail inflation below the RBI upper tolerance target in November 2022. However, the challenge of the depreciating rupee, although better performing than most other currencies, persists with the likelihood of further increases in policy rates by the US Fed.

Despite these, agencies worldwide continue to project India as the fastest-growing major economy at 6.5-7.0 per cent in FY23. These optimistic growth forecasts stem in part from the resilience of the Indian economy seen in the rebound of private consumption seamlessly replacing the export stimuli as the leading driver of growth. The uptick in private consumption has also given a boost to production activity resulting in an increase in capacity utilisation across sectors. The rebound in consumption was engineered by the near-universal vaccination coverage that brought people back to the streets to spend on contact-based services, such as restaurants, hotels, shopping malls, and cinemas, among others. The world's second-largest vaccination drive involving more than 2 billion doses also served to lift consumer sentiments that may prolong the rebound in consumption. Vaccinations have facilitated the return of migrant workers to cities to work in construction sites as the rebound in consumption spilled over into the housing market. This is evident in the housing market witnessing a significant decline in inventory overhang to 33 months in Q3 of FY23 from 42 months last year.

Source : <https://www.indiabudget.gov.in/economicssurvey>

**Indian M&E Sector Overview:**

- The Indian M&E sector continued its strong growth trajectory. It grew by INR348 billion (19.9%) to reach INR2.1 trillion (US\$26.2 billion), 10% above its prepandemic 2019 levels. The Share of traditional media stood at 58% of M&E sector revenue in 2022 down from 71% in 2019
- We expect the M&E sector to grow 11.5% in 2023 to reach INR2.34 trillion (US\$29.2 billion), then grow at a CAGR of 10% to reach INR2.83 trillion (US\$35.4 billion) by 2025

Source: EY estimates

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### OPPORTUNITIES, THREATS AND BUSINESS OUTLOOK

- High end consumers / Nuclear families / Bachelors can move to TV viewing through OTT apps.
- DPOs get the benefit of creating tailor made packs as per the overall consumer's demand per market requirement

The Company is taking various steps to improve performance by:

- a) Improving efficiency through combination of strategies such as channel packages, promoting HD and persuading consumers to move towards DPO packs comprised with most viewed channel / content at a reasonably affordable price
- b) Optimization of overheads by exercising effective control and regular review mechanism
- c) Increase customer engagement through better regional content

### INTERNAL CONTROL SYSTEMS AND ADEQUACY

The Company has proper and adequate internal control system under which management reports on key performance indicators and variance analysis are made. Regular Management committee meetings are held where these reports and variance analysis are discussed and action plan initiated with proper follow up. Operational Reports are tabled at Board Meetings after being discussed in Audit Committee meetings.

### BUSINESS PERFORMANCE

The Company is providing Cable Television Network Services which is considered as the only reportable segment. The company's operations are based in the state of Maharashtra, India.

### HUMAN RESOURCES

An Orientation has been given to the personnel policy with emphasis on performance. Employee strength was managed at various levels with reallocation of responsibilities for better utilization of resources.

Measures are continuing to facilitate higher levels of output and productivity. Managerial Effectiveness is being improved by appropriate development and training programs, better co-ordination and improvement in communications.

As of March 31, 2023, there were 11 permanent employees on the rolls of the company.

### COMPANY'S FINANCIAL PERFORMANCE AND ANALYSIS

(₹ In Lakhs)

Particulars	Year ended March 31		Year ended March 31	
	2023	2022	2023	2022
	Standalone		Consolidated	
<b>INCOME</b>				
Revenue from Operations	305.50	381.59	305.50	381.59
Other Income	6.82	7.72	6.82	7.72
<b>TOTAL INCOME</b>	<b>312.32</b>	<b>389.31</b>	<b>312.32</b>	<b>389.31</b>
<b>EXPENSES</b>				
Feed Charges	83.13	94.67	83.13	94.67
Other Operational Expenses	23.36	26.44	23.36	26.44
Employee Benefit Expenses	62.57	61.89	62.57	61.89
Depreciation, Amortization and Impairment	16.44	17.08	16.44	17.08
Other Expenses	93.17	88.92	93.17	88.92
<b>TOTAL</b>	<b>278.67</b>	<b>289.00</b>	<b>278.67</b>	<b>289.00</b>
<b>Profit before exceptional Items and tax</b>	<b>33.65</b>	<b>100.31</b>	<b>33.65</b>	<b>100.31</b>



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

Share of net Profit / (Loss) of Joint venture accounted for using the equity method	-	-	-8.05	-6.24
Profit Before Taxation	33.65	100.31	25.60	94.07
Tax Expense				
Current tax	-	-	-	-
Deferred tax	8.63	14.36	8.63	14.36
Profit After Taxation	25.02	85.95	16.97	79.71
<b>Other Comprehensive Income</b>	0.60	-0.16	0.60	0.59
<b>Total Comprehensive Income for the year</b>	25.62	85.79	17.57	80.30

### Ratio Analysis (Consolidated Basis)

Sr. No.	Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022	% Variance	Reason for Variance
1	Current Ratio	0.23	0.19	18%	
2	Debt-Equity Ratio	NA	NA	NA	
3	Debt Service Coverage Ratio	NA	NA	NA	
4	Return on Equity Ratio	0.10	0.66	-85%	Due to reduction in revenue from operations and Net Profit.
5	Inventory Turnover Ratio	NA	NA	NA	
6	Trade Receivables Turnover Ratio	31.45	42.56	-26%	Due to reduction in Revenue from operations
7	Trade Payables Turnover Ratio	3.67	1.67	120%	Due to reduction in trade payables.
8	Net Capital Turnover Ratio	-5.57	-3.50	59%	Due to Decline in the Company's ability to generate Revenue during the financial year.
9	Net Profit Ratio	0.06	0.21	-73%	Due to Decline in Revenue from operations
10	Return on Capital Employed (Excluding Working Capital Financing)	0.16	0.76	-79%	Due to Decline in Revenue from operations
11	Return on Investment	0.04	0.03	30%	Due to Decline in Cash and Cash Equivalents

### Operational Review

The financial statements of your company have been prepared on a going concern basis which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. For the year ended 31 March 2023, the Company's total comprehensive Income for the period is Rs. 25.62 Lakhs and Net worth is Positive by Rs. 197.82 lakhs.

### CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectation may be "forward-looking" within the meaning of applicable laws and regulations. Actual results might differ materially from those expressed or implied.

## Independent Auditor's Report

### To the Members of Hathway Bhawani Cabletel & Datacom Limited Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the accompanying standalone financial statements of **Hathway Bhawani Cabletel & Datacom Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Cash Flow Statement for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

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 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the standalone financial statements 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 ("ICAI") 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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics issued by ICAI. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr.No	Key Audit Matter	How our audit addressed the Key Audit Matter
1.	<p><b>Contingent liabilities:</b></p> <p>The Company is in receipt of show cause notices from Licensing authority. The Company has disputed such claim. The review of claim involve a high degree of judgement to determine the possible outcome, and estimates relating to the timing and the amount of outflow of resources embodying economic benefits.</p> <p>The audit of Contingent liabilities is significant to our audit as any adverse outcome may have material impact on this Company.</p>	<p>Principal Audit Procedures Performed:</p> <p>a) We obtained summary of litigation including management's assessment.</p> <p>b) We obtained an understanding, evaluated the design, and tested the operating effectiveness of the controls related to management's risk assessment process for legal matter.</p> <p>c) We obtained and read external legal opinion and other evidences provided by management to corroborate management's assessment of the legal matter.</p> <p>d) Assessed the relevant accounting policies and disclosures in the standalone financial statements for compliance with the requirements of accounting standards.</p>

### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Annual report but does not include the standalone financial statements, consolidated financial statements and our auditor's report thereon. 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 and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's Board of Directors is 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 financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 the management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are 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 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 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 system 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.
- 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 auditor's 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, based on our audit we report that:
  - (i) 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;
  - (ii) 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;
  - (iii) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account;
  - (iv) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under section 133 of the Act, read with relevant rules issued thereunder and relevant provisions of the Act;
  - (v) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of section 164(2) of the Act;
  - (vi) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

(vii) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid remuneration to its directors during the year. Accordingly, the provisions of section 197 of the Act are not applicable to the Company;

(viii) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

- a) The Company has disclosed the impact of pending litigations as at March 31, 2023 on its financial position in its standalone financial statements - Refer Note 4.01 to standalone financial statements;
- b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
- d)
  - (i) The Management has represented that, to the best of its knowledge and belief, as stated in Note no. 4.14(v), no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - (ii) The Management has represented, that, to the best of its knowledge and belief, as stated in Note no. 4.14(vi), no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - (iii) Based on the audit procedures performed by us that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement;
- e) The Company has neither declared nor paid any dividend during the year; and
- f) As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

**For Nayan Parikh & Co.**  
Chartered Accountants  
Firm Registration No. 107023W

**K.Y. Narayana**  
Partner  
Membership No. 060639  
UDIN: 23060639BGRYTL1015

Place: Mumbai  
Date: April 14, 2023

**Annexure A to the Independent Auditor's Report**

**Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" of our report on even date to the members of the Company on standalone financial statements for the year ended March 31, 2023:**

- (i) (a) (A) The Company has maintained proper records of Property, Plant and Equipment showing particulars of assets including quantitative details and situation except in case of certain types of distribution equipments like cabling, line equipments, access devices with end users. In view of the management, nature of such assets and business is such that maintaining location-wise particulars is impractical;
- (B) The Company has maintained proper records showing full particulars of Intangible Assets;
- (b) Distribution equipments like cabling and other line equipments of selected networks were verified. The management plans to verify balance networks in a phased manner. Property, Plant and Equipment, other than distribution equipments and access devices with the end users were physically verified during the year based on verification programme adopted by the management. As per this programme, all assets will be verified at least once in a period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. The management has represented that physical verification of access devices with the end users is impractical; however, the same can be tracked, in case of most of the networks, through subscribers management system; The Company has a process of reconciling book records with outcome of physical verification, wherever physical verification was carried out and have accounted for the discrepancies observed on such verification;
- (c) The Company does not hold any immovable properties and hence reporting under clause 3(i)(c) of the Order is not applicable. Further the properties where the Company is Lessee, the agreements are duly executed in favour of the lessee;
- (d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year. The Company does not have any Right of use Assets;
- (e) As per the information provided to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company;
- (ii) (a) According to the information and explanation given to us, the Company does not hold any inventories and accordingly paragraph 3(ii)(a) of the Order is not applicable to the Company;
- (b) During the year under audit, the Company has not been sanctioned any working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company;
- (iii) During the year, the Company has not made any investments, or provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, reporting under paragraph 3(iii) of the Order are not applicable to the Company;
- (iv) The Company has not granted any loans, made investments or provided guarantees or securities and hence reporting under paragraph 3(iv) of the Order is not applicable;
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits. Accordingly, reporting under paragraph 3(v) of the Order is not applicable to the Company. We have been informed by the management that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal in this regard;

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

- (vi) The Central Government has not prescribed maintenance of cost records under section 148(1) of the Act, for the services rendered by the Company;
- (vii) (a) The Company has generally been regular in depositing with appropriate authorities undisputed statutory dues such as goods and services tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, goods and service tax, cess and other applicable statutory dues. According to information and explanations given to us, no undisputed statutory dues payable were in arrears as at March 31, 2023, for a period of more than six months from the date they became payable;
- (b) The details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2023 with the concerned authorities on account of dispute are given below:

Sr.No.	Name of the Statute	Nature of the Dues	Amount involved (₹ in lakhs)	Period to which the amount relates	Forum where dispute is pending
1	Indian Telegraph Act, 1885	License Fees	4130.38	2005-06 to 2007-08 and 2009-2010 to 2014-2015	TDSAT

- (viii) According to the information and explanation provided to us, there are no transactions that are not recorded in the books of accounts which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, reporting under clause 3(viii) of the Order is not applicable to the Company;
- (ix) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under paragraph 3(ix)(a) of the Order is not applicable to the Company;
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority;
- (c) The Company has not taken any terms loan. Accordingly, reporting under paragraph 3(ix)(c) of the Order is not applicable to the Company;
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements, the Company has not raised any funds on short-term basis. Accordingly, the reporting under paragraph 3(ix)(d) of the Order is not applicable to the Company;
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its joint venture;
- (f) The Company has not raised loans during the year and hence reporting on paragraph 3(ix)(f) of the Order is not applicable;
- (x) (a) The Company has not raised any money by way of Initial Public Offer or Further Public Offer (including debt instruments) during the year;
- (b) According to information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the current financial year. Accordingly, reporting under paragraph 3(x)(a) of the Order is not applicable to the Company;
- (xi) (a) To the best of our knowledge and belief and according to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the year;
- (b) To the best of our knowledge, no report under section 143(12) of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report;
- (c) No whistle-blower complaints were received during the year by the Company;



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

- (xii) The Company is not a Nidhi Company and hence reporting under paragraph 3(xii) of the Order is not applicable;
- (xiii) To the best of our knowledge and belief and according to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;
- (xiv) (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business;
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extend of our audit procedures.
- (xv) According to information and explanations given to us, in our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of section 192 of the Act are not applicable to the Company;
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under paragraph 3(xvi)(a),(b) and (c) of the Order is not applicable to the Company;
- (b) The Group does not have any Core Investment Company (CIC) as part of the Group as per the definition of Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016 and hence the reporting under paragraph (xvi)(d) of the Order is not applicable;
- (xvii) The Company has not incurred cash losses in the financial year and in the immediately preceding financial year;
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under paragraph 3(xviii) of the Order is not applicable to the Company;
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due; and
- (xx) The Company was not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under paragraph 3(xx) of the Order is not applicable for the year.

**For Nayan Parikh & Co.**  
Chartered Accountants  
Firm Registration No. 107023W

**K.Y. Narayana**  
Partner  
Membership No. 060639  
UDIN: 23060639BGRYTL1015

Place: Mumbai  
Date: April 14, 2023



## **Annexure B to the Independent Auditor's Report**

**Referred to in paragraph 2(vi) under "Report on Other Legal and Regulatory Requirements" of our report on even date to the members of the Company on standalone financial statements for the year ended March 31, 2023**

### **Opinion**

We have audited the internal financial controls with reference to financial statements of the Company as of March 31, 2023 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, an adequate internal financial controls system with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2023, based on the criteria for internal financial control with reference to standalone financial statements criteria established by the Company considering the essential components of internal controls stated in the Guidance Note.

### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal 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 ('Guidance Note') issued by the ICAI. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

### **Auditor's 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system 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 internal financial controls with reference to standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system 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 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;

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

(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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the 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 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 Nayan Parikh & Co.**  
Chartered Accountants  
Firm Registration No. 107023W

**K.Y. Narayana**  
Partner  
Membership No. 060639  
UDIN: 23060639BGRYTL1015

Place: Mumbai  
Date: April 14, 2023

# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

## Standalone Balance Sheet as at March 31, 2023

(₹ in lakhs unless otherwise stated)

Particulars	Note No.	As at	
		March 31, 2023	March 31, 2022
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property, plant and equipment	2.01 (a)	89.88	97.34
Capital work in progress	2.01 (b)	0.37	0.65
Intangible assets	2.02	4.33	1.90
Financial Assets			
Investments	2.03	39.62	39.62
Other financial assets	2.04	22.56	21.97
Deferred Tax Assets (Net)	2.05	97.18	106.01
Other Non-current assets	2.06	11.33	27.45
<b>Total Non-current Assets</b>		<b>265.27</b>	<b>294.94</b>
<b>Current Assets</b>			
Financial Assets			
Trade receivables	2.07	10.25	9.17
Cash and cash equivalents	2.08	1.20	9.97
Other current assets	2.06	4.55	6.70
<b>Total Current Assets</b>		<b>16.00</b>	<b>25.84</b>
<b>Total Assets</b>		<b>281.27</b>	<b>320.78</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share Capital	2.09	810.00	810.00
Other Equity	2.10	(612.18)	(637.80)
<b>Total Equity</b>		<b>197.82</b>	<b>172.20</b>
<b>Non-current Liabilities</b>			
Provisions	2.11	12.62	13.84
<b>Total Non-current Liabilities</b>		<b>12.62</b>	<b>13.84</b>
<b>Current Liabilities</b>			
Financial Liabilities			
Trade payables			
Total outstanding dues of :			
- Micro & small enterprises	2.12	-	-
- Other than Micro & small enterprises	2.12	41.10	101.83
Other financial liabilities	2.13	13.84	14.88
Other current Liabilities	2.14	15.07	17.12
Provisions	2.11	0.82	0.91
<b>Total Current Liabilities</b>		<b>70.83</b>	<b>134.74</b>
<b>Total Equity and Liabilities</b>		<b>281.27</b>	<b>320.78</b>
Summary of Significant Accounting Policies	1.00		

Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants

Firm Registration No. 107023W

**K Y Narayana**

Partner

Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer

DIN : 07468214

**Pranjali Gawde**

Non-Executive Director

DIN : 08754715

**Dilip Worah**

Independent Director

DIN : 00047252

**L.K. Kannan**

Independent Director

DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer

Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

## Standalone Statement of Profit and Loss for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

Particulars	Note No.	Year ended	
		March 31, 2023	March 31, 2022
<b>Income</b>			
Revenue from Operations	3.01	305.50	381.59
Other Income	3.02	6.82	7.72
<b>Total Income</b>		<b>312.32</b>	<b>389.31</b>
<b>Expenses</b>			
Feed Charges		83.13	94.67
Other Operational expenses	3.03	23.36	26.44
Employee benefit expenses	3.04	62.57	61.89
Depreciation, amortisation and impairment	3.05	16.44	17.08
Other expenses	3.06	93.17	88.92
<b>Total Expenses</b>		<b>278.67</b>	<b>289.00</b>
<b>Profit before tax</b>		<b>33.65</b>	<b>100.31</b>
Tax Expense:			
Current tax		-	-
Deferred tax		8.63	14.36
<b>Profit / (Loss) for the year</b>		<b>25.02</b>	<b>85.95</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Re-measurements of defined benefit liability / (asset)		0.80	(0.16)
Income tax effect relating to these items		(0.20)	-
		<b>0.60</b>	<b>(0.16)</b>
<b>Total Comprehensive Income / (Loss) for the year</b>		<b>25.62</b>	<b>85.79</b>
Weighted Average Number of Shares		81,00,000	81,00,000
Earnings per equity share (Face value of ₹ 10/- each) :			
Basic and diluted (in ₹)	4.12	0.31	1.06
Summary of Significant Accounting Policies	1		

Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants  
Firm Registration No. 107023W

**K Y Narayana**

Partner  
Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer  
DIN : 07468214

**Pranjali Gawde**

Non-Executive Director  
DIN : 08754715

**Dilip Worah**

Independent Director  
DIN : 00047252

**L.K. Kannan**

Independent Director  
DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer  
Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

## Standalone Cash Flow Statement for the year ended March 31, 2023

(₹ in lakhs)

Particulars	Year ended			
	March 31, 2023		March 31, 2022	
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>				
<b>NET PROFIT / (LOSS) BEFORE TAX</b>		<b>33.65</b>		<b>100.31</b>
Depreciation and Amortisation	16.44		17.08	
Amount no Longer Payable Written Back	(4.44)		(2.81)	
Interest Income	(0.68)		(1.20)	
Provision for Gratuity and Compensated Absences	2.09		0.09	
		13.41		13.16
<b>Operating Profit Before Change in Working Capital</b>		<b>47.06</b>		<b>113.47</b>
<b>Change in Assets &amp; Liabilities</b>				
Increase in Trade Receivables	(1.08)		(0.30)	
Decrease / (Increase) in Other Financial Assets	0.00		(0.01)	
Decrease in Other Assets	18.27		12.70	
Decrease in Trade Payable	(56.30)		(119.25)	
Decrease in Provisions	(2.59)		(0.00)	
Decrease in Other Financial Liabilities	(1.05)		(3.43)	
Decrease in Other Current Liabilities	(2.04)		(4.49)	
		(44.79)		(114.78)
<b>Net Cash flow from / (used in) Operating activities</b>		<b>2.27</b>		<b>(1.31)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>				
Payments for acquisition of Property, Plant and Equipment	(11.13)		(7.61)	
Interest Received on Fixed Deposit	0.09		1.78	
Investment in Fixed Deposit	-		(12.00)	
Proceeds from maturity of Fixed Deposit	-		13.76	
Proceeds from maturity of Investment	-		1.15	
		(11.04)		(2.92)
<b>Net Cash Flow used in Investing Activities</b>		<b>(11.04)</b>		<b>(2.92)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>				
Net Decrease in Cash and Cash equivalents		(8.77)		(4.23)
Cash and Cash Equivalents at the Beginning of year		9.97		14.20
Cash and Cash Equivalents at the End of year		1.20		9.97
<b>Reconciliation of cash and cash equivalents as per Cash Flow Statement</b>				
<b>Cash and cash equivalents</b>				
Balances with banks:				
In Current Accounts		1.20		9.65
Cash in Hand		-		0.32
		<b>1.20</b>		<b>9.97</b>

Note - Above Standalone Cash Flow Statement has been prepared by using Indirect method as per Ind AS - 7 on Statements of Cash Flows.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants  
Firm Registration No. 107023W

**K Y Narayana**

Partner  
Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer  
DIN : 07468214

**Pranjali Gawde**

Non-Executive Director  
DIN : 08754715

**Dilip Worah**

Independent Director  
DIN : 00047252

**L.K. Kannan**

Independent Director  
DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer  
Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

### Standalone Statement of changes in equity for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### A Equity Share Capital

Particulars	Amount
<b>Balance as at April 1, 2021</b>	810.00
Changes in Equity Share Capital during the year	-
<b>Balance as at March 31, 2022</b>	810.00
Changes in Equity Share Capital during the year	-
<b>Balance as at March 31, 2023</b>	810.00

#### B Other Equity:

Particulars	Reserves and Surplus		Total
	Securities Premium	Retained earnings	
<b>Balance as at April 1, 2021</b>	<b>151.00</b>	<b>(874.59)</b>	<b>(723.59)</b>
Profit for the year	-	85.95	85.95
Other Comprehensive Income / (Loss) for the year	-	(0.16)	(0.16)
<b>Balance as at March 31, 2022</b>	<b>151.00</b>	<b>(788.80)</b>	<b>(637.80)</b>
Profit for the year	-	25.02	25.02
Other Comprehensive Income for the year	-	0.60	0.60
<b>Balance as at March 31, 2023</b>	<b>151.00</b>	<b>(763.18)</b>	<b>(612.18)</b>

Summary of Significant Accounting Policies (Refer Note No.1)

Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants

Firm Registration No. 107023W

**K Y Narayana**

Partner

Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer

DIN: 07468214

**Pranjali Gawde**

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**L.K. Kannan**

Independent Director

DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer

Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023**

**BACKGROUND**

Hathway Bhawani Cabletel & Datacom Limited is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956 having registered office at '805/806, Windsor, Off CST Road, Kalina, Santacruz (East), Mumbai Maharashtra 400098. The Company is engaged in Cable TV business. It's Equity shares are listed on Bombay Stock Exchange (BSE) in India.

**1.00 SIGNIFICANT ACCOUNTING POLICIES**

This note provides a list of the significant accounting policies adopted in the presentation of these standalone financial statements.

**1.01 BASIS OF PREPARATION**

(i) Compliance with Ind AS

The standalone financial statements comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act"), and relevant rules issued thereunder. In accordance with proviso to the Rule 4A of the Companies (Accounts) Rules, 2014, the terms used in these financial statements are in accordance with the definitions and other requirements specified in the applicable Accounting standards.

(ii) Historical cost convention

The standalone financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which are measured at fair value;

(iii) Authorization of standalone financial statements

The standalone financial statements were approved for issue by Board of Directors on April 14, 2023.

**1.02 FUNCTIONAL AND PRESENTATION CURRENCY**

These standalone financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts disclosed in the standalone financial statements and notes have been rounded off to the nearest lakhs, except where otherwise indicated.

**1.03 CURRENT VERSUS NON-CURRENT CLASSIFICATION**

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is classified as current if:

- (i) it is expected to be realised or intended to be sold or consumed in normal operating cycle
- (ii) it is held primarily for the purpose of trading
- (iii) it is expected to be realised within twelve months after the reporting period, or
- (iv) cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is classified as current if:

- (i) it is expected to be settled in normal operating cycle

**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023**

- (ii) it is held primarily for the purpose of trading
- (iii) it is due to be settled within twelve months after the reporting period, or
- (iv) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities on net basis.

All assets and liabilities have been classified as current or non-current as per Company's normal operating cycle. Based on the nature of operations, the Company has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

**1.04 USE OF JUDGEMENTS, ESTIMATES & ASSUMPTIONS**

While preparing standalone financial statements in conformity with Ind AS, the management makes certain estimates and assumptions that require subjective and complex judgments. These judgments affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses, disclosure of contingent liabilities at the statement of financial position date and the reported amount of income and expenses for the reporting period. Financial reporting results rely on our estimate of the effect of certain matters that are inherently uncertain. Future events rarely develop exactly as forecast and the best estimates require adjustments, as actual results may differ from these estimates under different assumptions or conditions. The management continually evaluate these estimates and assumptions based on the most recently available information.

Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the standalone financial statements are as below:

**Key assumptions and estimation uncertainties**

- (i) Financial instruments; (Refer note 4.06)
- (ii) Useful lives of Property, Plant and Equipment and intangible assets; (Refer note 1.05 & 1.06)
- (iii) Measurement of defined benefit Obligations: Key actuarial assumptions; (Refer note 4.03)
- (iv) Evaluation of recoverability of deferred tax assets; and
- (v) Contingencies (Refer note 4.01).
- (vi) Impairment test of Tangible and Intangible assets.

**1.05 PROPERTY, PLANT AND EQUIPMENT**

**Recognition and Measurement**

The cost of an item of property, plant and equipment shall be recognised as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Property, Plant and Equipment (including Capital work-in-progress) is stated at cost, less accumulated depreciation and accumulated impairment losses. The initial cost of an asset comprises its purchase price, any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by



**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023**

management, the initial estimate of any decommissioning obligation, if any. The purchase price is the aggregate amount paid and the fair value of any other consideration given to acquire the asset.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

Access Devices on hand at the year end are included in Capital work-in-progress. On installation, such devices are capitalised.

The residual values and useful lives of Property, Plant and Equipment are reviewed at each financial year end, and changes, if any, are accounted prospectively.

**Derecognition of Property, Plant and Equipment**

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in statement of profit and loss.

**Depreciation on Property, Plant & Equipment**

Depreciation on Property, Plant & Equipment is provided on straight line method. In accordance with requirements prescribed under Schedule II of Act, the Company has assessed the estimated useful lives of its Property, Plant & Equipment and has adopted the useful lives and residual value as prescribed in Schedule II of the Act.

In case of additions or deletions during the year, depreciation is computed from the month in which such assets are put to use and up to previous month of sale, disposal or held for sale as the case may be. In case of impairment, depreciation is provided on the revised carrying amount over its remaining useful life.

All assets costing up to ₹ 5,000 (in ₹) are fully depreciated in the year of capitalisation.

**1.06 INTANGIBLE ASSETS**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles are not capitalised and the related expenditure is reflected in Statement of profit and loss in the period in which the expenditure is incurred.

**Recognition and Measurement**

Intangible assets comprises of Cable Television Franchise and Softwares. Cable Television Franchise represents purchase consideration of a network that is mainly attributable to acquisition of subscribers and other rights, permission etc. attached to a network.

Intangible assets with finite useful lives that are acquired are recognized only if they are separately identifiable and the Company expects to receive future economic benefits arising out of them. Such assets are stated at cost less accumulated amortization and impairment losses. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023****Derecognition of intangible assets**

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in statement of profit and loss when the asset is derecognised.

**Amortisation of intangible assets**

“Intangible assets with finite useful lives are amortized on a straight line basis over their useful economic lives and assessed for impairment whenever there is indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at each year end. The amortisation expense on Intangible assets with finite lives and impairment loss is recognised in the Statement of Profit and Loss.

Estimated lives for current and comparative periods in relation to application of straight line method of amortisation of intangible assets (acquired) are as follows:

- Softwares are amortized over the license period and in absence of such tenor, over five years.
- Cable Television Franchise are amortized over the contract period and in absence of such tenor, over twenty years.

The estimated useful lives, residual values, amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

**1.07 IMPAIRMENT OF ASSETS (OTHER THAN FINANCIAL ASSETS)**

Carrying amount of Tangible assets, Intangible assets, Investments in Joint Venture (which are carried at cost) are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or Company's assets (cash-generating units). Non- financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

**1.08 CASH AND CASH EQUIVALENTS**

For the purpose of Cash Flow Statement, cash and cash equivalents includes cash on hand, deposits held at call with banks or financial institutions and bank overdrafts.

**1.09 FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

## **Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023**

### **Initial Recognition and Measurement – Financial Assets and Financial Liabilities**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Statement of Profit and Loss. Since Trade Receivables do not contain significant financing component are measured at transaction price.

### **Classification and Subsequent Measurement: Financial Assets**

The Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income (“FVTOCI”) or fair value through profit or loss (“FVTPL”) on the basis of following:

- the entity’s business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

#### **Amortised Cost:**

A financial asset is classified and measured at amortised cost if both of the following conditions are met:

- It is held within a business model whose objective is to hold assets to collect contractual cash flows and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### **FVTOCI:**

A financial asset is classified and measured at FVTOCI if both of the following conditions are met:

- It is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### **FVTPL:**

A financial asset is classified and measured at FVTPL unless it is measured at amortised cost or at FVTOCI.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

### **Impairment of Financial Assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

### **Classification and Subsequent measurement: Financial Liabilities**

The Company’s financial liabilities include trade and other payables, loans and borrowings.

**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023****Financial Liabilities at FVTPL:**

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or losses on financial liabilities held for trading are recognised in the Statement of Profit and Loss.

**Other Financial Liabilities:**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

**Derecognition of Financial Assets and Financial Liabilities:**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. Financial liability is also derecognised when its terms are modified and the cash flows of the modified Liability are substantially different, in which case a new financial liability based on modified terms is recognised at fair value.

**Offsetting Financial Instruments:**

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**1.10 INVESTMENT IN JOINT VENTURE**

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The Company's investments in its joint venture is accounted at cost and reviewed for impairment at each reporting date in accordance with the policy described in note 1.07 above.

**1.11 BORROWING COSTS**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that a company incurs in connection with the borrowing of funds.

**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023****1.12 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS****Provisions**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a current pre-tax rate. The increase in the provision due to the passage of time is recognised as interest expense.

**Contingent Liability**

Contingent liability is a possible obligation arising from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability. The Company does not recognize a contingent liability but discloses its existence in the consolidated financial statements.

**Contingent Asset**

Contingent asset is not recognised in consolidated financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognized.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

**1.13 EMPLOYMENT BENEFITS****(i) Short-term employee benefits**

Short-term employee benefits are measured on an undiscounted basis and expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**(ii) Post-employment obligations**

The Company operates the following post-employment schemes:

- defined benefit plans such as gratuity; and
- defined contribution plans such as provident fund

**Defined Benefit Plans**

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023**

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised at amount net of taxes in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in statement of profit and loss as past service cost.

**Defined contribution plans**

The Company contributes to Employees State Insurance Corporation and Provident Fund which are considered as defined contribution plans. The Company makes specified monthly contributions towards Government administered provident fund scheme. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

**(iii) Other long-term employee benefit obligations**

The liabilities for leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in statement of profit and loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

**1.14 REVENUE FROM CONTRACTS WITH CUSTOMERS****Income from Rendering of services**

The Company derives revenues primarily from Cable TV business.

Revenue is recognised upon transfer of control of promised products or services to customers at the amount of transaction price (net of variable consideration) that reflects the consideration the Company expect to receive in exchange for those products or services. Subscription revenue is recognized ratably over the period in which the services are rendered.

To recognize revenues, the Company applies the following five step approach:

1. identify the contract with a customer;
2. identify the performance obligations in the contract;
3. determine the transaction price;
4. allocate the transaction price to the performance obligations in the contract; and
5. recognize revenues when a performance obligation is satisfied

**Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023**

Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties. The Company presents revenues net of indirect taxes in its statement of profit and loss.

**Contract Assets**

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

**Trade Receivables**

A receivable represents the company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

**Contract Liabilities**

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier), which we refer to as Unearned Revenue.

Contract liabilities are recognised as revenue when the Company performs under the contract.

**1.15 RECOGNITION OF INTEREST INCOME**

Interest income from debt instruments is recognised using the effective interest rate method.

**1.16 TAXES ON INCOME****Current Tax:**

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax:**

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

## **Significant Accounting Policies and Notes to the Standalone Financial Statements for the year ended March 31, 2023**

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

The break-up of the major components of the deferred tax assets and liabilities as at balance sheet date has been arrived at after setting off deferred tax assets and liabilities where the Company have a legally enforceable right to set-off assets against liabilities.

### **1.17 EARNINGS PER SHARE (EPS)**

#### **Basic Earnings Per Share**

Basic earnings per share is calculated by dividing the profit (or loss) attributable to the owners of the Company by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

#### **Diluted Earnings Per Share**

Diluted earnings per share is computed by dividing the profit (considered in determination of basic earnings per share) after considering the effect of interest and other financing costs or income (net of attributable taxes) associated with dilutive potential equity shares by the weighted average number of equity shares considered for deriving basic earnings per share adjusted for the weighted average number of equity shares that would have been issued upon conversion of all dilutive potential equity shares.

### **1.18 LEASES**

#### **Short term leases and lease of low value assets**

The Company's lease arrangements are short term in nature. The Company has elected not to recognise right-of-use assets and lease liabilities for leases of low-value assets and short-term leases, including IT equipment. The Company recognises the lease payments associated with these leases as an expense in profit or loss on a straight-line basis over the lease term.



**Notes to the Standalone Financial Statements for the year ended March 31, 2023**

(₹ in lakhs unless otherwise stated)

**2.01 (a) Property, Plant and Equipment :**

	Gross Carrying Amount			Accumulated Depreciation / Impairment			Net Carrying Amount		
	As at April 1, 2022	Addition	Disposal	As at March 31, 2023	As at April 1, 2022	For the Year	Elimination on disposal	As at March 31, 2023	As at March 31, 2022
<b>Own Assets:</b>									
Plant and Equipment	220.39	7.58	-	227.97	126.68	14.73	-	141.41	93.71
Air conditioners	4.16	-	-	4.16	3.94	0.14	-	4.08	0.22
Furniture & Fixtures	13.22	-	-	13.22	10.67	0.43	-	11.10	2.55
Mobile & Telephone	2.41	-	-	2.41	2.17	0.07	-	2.24	0.24
Computers	8.34	0.67	-	9.01	8.32	0.19	-	8.51	0.02
Office Equipments	1.49	-	-	1.49	0.94	0.14	-	1.08	0.55
Motor Vehicles	0.15	-	-	0.15	0.10	0.01	-	0.11	0.05
<b>Total</b>	<b>250.16</b>	<b>8.25</b>	<b>-</b>	<b>258.41</b>	<b>152.82</b>	<b>15.71</b>	<b>-</b>	<b>168.53</b>	<b>97.34</b>

	Gross Carrying Amount			Accumulated Depreciation / Impairment			Net Carrying Amount		
	As at April 1, 2021	Addition	Disposal	As at March 31, 2022	As at April 1, 2021	For the Year	Elimination on disposal	As at March 31, 2022	As at March 31, 2021
<b>Own Assets:</b>									
Plant and Equipment	212.48	7.91	-	220.39	111.64	15.04	-	126.68	100.84
Air conditioners	4.16	-	-	4.16	3.80	0.14	-	3.94	0.36
Furniture & Fixtures	13.22	-	-	13.22	10.23	0.44	-	10.67	2.99
Mobile & Telephone	2.41	-	-	2.41	2.09	0.08	-	2.17	0.32
Computers	8.34	-	-	8.34	8.31	0.01	-	8.32	0.03
Office Equipments	1.39	0.10	-	1.49	0.80	0.14	-	0.94	0.59
Motor Vehicles	0.15	-	-	0.15	0.09	0.01	-	0.10	0.06
<b>Total</b>	<b>242.15</b>	<b>8.01</b>	<b>-</b>	<b>250.16</b>	<b>136.95</b>	<b>15.86</b>	<b>-</b>	<b>152.82</b>	<b>105.19</b>

**Notes to the Standalone Financial Statements for the year ended March 31, 2023**

(₹ in lakhs unless otherwise stated)

**2.01 (b) Capital work in progress (CWIP)**

**(i) Aging schedule as at 31<sup>st</sup> March, 2023:**

CWIP	Amount in CWIP for a period of				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
Projects in progress	0.37	-	-	-	0.37
<b>Total</b>	<b>0.37</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.37</b>

**(ii) Aging schedule as at 31<sup>st</sup> March, 2022:**

CWIP	Amount in CWIP for a period of				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
Projects in progress	0.65	-	-	-	0.65
<b>Total</b>	<b>0.65</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.65</b>

**2.02 Intangible assets :**

	Gross Carrying Amount			Accumulated Amortisation / Impairment			Net Carrying Amount	
	As at April 1, 2022	Addition	Disposal	As at March 31, 2023	For the Year on disposal	As at March 31, 2023	As at March 31, 2023	As at March 31, 2022
Cable Television Franchise	60.36	-	-	60.36	0.57	59.03	1.33	1.90
Softwares	4.85	3.16	-	8.01	0.16	5.01	3.00	0.00
<b>Total</b>	<b>65.21</b>	<b>3.16</b>	<b>-</b>	<b>68.37</b>	<b>0.73</b>	<b>64.04</b>	<b>4.33</b>	<b>1.90</b>

	Gross Carrying Amount			Accumulated Amortisation / Impairment			Net Carrying Amount	
	As at April 1, 2021	Addition	Disposal	As at March 31, 2022	For the Year on disposal	As at March 31, 2022	As at March 31, 2021	As at March 31, 2021
Cable Television Franchise	60.36	-	-	60.36	1.11	58.46	1.90	3.01
Softwares	4.85	-	-	4.85	0.11	4.85	0.00	0.11
<b>Total</b>	<b>65.21</b>	<b>-</b>	<b>-</b>	<b>65.21</b>	<b>1.22</b>	<b>63.31</b>	<b>1.90</b>	<b>3.12</b>

**Range of remaining period of amortisation of other Intangible Assets is as below:**

	0 to 5 years	6 to 10 years	Total WDV
Cable Television Franchise	1.23	0.10	1.33
Softwares	3.00	-	3.00
<b>Total</b>	<b>4.23</b>	<b>0.10</b>	<b>4.33</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.03 Non- current Investments

	As at		As at	
	March 31, 2023		March 31, 2022	
	Quantity	Amount	Quantity	Amount
<b>Investments (measured at Cost)</b>				
<b>Investment in equity shares of Joint Venture</b>				
<b>Unquoted (fully paid up)</b>				
Hathway Bhawani NDS Network Ltd. (Face Value ₹ 500 per share)	15,810	54.05	15,810	54.05
Less: Impairment in value of Investments		14.53		14.53
		39.52		39.52
<b>Investments in Government securities (measured at amortised cost )</b>				
<b>Unquoted</b>				
National Saving Certificates (Pledged with Government Authorities)		0.10		1.25
<b>Total carrying value</b>		<b>39.62</b>		<b>40.77</b>
<b>Aggregate Amount of Unquoted Investments</b>		<b>39.62</b>		<b>40.77</b>
<b>Aggregate Impairment in value of Investments</b>		<b>14.53</b>		<b>14.53</b>

#### 2.04 Other financial assets

	Non- current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Fixed Deposits with Bank having maturity of more than 12 months (Refer Note No. 2.08)	12.00	12.00	-	-
Interest Accrued	1.11	0.52	-	-
Security Deposits	9.45	9.45	-	-
	<b>22.56</b>	<b>21.97</b>	-	-

#### 2.05 Deferred Tax Assets

	Non- current	
	As at	
	March 31, 2023	March 31, 2022
<b>Deferred Tax Assets *</b>		
Provision for Employee benefits	3.58	4.03
Property, Plant and Equipment	12.95	17.65
Impairment of Trade Receivables	72.63	72.63
Carried forward Business Losses	8.02	11.70
	<b>(A) 97.18</b>	<b>106.01</b>
<b>Deferred Tax Liabilities</b>		
Other temporary differences	-	-
	<b>(B) -</b>	<b>-</b>
<b>Net Deferred Tax Assets (A-B)</b>	<b>97.18</b>	<b>106.01</b>

Significant estimates -

\* The deferred tax assets recognised is in respect of unused tax losses and other items. The Management is reasonably certain of future taxable income and hence recovery of recognised deferred tax assets.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.06 Other assets

	Non- current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
<b>Unsecured, considered good unless stated otherwise</b>				
Prepayments	-	-	3.67	3.50
Sundry Advances	-	-	0.01	0.50
Receivable from Statutory Authorities	11.33	27.45	0.87	2.70
	<b>11.33</b>	<b>27.45</b>	<b>4.55</b>	<b>6.70</b>

#### 2.07 Trade Receivables

	Current	
	As at	
	March 31, 2023	March 31, 2022
Trade receivables - Unsecured	297.44	296.12
Unbilled Revenue	1.40	1.64
	298.84	297.76
Less : Provision for impairment	288.59	288.59
	<b>10.25</b>	<b>9.17</b>

##### 2.07.1 Trade Receivables ageing as on March 31, 2023

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	1.40	-	8.45	-	0.40	-	-	<b>10.25</b>
(ii) Undisputed Trade Receivables - credit impaired	-	-	-	-	0.40	0.24	263.43	<b>264.07</b>
(iii) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	24.52	<b>24.52</b>
<b>Total</b>	<b>1.40</b>	<b>-</b>	<b>8.45</b>	<b>-</b>	<b>0.80</b>	<b>0.24</b>	<b>287.95</b>	<b>298.84</b>

##### 2.07.2 Trade Receivables ageing as on March 31, 2022

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	1.64	-	7.53	-	-	-	-	<b>9.17</b>
(ii) Undisputed Trade Receivables - credit impaired	-	-	0.40	0.00	0.24	0.30	263.13	<b>264.07</b>
(iii) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	24.52	<b>24.52</b>
<b>Total</b>	<b>1.64</b>	<b>-</b>	<b>7.93</b>	<b>0.00</b>	<b>0.24</b>	<b>0.30</b>	<b>287.65</b>	<b>297.76</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.08 Cash and cash equivalents

	Non- current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
<b>Balances with Banks</b>				
In Current Accounts	-	-	1.20	9.65
Cash on hand	-	-	-	0.32
			<b>1.20</b>	<b>9.97</b>
<b>Other Bank Balances</b>				
Fixed Deposits with Bank having maturity of more than 12 months *	12.00	12.00	-	-
	<b>12.00</b>	<b>12.00</b>	-	-
Less: Amount disclosed under Other financial assets (Refer Note No.2.04)	12.00	12.00	-	-
	-	-	<b>1.20</b>	<b>9.97</b>

\* Above Fixed deposits of ₹ 12 (Previous year ₹ 12) is given as security against outstanding bank Guarantees.

#### 2.09 Equity Share Capital

	As at	
	March 31, 2023	March 31, 2022
<b>Authorised Capital</b>		
10,000,000 (March 31, 2022 : 10,000,000) Equity Shares of ₹ 10 each	1,000.00	1,000.00
	<b>1,000.00</b>	<b>1,000.00</b>
<b>Paid up Capital comprises:</b>		
8,100,000 (March 31, 2022: 8,100,000) Equity Shares of ₹ 10 each fully paid up	810.00	810.00
	<b>810.00</b>	<b>810.00</b>

#### a) Reconciliation of the number of shares outstanding as at the beginning and end of the reporting year :

Particulars	As at			
	March 31, 2023		March 31, 2022	
	Number of shares	Amount	Number of shares	Amount
Shares outstanding at the beginning of the year	8,100,000	810.00	8,100,000	810.00
<b>Shares outstanding at the end of the year</b>	<b>8,100,000</b>	<b>810.00</b>	<b>8,100,000</b>	<b>810.00</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

**b) Shares in respect of each class in the company held by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate**

Particulars	As at	
	March 31, 2023	March 31, 2022
	Number of shares	Number of shares
Hathway Cable and Datacom Limited (Holding Company)	2,020,000	2,020,000
Hathway Digital Limited*	2,160,000	2,160,000
Jio Cable and Broadband Holdings Private Limited (Entity exercising control over Parent)	1,031,196	1,031,196
	<b>5,211,196</b>	<b>5,211,196</b>

\* Pursuant to Scheme of Merger duly approved by Regional Director, Western region, Ministry of Corporate Affairs dated December 03, 2021, Hathway Media Vision Limited (WOS) (HMLV) got merged with and into Hathway Digital Limited (Holding Company)(HDL) and accordingly, 2,160,000 equity shares held by HMLV in the Company got transferred to HDL w.e.f Closing of business hours on December 31, 2021.

**c) Rights, Preference and restrictions attached to Shares;**

**Terms/ Rights attached to Equity Shares**

The Company has only one class of shares referred to as equity shares having a face value of ₹ 10/-. Each holder of equity shares is entitled to one vote per share and proportionate amount of dividend if declared to the total number of shares. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts in proportion to the number of equity shares held by the share holders.

**d) The details of shareholders holding more than 5% shares in the Company:**

Name of Shareholder	As at			
	March 31, 2023		March 31, 2022	
	Number of shares	% of Holding	Number of shares	% of Holding
Hathway Cable and Datacom Limited	2,020,000	24.94%	2,020,000	24.94%
Jio Cable and Broadband Holdings Private Limited	1,031,196	12.73%	1,031,196	12.73%
Hathway Digital Limited *	2,160,000	26.67%	2,160,000	26.67%

\* Pursuant to Scheme of Merger duly approved by Regional Director, Western region, Ministry of Corporate Affairs dated December 03, 2021, Hathway Media Vision Limited (WOS) (HMLV) got merged with and into Hathway Digital Limited (Holding Company)(HDL) and accordingly, 2,160,000 equity shares held by HMLV in the Company got transferred to HDL w.e.f Closing of business hours on December 31, 2021.

**e) Shareholding of Promoter as at March 31, 2023**

Promoter's Name	Class of Equity Share	No. of shares at the beginning of the year	change during the year	No. of shares at the end of the year	% of total shares	% change during the year
Jio Cable and Broadband Holdings Private Limited		1,031,196	-	1,031,196	12.73	No change
Hathway Cable and Datacom Limited		2,020,000	-	2,020,000	24.94	No change
Hathway Digital Limited		2,160,000	-	2,160,000	26.67	No change
Kavita Puri	Fully paid-up equity	42,600	-	42,600	0.53	No change
Kapil Puri	shares of ₹ 10 each	29,135	-	29,135	0.36	No change
Malka Sanjiv Chainani		5,000	-	5,000	0.06	No change
Ketan Chokshi		1,000	-	1,000	0.01	No change

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### f) Shareholding of Promoter as at March 31, 2022

Promoter's Name	Class of Equity Share	No. of shares at the beginning of the year	change during the year	No. of shares at the end of the year	% of total shares	% change during the year
Jio Cable and Broadband Holdings Private Limited	Fully paid-up equity shares of ₹ 10 each	1,031,196	-	1,031,196	12.73	No change
Hathway Cable and Datacom Limited		2,020,000	-	2,020,000	24.94	No change
Hathway Digital Limited		-	2,160,000	2,160,000	26.67	No change *
Kavita Puri		42,600	-	42,600	0.53	No change
Kapil Puri		29,135	-	29,135	0.36	No change
Malka Sanjiv Chainani		5,000	-	5,000	0.06	No change
Ketan Chokshi		1,000	-	1,000	0.01	No change

\*Pursuant to Scheme of Merger duly approved by Regional Director, Western region, Ministry of Corporate Affairs dated December 03, 2021, Hathway Media Vision Limited (WOS) (HMVL) got merged with and into Hathway Digital Limited (Holding Company)(HDL) and accordingly, 2,160,000 equity shares held by HMVL in the Company got transferred to HDL w.e.f Closing of business hours on December 31, 2021.

#### 2.10 Other equity

	As at	
	March 31, 2023	March 31, 2022
Securities Premium	151.00	151.00
Retained earning	(763.18)	(788.80)
<b>Total</b>	<b>(612.18)</b>	<b>(637.80)</b>

#### a) Retained earnings :

Retained earnings are the losses that the Company has incurred till date.

#### b) Securities Premium :

Securities premium is used to record the premium on issue of shares. The Securities premium is utilised in accordance with the provisions of the Act.

#### 2.11 Provisions

	Non - Current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
<b>Employee benefits</b>				
Gratuity (unfunded)	9.98	10.69	0.46	0.49
Compensated Absences (unfunded)	2.64	3.15	0.36	0.42
	<b>12.62</b>	<b>13.84</b>	<b>0.82</b>	<b>0.91</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.12 Trade Payables

	As at	
	March 31, 2023	March 31, 2022
Outstanding dues of micro enterprises and small enterprises	-	-
Outstanding dues of suppliers other than micro enterprises and small enterprises	41.10	101.83
	<b>41.10</b>	<b>101.83</b>

#### 2.12.1 Trade Payables ageing as on March 31, 2023

Particlars	Unbilled Due	Not Due	Outstanding for following periods from transaction date				Total
			< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	10.89	-	0.21	-	-	30.00	41.10
<b>Total</b>	<b>10.89</b>	-	<b>0.21</b>	-	-	<b>30.00</b>	<b>41.10</b>

#### 2.12.2 Trade Payables ageing as on March 31, 2022

Particlars	Unbilled Due	Not Due	Outstanding for following periods from transaction date				Total
			< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	11.83	-	-	-	-	90.00	101.83
<b>Total</b>	<b>11.83</b>	-	-	-	-	<b>90.00</b>	<b>101.83</b>

#### 2.13 Other Financial Liabilities

	Current	
	As at	
	March 31, 2023	March 31, 2022
Security Deposits	2.58	2.52
Salary and Employee benefits payable	1.54	1.62
Other Financial Liabilities	9.72	10.74
	<b>13.84</b>	<b>14.88</b>

#### 2.14 Other Current Liabilities

	As at	
	March 31, 2022	March 31, 2021
Contract liabilities	6.00	4.79
Statutory payables	4.94	12.33
Advance from customers	4.13	-
	<b>15.07</b>	<b>17.12</b>



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 3.01 Revenue from operations

	Year ended	
	March 31, 2023	March 31, 2022
Sale of services	305.50	381.59
	<b>305.50</b>	<b>381.59</b>

#### 3.02 Other Income

	Year ended	
	March 31, 2023	March 31, 2022
<b>Interest income earned on financial assets (measured at Amortised cost)</b>		
Interest on Fixed Deposit	0.68	0.86
Interest on Government Securities	-	0.34
<b>Other Non Operating Income</b>		
Amount No Longer Payable Written Back	4.44	4.32
Interest on Income Tax Refund	1.64	2.20
Miscellaneous Income	0.06	-
	<b>6.82</b>	<b>7.72</b>

#### 3.03 Other Operational Expenses

	Year ended	
	March 31, 2023	March 31, 2022
Commission	13.07	15.29
Repairs & Maintenances - Machinery	0.56	0.59
Rent	4.95	4.53
Other Operating Expenses	4.78	6.03
	<b>23.36</b>	<b>26.44</b>

#### 3.04 Employee Benefit Expenses

	Year ended	
	March 31, 2023	March 31, 2022
Salaries and wages	56.46	57.54
Contribution to Provident fund and other funds	5.47	3.62
Staff welfare expenses	0.64	0.73
	<b>62.57</b>	<b>61.89</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 3.05 Depreciation, Amortization and Impairment

	Year ended	
	March 31, 2023	March 31, 2022
Depreciation on Property, Plant and Equipment	15.71	15.86
Amortisation of intangible assets	0.73	1.22
	<b>16.44</b>	<b>17.08</b>

#### 3.06 Other Expenses

	Year ended	
	March 31, 2023	March 31, 2022
Services charges	38.74	36.30
Legal & Professional charges	16.31	19.80
Printing and stationery	2.39	1.54
Conveyance	0.47	0.61
Electricity charges	2.09	3.15
Business promotion expenses	0.03	1.35
Sitting Fees	7.20	4.00
Office expenses	0.89	1.07
Communication charges	0.29	0.35
Repairs & Maintenances - Others	7.49	5.81
Insurance others	3.43	5.02
Rates and taxes	8.35	3.80
Miscellaneous Expenses	1.56	1.59
Auditor's Remuneration :		
- Statutory Audit Fees	3.73	3.73
- Certification Fees	0.20	0.80
	<b>93.17</b>	<b>88.92</b>

#### 4.01 Contingent Liabilities

The Company has received Show Cause cum Demand notices ("SCNs") from the Department of Telecommunications ("DOT"), Government of India for the financial years from 2005-06 to 2007-08 and from 2009-10 to 2014-15 towards ISP license fees aggregating to Rs. 4130.38 Lakhs which includes penalty and interest thereon (March 31, 2022 : Rs. 3322.22 Lakhs including penalty and interest for the financial years 2007-08, from 2009-10 to 2014-15). The Company has made representation to DOT contesting the basis of such demands. Based on the opinion of legal expert, the Company is confident that it has good grounds on merit to defend itself in the above matter. Accordingly, the Company is of the view that no provision is necessary in respect of the aforesaid matter.

Other than SCNs stated above there are no claims against the Company, not acknowledged as debt.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.02 Capital And Other Commitments

There are no Capital and other commitments as at March 31, 2023. (March 31, 2022 : Nil)

#### 4.03 Employee Benefits

##### a) Defined Benefit Plans:

The Company provides for gratuity, a defined benefit retirement plan covering eligible employees. The gratuity plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount equivalent to 15 to 26 days' salary for each completed year of service subject to a maximum of Rs. 20 (March 31, 2022: Rs. 20). Vesting occurs upon completion of five continuous years of service in accordance with Indian law.

The Present value of the defined benefit obligations and related current service cost were measured using the Projected Unit Credit Method, with actuarial valuation being carried out at each Balance Sheet date.

These defined benefit plans expose the Company to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk.

The Company does not expect to pay any contribution to defined benefit plans in financial year 2023-24.

Category	March 31, 2023	March 31, 2022
	[Gratuity]	[Gratuity]
<b>1. Expense recognised in the Statement of Profit and Loss</b>		
Current Service Cost	1.04	0.96
Net Interest	0.77	0.64
<b>Expense recognised in the Statement of Profit and Loss</b>	<b>1.81</b>	<b>1.60</b>
<b>2. Other Comprehensive Income (OCI)</b>		
Measurement of net defined benefit liability		
Actuarial (gains)/ losses arising from changes in financial assumption	(0.40)	(0.06)
Actuarial (gains)/ losses arising from experience adjustments	(0.40)	0.22
<b>Total Actuarial (Gain)/loss recognised in OCI</b>	<b>(0.80)</b>	<b>0.16</b>
<b>3. Change in benefit obligations:</b>		
Projected benefit obligations at beginning of the year	11.18	9.42
Current Service Cost	1.04	0.96
Interest Cost	0.77	0.64
Benefits Paid	(1.76)	-
Actuarial (Gain) / Loss	(0.80)	0.16
<b>Projected benefit obligations at end of the year</b>	<b>10.44</b>	<b>11.18</b>
<b>4. Fair Value of Plan Asset</b>		
Fair Value of Plan Asset at the beginning of the year	-	-
Contributions by employer	1.76	-
Benefits Paid	(1.76)	-
<b>Fair Value of Plan Assets at end of the year</b>	<b>-</b>	<b>-</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

Category	March 31, 2023	March 31, 2022
	[Gratuity]	[Gratuity]
<b>5. Net Liability</b>		
Projected benefit obligations at the end of the year	10.44	11.18
Fair Value of Plan Asset at the end of the year	-	-
<b>Net Liability</b>	<b>10.44</b>	<b>11.18</b>
<b>6. The net liability disclosed above relates to unfunded plans are as follows:</b>		
Projected benefit obligations at the end of the year	10.44	11.18
Fair Value of Plan Asset at the end of the year	-	-
<b>Deficit of gratuity plan</b>	<b>10.44</b>	<b>11.18</b>
<b>7. Sensitivity Analysis</b>		
Present value of benefit obligation at the end of the year on		
50 basis point increase in discount rate	9.97	10.63
50 basis point decrease in discount rate	10.94	11.77
50 basis point increase in rate of salary Increase	10.95	11.78
50 basis point decrease in rate of salary increase	9.95	10.62
<b>8. Principal assumptions used for the purpose of actuarial valuation</b>		
Mortality	IALM (2012-2014) Ult	IALM (2012-2014) Ult
Interest /discount rate	7.45%	7.05%
Rate of increase in compensation	5.00%	5.00%
Expected average remaining service	14.00	10.16
Employee Attrition Rate (Past service (PS))	21-30 - 10%	21-30 - 10%
	31-40 - 5%	31-40 - 5%
	41-50 - 3%	41-50 - 3%
	51-59 - 2%	51-59 - 2%

#### b. Defined Contribution Plans:

The Company contributes towards provident fund to a defined contribution plan for qualifying employees. Under the plan, the Company is required to contribute a specified percentage of payroll cost to the defined contribution plan to fund the benefits.

An amount of ₹ 5.47 (Previous year ₹ 3.62) is recognised as an expenses and included in Employee benefit expenses (Refer Note 3.04)

#### 4.04 Leases

##### As a Lessee

Short term leases accounted in the statement of Profit and Loss for the Financial Year 2022-23 is ₹ 4.95 (Previous year ₹ 4.53).

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.05 Capital Management

The Company manages its capital structure to ensure that it will be able to continue as a going concern while maximising the return to the stakeholders.

The principal source of funding of the Company has been, and is expected to continue from cash generated from its operations supplemented by funding from borrowings.

#### 4.06 Financial Instruments

##### i) Methods and assumptions used to estimate the fair values

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

- a) The carrying amounts of trade receivables, cash and cash equivalents, trade payables, and other financial liabilities are considered to be the same as their fair values, due to their short-term nature.

Particulars	March 31, 2023		March 31, 2022	
	Carrying values	Fair value	Carrying values	Fair value
<b>Financial assets</b>				
<b>Measured at amortised cost</b>				
Investments	0.10	0.10	0.10	0.10
Trade receivables	10.25	10.25	9.17	9.17
Other financial assets	22.56	22.56	21.97	21.97
Cash and cash equivalents	1.20	1.20	9.97	9.97
<b>Financial liabilities</b>				
<b>Measured at amortised cost</b>				
Trade payables	41.10	41.10	101.83	101.83
Other financial liabilities	13.84	13.84	14.88	14.88

#### 4.07 Financial Risk Management

The Company is not exposed to market risk and has insignificant credit and liquidity risk as explained below :

Risk	Exposure arising from	Measurement
1) Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost.	Ageing analysis
2) Liquidity Risk	Borrowings and other liabilities	Rolling cash flow forecasts

##### Credit risk

Credit risk arises from the possibility that counter party will cause financial loss to the company by failing to discharge its obligation as agreed. The Company's exposure to credit risk arises mainly from the trade receivables, distributor commission, consultancy income and balances with banks. Credit risks from balances with banks are managed in accordance with the Company policy. The Company's major revenue streams arises from services provided to end use

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

customers in form of monthly subscription income. The trade receivables on account of subscription income are typically un-secured and derived from sales made to large number of independent customers. There is no concentration of credit risk. The Company follows a simplified approach (i.e. based on lifetime ECL) for recognition of impairment loss allowance on Trade receivables. For the purpose of measuring the lifetime ECL allowance for trade receivables, the Company uses a provision matrix which comprise a very large number of small balances grouped into homogenous groups and assessed for impairment collectively. In addition, in case there are events or changes in circumstances indicating individual trade receivable is required to be reviewed on qualitative aspects, necessary provisions are made.

The following table provides information about the exposure to credit risk and Expected Credit Loss for Trade Receivables

#### As at March 31, 2023

Ageing	1- 90 days	91-180 days	181- 270 days	271- 365 days	More than 365 days	Total
Gross carrying amount	8.45	-	-	-	288.99	297.44
Expected Credit rate	0%	-	-	-	100%	97%
Expected Credit Loss	-	-	-	-	288.59	288.59
<b>Carrying amount of Trade receivables (Net)</b>	<b>8.45</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.40</b>	<b>8.85</b>

#### As at March 31, 2022

Ageing	1- 90 days	91-180 days	181- 270 days	271- 365 days	More than 365 days	Total
Gross carrying amount	7.58	0.35	0.00	-	288.19	296.12
Expected Credit rate	1%	100%	100%	-	100%	97%
Expected Credit Loss	0.05	0.35	0.00	-	288.19	288.59
<b>Carrying amount of Trade receivables (Net)</b>	<b>7.53</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7.53</b>

#### Liquidity risk

Liquidity risk is defined as the risk that the company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows.

#### Maturities of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

#### As at March 31, 2023

Particulars	less than 1 year	Total
Non-Derivatives		
Trade payables	41.10	41.10
Other financial liabilities	13.84	13.84
<b>Total</b>	<b>54.94</b>	<b>54.94</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### As at March 31, 2022

Particulars	less than 1 year	Total
Non-Derivatives		
Trade payables	101.83	101.83
Other financial liabilities	14.88	14.88
<b>Total</b>	<b>116.71</b>	<b>116.71</b>

#### 4.08 Segmental Reporting

As the Company's business activity falls within a single business segment in terms of Ind AS 108 on "Operating Segments", the financial results are reflective of the information required by Ind AS 108.

#### 4.09 Related Party Disclosures

##### Particulars of Related Parties

##### A. Name of Related Parties and Related party Relationship

##### I. Controlled by:

Parent	Hathway Cable and Datacom Limited
Entities exercising control over Parent	Reliance Industries Limited (w.e.f. January 30, 2019) Reliance Industrial Investments and Holdings Limited (w.e.f. January 30, 2019) (Protector of Digital Media Distribution Trust), wholly owned subsidiary of Reliance Industries Limited. Digital Media Distribution Trust (w.e.f. January 30, 2019) Jio Content Distribution Holdings Private Limited (w.e.f. January 30, 2019) \$ Jio Internet Distribution Holdings Private Limited (w.e.f. January 30, 2019) \$ Jio Cable and Broadband Holdings Private Limited (w.e.f. January 30, 2019) \$

##### II. Joint Venture

Hathway Bhawani NDS Network Limited

##### III. Fellow Subsidiary

Hathway Digital Limited

##### IV. Key Managerial Personnel

Non Executive Directors

Independent Directors

Mr. Dilip Worah

Mr. L. K. Kannan

\$ Controlled by Digital Media Distribution Trust of which Reliance Content Distribution Limited - Wholly owned Subsidiary of Reliance Industries Limited, is the sole beneficiary.

##### Compensation to Key Managerial Personnel :-

Particulars	F.Y. 2022-23	F.Y. 2021-22
Sitting fees	7.20	4.00
<b>Total Compensation</b>	<b>7.20</b>	<b>4.00</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### B. Related Party Transactions

Type of Transactions	Name of the Party	F.Y. 2022-23	F.Y. 2021-22
Consultancy charges earned	Hathway Bhawani NDS Network Limited	8.00	12.00
Marketing & Promotion Income	Hathway Digital Limited	11.98	11.57
Marketing Support Fees	Hathway Digital Limited	4.25	12.74
Commission Income	Hathway Digital Limited	102.78	109.09
Network Usage Charges earned	Hathway Digital Limited	-	30.00
Feed Charges	Hathway Digital Limited	83.13	94.67
Infra Support Charges	Hathway Digital Limited	1.13	1.25
Business Support Charges	Hathway Digital Limited	1.20	1.20
Purchase of Access Devices	Hathway Digital Limited	7.30	7.16
Business Support Charges	Hathway Cable and Datacom Limited	1.20	1.20

Type of Balances	Name of the Party	As at March 31, 2023	As at March 31, 2022
Balance as at year end			
Trade Receivables	Hathway Digital Limited	1.40	3.63
Trade Payable	Hathway Digital Limited	36.81	97.28
Other Financial Liabilities	Mr. Dilip Worah	0.32	-
Other Financial Liabilities	Mr. L. K. Kannan	0.32	-
Investments	Hathway Bhawani NDS Network Limited	54.05	54.05
Impairment in value of Investments	Hathway Bhawani NDS Network Limited	14.53	14.53

**4.10** During the financial year 2022-23 and 2021-22, there has been no investment made by the Company in terms of Section 186(4) of the Act.

**4.11** Supplementary statutory information required to be given pursuant to Schedule V of Regulation 34(3) and 53(f) of the SEBI (Listing obligation & Disclosure requirement) Regulations, 2015. - Nil

#### 4.12 Earnings Per Share

	As at March 31, 2023	As at March 31, 2022
<b>Basic earnings per share (₹)</b>		
Attributable to equity holders of the Company	0.31	1.06
<b>Diluted earnings per share (₹)</b>		
Attributable to equity holders of the Company	0.31	1.06
<b>Nominal value of Ordinary shares : (₹)</b>	10.00	10.00
<b>Reconciliation of earnings used in calculating earnings per share :</b>		
<b>Basic earnings per share</b>		
Profit attributable to equity holders of the Company used in calculating basic earnings per share	25.02	85.95
<b>Diluted earnings per share</b>		
Profit attributable to equity holders of the Company used in calculating diluted earnings per share	25.02	85.95
<b>Weighted average number of shares used as the denominator in calculating basic and diluted earnings per share</b>	8,100,000	8,100,000



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.13 Revenue from contract with customers

##### Disaggregation of Revenue

As the Company's business activity falls within a single business segment viz. providing Cable Television services which is considered as the only reportable segment and the revenue substantially being in the domestic market, the financial statements are reflective of the information required by Ind AS 108 "Operating Segment". The nature, amount, timing and uncertainty of revenue and cash flows are similar across company's revenue from contracts with customers. Accordingly, there is no disaggregation of revenue disclosed.

##### Contract Balances

The Company classifies the right to consideration in exchange for deliverables as either a receivable or as unbilled revenue.

Trade receivable and unbilled revenues are presented net of impairment in the Balance Sheet.

The following table provides information about receivables and contract liabilities for the contracts with the customers.

Particulars	March 31, 2023	March 31, 2022
Receivables, which are included in 'Trade and other receivables'	10.25	9.17
Contract liabilities (Unearned Revenue)	6.00	4.79

The contract liabilities primarily relate to the billing recognized in advance where performance obligations are yet to be satisfied.

Significant changes in the contract liabilities balances during the period are as follows.

Particulars	March 31, 2023	March 31, 2022
	Contract liabilities	Contract liabilities
<b>Balance at the beginning of the year</b>	<b>4.79</b>	<b>5.20</b>
Add: Advance income received from the customer during the year	178.09	202.69
Less: Revenue Recognised during the year	(176.88)	(203.10)
<b>Balance at the end of the year</b>	<b>6.00</b>	<b>4.79</b>

#### 4.14 Additional Regulatory Information pursuant to the requirement in Division II of Schedule III to the Companies Act 2013.

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- (iii) The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- (iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**Notes to the Standalone Financial Statements for the year ended March 31, 2023**

(₹ in lakhs unless otherwise stated)

- (vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - a directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (vii) The Company has not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- (viii) The Company has no borrowings from banks and financial institutions on the basis of security of current assets.
- (ix) None of the entities in the Company have been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (x) The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- (xi) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**4.15 Recent Pronouncement**

On March 31, 2023, the Ministry of Corporate Affairs (MCA) has notified Companies (Indian Accounting Standards) Amendment Rules, 2023. This notification has resulted into amendments in the following existing accounting standards which are applicable to company from April 1, 2023.

- i Ind AS 107 – Financial Instruments Disclosures
- ii Ind AS 1 – Presentation of Financial Statements
- iii Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors

Application of above standards are not expected to have any significant impact on the company's financial statements.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.16 Ratio Analysis

Sr. No.	Particulars	Year Ended 31-03-2023	Year Ended 31-03-2022	% Variance	Reason for Variance
1	Current Ratio	0.23	0.19	18%	
2	Debt-Equity Ratio	NA	NA	NA	
3	Debt Service Coverage Ratio	NA	NA	NA	
4	Return on Equity Ratio	0.14	0.66	-80%	Due to reduction in revenue from operations and Net Profit.
5	Inventory Turnover Ratio	NA	NA	NA	
6	Trade Receivables Turnover Ratio	31.45	42.56	-26%	Due to reduction in Revenue from operations
7	Trade Payables Turnover Ratio	3.67	1.67	120%	Due to reduction in trade payables.
8	Net Capital Turnover Ratio	-5.57	-3.50	59%	Due to Decline in the Company's ability to generate Revenue during the financial year.
9	Net Profit Ratio	0.08	0.23	-64%	Due to Decline in Revenue from operations
10	Return on Capital Employed (Excluding Working Capital Financing)	0.15	0.72	-80%	Due to Decline in Revenue from operations
11	Return on Investment	0.04	0.03	0%	

#### 4.16.1 Formulae for computation of ratios are as follows:

Sr. No.	Particulars	Formula
1	Current Ratio	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$
2	Debt-Equity Ratio	$\frac{\text{Total Debt}}{\text{Total Equity}}$
3	Debt Service Coverage Ratio	$\frac{\text{Earnings before Interest, Tax and Exceptional Items}}{\text{Interest Expense + Principal Repayments made during the period for long term loans}}$
4	Return on Equity Ratio	$\frac{\text{Profit After Tax (Attributable to Owners)}}{\text{Average Net Worth}}$
5	Inventory Turnover Ratio	$\frac{\text{Cost of Goods Sold}}{\text{Average Inventories of Finished Goods, Stock-in-Process and Stock-in-Trade}}$
6	Trade Receivables Turnover Ratio	$\frac{\text{Value of Sales \& Services}}{\text{Average Trade Receivables}}$

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Standalone Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

Sr. No.	Particulars	Formula
7	Trade Payables Turnover Ratio	$\frac{\text{Cost of Materials Consumed (after adjustment of RM Inventory) + Purchases of Stock-in-Trade + Other Expenses}}{\text{Average Trade Payable}}$
8	Net Capital Turnover Ratio	$\frac{\text{Net Sales}}{\text{Working Capital}}$
9	Net Profit Ratio	$\frac{\text{Profit After Tax}}{\text{Value of Sales \& Services}}$
10	Return on Capital Employed (Excluding Working Capital Financing)	$\frac{\text{Net Profit After Tax + Deferred Tax Expense/(Income) + Finance Cost (-) Other Income (-) Share of Profit / (Loss) of Associates and Joint Ventures}}{\text{Average Capital Employed}}$
11	Return on Investment	$\frac{\text{Other Income (Excluding Dividend)}}{\text{Average Cash, Cash Equivalents \& Other Marketable Securities}}$

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**  
Chartered Accountants  
Firm Registration No. 107023W

**K Y Narayana**  
Partner  
Membership No. 060639

**Vatan Pathan**  
Non-Executive Director & Chief Executive Officer  
DIN: 07468214

**Pranjali Gawde**  
Non-Executive Director  
DIN: 08754715

**Dilip Worah**  
Independent Director  
DIN : 00047252

**L.K. Kannan**  
Independent Director  
DIN : 00110428

**Ajay Singh**  
Company Secretary and Compliance officer  
Membership No: F- 5189

**Basant Haritwal**  
Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

## **Independent Auditor’s Report**

**To the Members of Hathway Bhawani Cabletel & Datacom Limited**

**Report on the Audit of the Consolidated Financial Statements**

### **Opinion**

We have audited the accompanying consolidated financial statements of **Hathway Bhawani Cabletel & Datacom Limited** (hereinafter referred to as “the Holding Company”) and its joint venture comprising of the Consolidated Balance Sheet as at March 31, 2023, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement for the year then ended, and 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, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended (“Ind AS”) and other accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at March 31, 2023, its consolidated profit (including total comprehensive income), consolidated changes in equity and its consolidated cash flows for the year ended on that date.

### **Basis for Opinion**

We conducted our audit of the consolidated financial statements 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 Holding Company in accordance with the Code of Ethics issued by Institute of Chartered Accountants of India (“ICAI”) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and Code of Ethics issued by ICAI. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters section below is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgement and based on the consideration of the report of the other auditor on standalone financial statements and on the other financial information of the joint venture, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr.No	Key Audit Matters	How our audit addressed the Key Audit Matters
1.	<p><b>Contingent liabilities:</b></p> <p>The Holding Company is in receipt of show causes notice from Licensing authority. The Holding Company has disputed such claim. The review of claim involve a high degree of judgement to determine the possible outcome, and estimates relating to the timing and the amount of outflow of resources embodying economic benefits.</p>	<p>Principal Audit Procedures Performed:</p> <p>a) We obtained summary of litigation including management’s assessment.</p> <p>b) We obtained and read external legal opinion and other evidences provided by management to corroborate management’s assessment of the legal matter.</p>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

Sr.No	Key Audit Matters	How our audit addressed the Key Audit Matters
	The audit of Contingent liabilities is significant to our audit as any adverse outcome may have material impact on the Holding Company.	c) Assessed the relevant accounting policies and disclosures in the standalone financial statements for compliance with the requirements of accounting standards.

### Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in Annual report but does not include the standalone financial statements, consolidated financial statements and our auditor's report thereon. 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 the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance (including other comprehensive income), consolidated statement of changes in equity and consolidated cash flows of the Holding Company including its joint venture in accordance with Ind AS and other accounting principles generally accepted in India. The Board of Directors of the Holding Company and of its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets 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 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 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 Board of Directors of the Holding Company and of its joint venture are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors 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 Holding Company and of its joint venture are responsible for overseeing the financial reporting process of the Holding Company and of its joint venture.

### 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 judgement 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 whether the company has adequate internal financial controls system 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.
- 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 ability of the Holding Company and its joint venture 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 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 Holding Company and its joint venture 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 the entities or business activities of the Holding Company and its joint venture to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entity included in the consolidated financial statements of which we are the independent auditor. For the other entity included in the consolidated financial statements, which have been audited by other auditor, such other auditor 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 "Other Matters" paragraph below.

We believe that the audit evidence obtained by us along with the consideration of the audit report of the other auditor referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entity 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely

rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Other Matters**

We did not audit the financial statements of the joint venture, as considered in the consolidated financial statements, whose financial statements include the Holding Company's share of net profit /(loss) after tax of ₹(8.05) lakhs and total comprehensive income / (loss) of ₹(8.05) lakhs for the year ended on March 31, 2023. This financial statements and other financial information have been audited by other auditor whose report has been furnished to us by the management of the Holding Company and our opinion on the consolidated financial statements, to the extent they have been derived from such financial statements is based solely on the report of such 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 matters with respect to our reliance on the work done and the report of the other auditor.

### **Report on Other Legal and Regulatory Requirements**

1. As required by section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditor on the standalone financial statement / financial information of the joint venture and referred to in Other Matters section above, we report, to the extent applicable that;

- (i) 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 of the aforesaid consolidated financial statements;
- (ii) 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 report of the other auditor;
- (iii) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement 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;
- (iv) In our opinion, the aforesaid Consolidated Financial Statements comply with the Ind AS specified under section 133 of the Act read with relevant rules issued thereunder and relevant provisions of the Act;
- (v) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2023 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditor of its joint venture incorporated in India, none of the directors of the Holding Company and its joint venture incorporated in India is disqualified as on March 31, 2023 from being appointed as a director in terms of section 164 (2) of the Act;
- (vi) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company and its joint venture incorporated in India and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements of those Companies
- (vii) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the Holding Company has not paid remuneration to its directors during the year. Accordingly, the provisions of section 197 of the Act are not applicable to the Holding Company; and



- (viii) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of other auditor of the joint venture as noted in the Other matters paragraph:
- a) The Holding Company and its joint venture has disclosed the impact of pending litigations as at March 31, 2023 on its financial position in its consolidated financial statements - Refer Note 4.01 to consolidated financial statements;
  - b) The Holding Company and its joint venture did not have any material foreseeable losses on long term contracts including derivative contracts;
  - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its joint venture;
  - d) (i) The respective Managements of the Holding Company and its joint venture which are companies incorporated in india whose financial statements have been audited under the Act have represented to us and other auditor of joint venture respectively that, to best of their knowledge and belief, as stated in Note no. 4.14(v), no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company and its joint venture to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company and its joint venture ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
(ii) The respective Managements of the Holding Company and its joint venture which are companies incorporated in india whose financial statements have been audited under the Act have represented to us and other auditor of joint venture respectively that, to the best of our knowledge and belief, as stated in Note no. 4.14(vi), no funds have been received by the Holding Company and its joint venture from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such joint venture shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
(iii) Based on the audit procedures performed by us that has been considered reasonable and appropriate in the circumstances, and those performed by the auditor of the joint venture which is company incorporated in India whose financial statements has been audited under the Act, nothing has come to our or other auditor's notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) contain any material mis-statement;
- e) The Company has neither declared nor paid any dividend during the year.
  - f) As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order" / "CARO") issued by the Central Government in terms of section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO report issued by the auditor of the joint venture included in the consolidated financial statements of the Holding Company, to which reporting under CARO is applicable, provided to us by the Management of the Holding Company and based on the identification of matters of qualifications or adverse remarks in the CARO report by the respective component auditor and provided to us, we report that the auditor of such joint venture has not reported any qualifications or adverse remarks in their CARO report.

**For Nayan Parikh & Co.**  
Chartered Accountants  
Firm Registration No. 107023W

**K.Y. Narayana**  
Partner  
Membership No. 060639  
UDIN: 23060639BGRYTM2677

Place: Mumbai  
Date: April 14, 2023

## **Annexure A to the Independent Auditor's Report**

**Referred to in paragraph (vi) under "Report on Other Legal and Regulatory Requirements" of our Independent Auditor's Report on even date to the members of Hathway Bhawani Cabletel and Datacom Limited ("the Holding Company) on the consolidated financial statements for the year ended March 31, 2023:**

### **Opinion**

In conjunction with our audit of the consolidated financial statements of the Holding Company as of and for the year ended March 31, 2023, we have audited the internal financial controls with reference to financial statements of Hathway Bhawani Cabletel and Datacom Limited (hereinafter referred to as 'the Holding Company') and its joint venture, which are companies incorporated in India, as of that date.

In our opinion, the Holding Company and its joint venture, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023 based on the internal controls with reference to financial statements criteria established by the Holding Company, considering the essential components of internal controls stated in the Guidance Note issued by the ICAI.

### **Management's Responsibility for Internal Financial Controls**

The respective Board of Directors of the Holding company and its joint venture, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal controls with reference to financial statements criteria established by the Holding Company and its joint venture, considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("Guidance Note") issued by the ICAI. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 Act.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls with reference to Consolidated financial statements of the Holding Company and its joint venture, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system 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 financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of 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 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 auditor in terms of their report referred to in the "Other Matters" paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company's internal financial control system 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 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 financial statements to future periods are subject to the risk that the internal financial controls with reference to 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 report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements, in so far as it relates standalone financial statements of the joint venture, which is the company incorporated in India, is based on the corresponding report of the auditor of such joint venture incorporated in India.

**For Nayan Parikh & Co.**  
Chartered Accountants  
Firm Registration No. 107023W

**K.Y. Narayana**  
Partner  
Membership No. 060639  
UDIN: 23060639BGRYTM2677

Place: Mumbai  
Date: April 14, 2023

# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

## Consolidated Balance Sheet as at March 31, 2023

(₹ in lakhs unless otherwise stated)

Particulars	Note No.	As at	
		March 31, 2023	March 31, 2022
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property, plant and equipment	2.01 (a)	89.88	97.34
Capital work-in-progress	2.01 (b)	0.37	0.65
Intangible assets	2.02	4.33	1.90
Investment accounted using Equity method	4.13	20.51	28.55
Financial Assets			
Investments	2.03	0.10	0.10
Other financial assets	2.04	22.56	21.97
Deferred Tax Assets (Net)	2.05	97.18	106.01
Other Non-current assets	2.06	11.33	27.45
<b>Total Non-current Assets</b>		<b>246.26</b>	<b>283.97</b>
<b>Current Assets</b>			
Financial Assets			
Trade receivables	2.07	10.25	9.17
Cash and cash equivalents	2.08	1.20	9.97
Other financial assets	2.04	-	-
Other current assets	2.06	4.55	6.70
<b>Total Current Assets</b>		<b>16.00</b>	<b>25.84</b>
<b>Total Assets</b>		<b>262.26</b>	<b>309.81</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share Capital	2.09	810.00	810.00
Other Equity	2.10	(631.19)	(648.77)
<b>Total Equity</b>		<b>178.81</b>	<b>161.23</b>
<b>Non-current Liabilities</b>			
Provisions	2.11	12.62	13.84
<b>Total Non-current Liabilities</b>		<b>12.62</b>	<b>13.84</b>
<b>Current Liabilities</b>			
Financial Liabilities			
Trade payables			
Total outstanding dues of :			
- Micro & small enterprises	2.12	-	-
- Other than Micro & small enterprises	2.12	41.10	101.83
Other financial liabilities	2.13	13.84	14.88
Provisions	2.11	0.82	0.91
Other current Liabilities	2.14	15.07	17.12
<b>Total Current Liabilities</b>		<b>70.83</b>	<b>134.74</b>
<b>Total Equity and Liabilities</b>		<b>262.26</b>	<b>309.81</b>
Summary of Significant Accounting Policies	1		

Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants

Firm Registration No. 107023W

**K Y Narayana**

Partner

Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer

DIN : 07468214

**Pranjali Gawde**

Non-Executive Director

DIN : 08754715

**Dilip Worah**

Independent Director

DIN : 00047252

**L.K. Kannan**

Independent Director

DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer

Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

## Consolidated Statement of Profit and Loss for the Year Ended March 31, 2023

(₹ in lakhs unless otherwise stated)

Particulars	Note No.	Year ended	
		March 31, 2023	March 31, 2022
<b>Income</b>			
Revenue from Operations	3.01	305.50	381.59
Other Income	3.02	6.82	7.72
<b>Total Income</b>		<b>312.32</b>	<b>389.31</b>
<b>Expenses</b>			
Feed Charges		83.13	94.67
Other operational expenses	3.03	23.36	26.44
Employee benefit expenses	3.04	62.57	61.89
Depreciation, amortisation and impairment	3.05	16.44	17.08
Other expenses	3.06	93.17	88.92
<b>Total Expenses</b>		<b>278.67</b>	<b>289.00</b>
<b>Profit before exceptional items and tax</b>		<b>33.65</b>	<b>100.31</b>
Exceptional items	3.08	-	-
<b>Profit before tax</b>		<b>33.65</b>	<b>100.31</b>
<b>Share of net Profit / (Loss) of Joint venture accounted for using the equity method</b>		<b>(8.05)</b>	<b>(6.24)</b>
<b>Profit before tax</b>		<b>25.60</b>	<b>94.07</b>
Tax Expense:			
Current tax		-	-
Deferred tax		8.63	14.36
<b>Profit for the year</b>		<b>16.97</b>	<b>79.71</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Re-measurements of defined benefit liability / (asset)		0.80	(0.16)
Share of Other comprehensive income / (Loss) of Joint venture accounted for using the equity method		(0.00)	0.75
Income tax effect relating to these items		(0.20)	-
		0.60	0.59
<b>Total Comprehensive Income for the Year</b>		<b>17.57</b>	<b>80.30</b>
Weighted Average Number of Shares		81,00,000	81,00,000
Earnings / (Loss) per equity share (Face value of ₹ 10/- each) :			
Basic and diluted (in ₹)	4.10	0.21	0.98
Summary of Significant Accounting Policies	1		

Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants

Firm Registration No. 107023W

**K Y Narayana**

Partner

Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer

DIN: 07468214

**Pranjali Gawde**

Non-Executive Director

DIN: 08754715

**Dilip Worah**

Independent Director

DIN : 00047252

**L.K. Kannan**

Independent Director

DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer

Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

# HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

## Consolidated Cash Flow Statement for the year ended March 31, 2023

(₹ in lakhs)

Particulars	Year ended	
	March 31, 2023	March 31, 2022
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
<b>NET PROFIT BEFORE TAX</b>	<b>25.60</b>	<b>94.07</b>
Adjustment for :		
Depreciation and Amortisation	16.44	17.08
Amount no Longer Payable Written Back	(4.44)	(2.81)
Share of net (Profit) / Loss of Joint venture accounted for using the equity method	8.05	6.24
Interest Income	(0.68)	(1.20)
Provision for Gratuity and Compensated Absences	2.09	0.09
	<b>21.46</b>	<b>19.40</b>
Operating Profit Before Change in Working Capital	<b>47.06</b>	<b>113.47</b>
<b>Change in Assets &amp; Liabilities</b>		
Increase in Trade Receivables	(1.08)	(0.30)
Decrease / (Increase) in Other Financial Assets	0.00	(0.01)
Decrease in Other Assets	18.27	12.70
Decrease in Trade Payable	(56.30)	(119.25)
Decrease in Provisions	(2.59)	(0.00)
Decrease in Other Financial Liabilities	(1.05)	(3.43)
Decrease in Other Current Liabilities	(2.04)	(4.49)
	<b>(44.79)</b>	<b>(114.78)</b>
<b>Net Cash flow from / (used in) Operating activities</b>	<b>2.27</b>	<b>(1.31)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Payments for acquisition of Property, Plant and Equipment	(11.13)	(7.61)
Interest Received on Fixed Deposit	0.09	1.78
Investment in Fixed Deposit	-	(12.00)
Proceeds from maturity of Fixed Deposit	-	13.76
Proceeds from maturity of Investment	-	1.15
	<b>(11.04)</b>	<b>(2.92)</b>
<b>Net Cash Flow from / (used in) Investing Activities</b>	<b>(11.04)</b>	<b>(2.92)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Net Decrease in Cash & Cash equivalents	(8.77)	(4.23)
Cash and Cash Equivalents at the Beginning of year	9.97	14.20
Cash and Cash Equivalents at the End of year	<b>1.20</b>	<b>9.97</b>
<b>Reconciliation of cash and cash equivalents as per Cash Flow Statement</b>		
<b>Cash and cash equivalents</b>		
Balances with banks:		
In Current Accounts	1.20	9.65
Cash in Hand	-	0.32
	<b>1.20</b>	<b>9.97</b>

Note - Above Consolidated Cash Flow Statement has been prepared by using Indirect method as per Ind AS - 7 on Statements of Cash Flows.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants

Firm Registration No. 107023W

**K Y Narayana**

Partner

Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer

DIN : 07468214

**Pranjali Gawde**

Non-Executive Director

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**Dilip Worah**

Independent Director

DIN : 00047252

**L.K. Kannan**

Independent Director

DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer

Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

CIN : L65910MH1984PLC034514

### Consolidated Statement of changes in equity for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### A Equity Share Capital

Particulars	Amount
<b>Balance as at April 1, 2021</b>	810.00
Changes in Equity Share Capital during the year	-
<b>Balance as at March 31, 2022</b>	810.00
Changes in Equity Share Capital during the year	-
<b>Balance as at March 31, 2023</b>	810.00

#### B Other Equity:

Particulars	Reserves and Surplus		Total
	Securities Premium	Retained earnings	
<b>Balance as at April 1, 2021</b>	<b>151.00</b>	<b>(880.06)</b>	<b>(729.06)</b>
Profit for the year	-	79.71	79.71
Other Comprehensive Income for the year	-	0.59	0.59
<b>Balance as at March 31, 2022</b>	<b>151.00</b>	<b>(799.76)</b>	<b>(648.76)</b>
Profit for the year	-	16.97	16.97
Other Comprehensive Income for the year	-	0.60	0.60
<b>Balance as at March 31, 2023</b>	<b>151.00</b>	<b>(782.19)</b>	<b>(631.19)</b>

Summary of Significant Accounting Policies (Refer Note No.1)

Refer accompanying notes. These notes are an integral part of the financial statements

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants  
Firm Registration No. 107023W

**K Y Narayana**

Partner  
Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer  
DIN: 07468214

**Pranjali Gawde**

Non-Executive Director  
DIN: 08754715

**Dilip Worah**

Independent Director  
DIN : 00047252

**L.K. Kannan**

Independent Director  
DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer  
Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023



## Significant Accounting Policies and Notes to the Consolidated Financial Statements

### BACKGROUND

Hathway Bhawani Cabletel & Datacom Limited is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956 having registered office at 805/806, Windsor, 8<sup>th</sup> Floor, Off CST Road, Kalina, Santacruz (East), Mumbai-400098. The Company is engaged in Cable TV business. Its equity shares are listed on Bombay Stock Exchange (BSE) in India.

### 1.00 SIGNIFICANT ACCOUNTING POLICIES

This note provides a list of the significant accounting policies adopted in the presentation of these consolidated financial statements. The financial statements are of the Holding Company and its Joint Venture.

#### 1.01 BASIS OF PREPARATION

(i) Compliance with Ind AS

The consolidated financial statements comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act"), and relevant rules issued thereunder. In accordance with proviso to the Rule 4A of the Companies (Accounts) Rules, 2014, the terms used in these financial statements are in accordance with the definitions and other requirements specified in the applicable Accounting standards.

(ii) Historical cost convention

The consolidated financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which are measured at fair value.

(ii) Authorisation of consolidated financial statements

The consolidated financial statements were approved for issue by Board of Directors on April 14, 2023.

#### 1.02 FUNCTIONAL AND PRESENTATION CURRENCY

These consolidated financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts disclosed in the consolidated financial statements and notes have been rounded off to the nearest lakhs, except where otherwise indicated.

#### 1.03 CURRENT VERSUS NON-CURRENT CLASSIFICATION

The Holding Company and its Joint Venture presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is classified as current if:

- (i) it is expected to be realised or intended to be sold or consumed in normal operating cycle
- (ii) it is held primarily for the purpose of trading
- (iii) it is expected to be realised within twelve months after the reporting period, or
- (iv) cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is classified as current if:

- (i) it is expected to be settled in normal operating cycle
- (ii) it is held primarily for the purpose of trading
- (iii) it is due to be settled within twelve months after the reporting period, or

**Significant Accounting Policies and Notes to the Consolidated Financial Statements**

(iv) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period  
All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities on net basis.

All assets and liabilities have been classified as current or non-current as per Holding Company's and its Joint Venture's normal operating cycle. Based on the nature of operations, the Holding Company and its Joint Venture has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

**1.04 USE OF JUDGEMENTS, ESTIMATES & ASSUMPTIONS**

While preparing consolidated financial statements in conformity with Ind AS, the management makes certain estimates and assumptions that require subjective and complex judgments. These judgments affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses, disclosure of contingent liabilities at the statement of financial position date and the reported amount of income and expenses for the reporting period. Financial reporting results rely on our estimate of the effect of certain matters that are inherently uncertain. Future events rarely develop exactly as forecast and the best estimates require adjustments, as actual results may differ from these estimates under different assumptions or conditions. The management continually evaluate these estimates and assumptions based on the most recently available information.

Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are as below:

**Key assumptions and estimation uncertainties**

- (i) Financial instruments; (Refer note 4.06)
- (ii) Useful lives of Property, Plant and Equipment and intangible assets; (Refer note 1.06 & 1.07)
- (iii) Measurement of defined benefit Obligations: Key actuarial assumptions; (Refer note 4.03)
- (iv) Evaluation of recoverability of deferred tax assets; and
- (v) Contingencies (Refer note 4.01).
- (vi) Impairment test of Tangible and Intangible assets.

**1.05 Principles of consolidation and equity accounting****(i) Joint Venture**

Under Ind AS 111 Joint Arrangements, investments in joint arrangements are classified as either joint operations or joint ventures. The classification depends on the contractual rights and obligations of each investor, rather than the legal structure of the joint arrangement. The Holding Company has only one joint venture.

Interests in joint venture are accounted for using the equity method (see (ii) below), after initially being recognised at cost in the consolidated balance sheet.

**(ii) Equity method**

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the Holding Company's share of the post-acquisition profits or losses of the investee in statement of profit and loss, and the Holding Company's share of other comprehensive income of the investee in other comprehensive

**Significant Accounting Policies and Notes to the Consolidated Financial Statements**

income. Dividends received or receivable from joint venture are recognised as a reduction in the carrying amount of the investment.

Unrealised gains on transactions between the Holding Company and joint venture are eliminated to the extent of the Holding Company's interest in this entity. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Holding Company.

The carrying amount of equity accounted investments are tested for impairment in accordance with the policy described in note 1.08 below.

**1.06 PROPERTY, PLANT AND EQUIPMENT****Recognition and Measurement**

The cost of an item of property, plant and equipment shall be recognised as an asset if, and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Property, Plant and Equipment (including Capital work-in-progress) is stated at cost, less accumulated depreciation and accumulated impairment losses. The initial cost of an asset comprises its purchase price, any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by management, the initial estimate of any decommissioning obligation, if any. The purchase price is the aggregate amount paid and the fair value of any other consideration given to acquire the asset.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Holding Company and its Joint Venture and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

Access Devices on hand at the year end are included in Capital work-in-progress. On installation, such devices are capitalised.

The residual values and useful lives of Property, Plant and Equipment are reviewed at each financial year end, and changes, if any, are accounted prospectively.

**Derecognition of Property, Plant and Equipment**

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in statement of profit and loss.

**Depreciation on Property, Plant & Equipment**

Depreciation on Property, Plant & Equipment is provided on straight line method. In accordance with requirements prescribed under Schedule II of Act, the Company has assessed the estimated useful lives of its Property, Plant & Equipment and has adopted the useful lives and residual value as prescribed in Schedule II of the Act.

In case of additions or deletions during the year, depreciation is computed from the month in which such assets are put to use and up to previous month of sale, disposal or held for sale as the case may be. In case of impairment, depreciation is provided on the revised carrying amount over its remaining useful life.

All assets costing up to ₹ 5,000 (in ₹) are fully depreciated in the year of capitalisation.

**Significant Accounting Policies and Notes to the Consolidated Financial Statements****1.07 INTANGIBLE ASSETS**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles are not capitalised and the related expenditure is reflected in Statement of Profit and Loss in the period in which the expenditure is incurred.

**Recognition and Measurement**

Intangible assets comprises of Cable Television Franchise and Softwares. Cable Television Franchisee represents purchase consideration of a network that is mainly attributable to acquisition of subscribers and other rights, permission etc. attached to a network.

Intangible assets with finite useful lives that are acquired are recognized only if they are separately identifiable and the Holding Company and it's Joint Venture expects to receive future economic benefits arising out of them. Such assets are stated at cost less accumulated amortization and impairment losses. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

**Derecognition of intangible assets**

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in statement of profit and loss when the asset is derecognised.

**Amortisation of intangible assets**

Intangible assets with finite useful lives are amortized on a straight line basis over their useful economic lives and assessed for impairment whenever there is indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at each year end. The amortisation expense on Intangible assets with finite lives and impairment loss is recognised in the Statement of Profit and Loss.

Estimated lives for current and comparative periods in relation to application of straight line method of amortisation of intangible assets (acquired) are as follows:

- Softwares are amortised over the license period and in absence of such tenor, over five years.
- Cable Television Franchise are amortised over the contract period and in absence of such tenor, over twenty years.

The estimated useful lives, residual values, amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

**1.08 IMPAIRMENT OF ASSETS (OTHER THAN FINANCIAL ASSETS)**

Carrying amount of Tangible assets, Intangible assets, Investments in Joint Venture (which are accounted under equity method) are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or Holding Company and it's Joint

## **Significant Accounting Policies and Notes to the Consolidated Financial Statements**

Venture's assets (cash-generating units). Non- financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

### **1.09 CASH AND CASH EQUIVALENTS**

For the purpose of Cash Flow Statement, cash and cash equivalents includes cash on hand, deposits held at call with banks or financial institutions and bank overdrafts.

### **1.10 FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities are recognised when a Holding Company and it's Joint Venture becomes a party to the contractual provisions of the instruments.

#### **Initial Recognition and Measurement – Financial Assets and Financial Liabilities**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Statement of Profit and Loss. However Trade Receivables that do not contain significant financing component are measured at transaction price.

#### **Classification and Subsequent Measurement: Financial Assets**

The Holding Company and it's Joint Venture classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income ("FVTOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- the entity's business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

#### **Amortised Cost:**

A financial asset is classified and measured at amortised cost if both of the following conditions are met:

- It is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### **FVTOCI:**

A financial asset is classified and measured at FVTOCI if both of the following conditions are met:

- It is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### **FVTPL:**

A financial asset is classified and measured at FVTPL unless it is measured at amortised cost or at FVTOCI.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

**Significant Accounting Policies and Notes to the Consolidated Financial Statements****Impairment of Financial Assets**

The Holding Company and its Joint Venture assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Holding Company and its Joint Venture applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

**Classification and Subsequent measurement: Financial Liabilities**

The Holding Company and its Joint Venture's financial liabilities include trade and other payables, loans and borrowings.

**Financial Liabilities at FVTPL:**

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or losses on financial liabilities held for trading are recognised in the Statement of Profit and Loss.

**Other Financial Liabilities:**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

**Derecognition of Financial Assets and Financial Liabilities:**

The Holding Company and its Joint Venture derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred. If the Holding Company and its Joint Venture enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. Financial liability is also derecognised when its terms are modified and the cash flows of the modified Liability are substantially different, in which case a new financial liability based on modified terms is recognised at fair value.

**Offsetting Financial Instruments:**

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Holding Company and its Joint Venture or the counterparty.

**1.11 BORROWING COSTS**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other

**Significant Accounting Policies and Notes to the Consolidated Financial Statements**

borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an company incurs in connection with the borrowing of funds.

**1.12 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS****Provisions**

Provisions are recognised when the Holding Company and its Joint Venture has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a current pre-tax rate. The increase in the provision due to the passage of time is recognised as interest expense.

**Contingent liabilities are disclosed in the case of:**

Contingent liability is a possible obligation arising from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability. The Company does not recognize a contingent liability but discloses its existence in the consolidated financial statements.

**Contingent Asset**

Contingent asset is not recognised in consolidated financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognized.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

**1.13 EMPLOYMENT BENEFITS****(i) Short-term employee benefits**

Short-term employee benefits are measured on an undiscounted basis and expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**(ii) Post-employment obligations**

The Holding Company and its Joint Venture operates the following post-employment schemes:

- defined benefit plans such as gratuity; and
- defined contribution plans such as provident fund

**Defined Benefit Plans**

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

**Significant Accounting Policies and Notes to the Consolidated Financial Statements**

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised at amount net of taxes in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in statement of profit and loss as past service cost.

**Defined contribution plans**

The Holding Company and its Joint Venture contributes to Employees State Insurance Corporation and Provident Fund which are considered as defined contribution plans. The Holding Company and its Joint Venture makes specified monthly contributions towards Government administered provident fund scheme. The Holding Company and its Joint Venture has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

**(iii) Other long-term employee benefit obligations**

The liabilities for leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in statement of profit and loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

**1.14 REVENUE FROM CONTRACTS WITH CUSTOMERS****Income from Rendering of services**

The Holding Company and its Joint Venture derives revenues primarily from Cable TV business.

Revenue is recognised upon transfer of control of promised products or services to customers at the amount of transaction price (net of variable consideration) that reflects the consideration the Company expect to receive in exchange for those products or services. Subscription revenue is recognized ratably over the period in which the services are rendered.

To recognize revenues, the Holding Company and its Joint Venture applies the following five step approach:

1. identify the contract with a customer;
2. identify the performance obligations in the contract;



## **Significant Accounting Policies and Notes to the Consolidated Financial Statements**

3. determine the transaction price;
4. allocate the transaction price to the performance obligations in the contract; and
5. recognize revenues when a performance obligation is satisfied

Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties. The Holding Company and its Joint Venture presents revenues net of indirect taxes in its statement of profit and loss.

### **Contract Assets**

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

### **Trade Receivables**

A receivable represents the company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

### **Contract Liabilities**

"A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier), which we refer to as Unearned Revenue.

Contract liabilities are recognised as revenue when the Company performs under the contract.

## **1.15 RECOGNITION OF INTEREST INCOME**

Interest income from debt instruments is recognised using the effective interest rate method.

## **1.16 TAXES ON INCOME**

### **Current Tax:**

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

### **Deferred tax:**

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

**Significant Accounting Policies and Notes to the Consolidated Financial Statements**

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

The break-up of the major components of the deferred tax assets and liabilities as at balance sheet date has been arrived at after setting off deferred tax assets and liabilities where the Holding Company and its Joint Venture have a legally enforceable right to set-off assets against liabilities.

**1.17 EARNINGS PER SHARE (EPS)****Basic Earnings Per Share**

Basic earnings per share is calculated by dividing the profit (or loss) attributable to the owners of the Company by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

**Diluted Earnings Per Share**

Diluted earnings per share is computed by dividing the profit (considered in determination of basic earnings per share) after considering the effect of interest and other financing costs or income (net of attributable taxes) associated with dilutive potential equity shares by the weighted average number of equity shares considered for deriving basic earnings per share adjusted for the weighted average number of equity shares that would have been issued upon conversion of all dilutive potential equity shares.

**1.18 LEASES****Short term leases and lease of low value assets**

The Holding Company and its Joint Venture lease arrangements are short term in nature. The Holding Company and its Joint Venture has elected not to recognise right-of-use assets and lease liabilities for leases of low-value assets and short-term leases, including IT equipment. The Holding Company and its Joint Venture recognises the lease payments associated with these leases as an expense in profit or loss on a straight-line basis over the lease term.

**Notes to the Consolidated Financial Statements for the year ended March 31, 2023**

(₹ in lakhs unless otherwise stated)

**2.01 Property, Plant and Equipment :**

	Gross Carrying Amount			Accumulated Depreciation / Impairment			Net Carrying Amount		
	As at April 1, 2022	Addition	Disposal	As at March 31, 2023	As at April 1, 2022	For the Year	Elimination on disposal	As at March 31, 2023	As at March 31, 2022
<b>Own Assets:</b>									
Plant and Equipment	220.39	7.58	-	227.97	126.68	14.73	-	141.41	93.71
Air conditioners	4.16	-	-	4.16	3.94	0.14	-	4.08	0.22
Furniture & Fixtures	13.22	-	-	13.22	10.67	0.43	-	11.10	2.55
Mobile & Telephone	2.41	-	-	2.41	2.17	0.07	-	2.24	0.24
Computers	8.34	0.67	-	9.01	8.32	0.19	-	8.51	0.02
Office Equipments	1.49	-	-	1.49	0.94	0.14	-	1.08	0.55
Motor Vehicles	0.15	-	-	0.15	0.10	0.01	-	0.11	0.05
<b>Total</b>	<b>250.16</b>	<b>8.25</b>	<b>-</b>	<b>258.41</b>	<b>152.82</b>	<b>15.71</b>	<b>-</b>	<b>168.53</b>	<b>97.34</b>

	Gross Carrying Amount			Accumulated Depreciation / Impairment			Net Carrying Amount		
	As at April 1, 2021	Addition	Disposal	As at March 31, 2022	As at April 1, 2021	For the Year	Elimination on disposal	As at March 31, 2022	As at March 31, 2021
<b>Own Assets:</b>									
Plant and Equipment	212.48	7.91	-	220.39	111.64	15.04	-	126.68	100.84
Air conditioners	4.16	-	-	4.16	3.80	0.14	-	3.94	0.36
Furniture & Fixtures	13.22	-	-	13.22	10.23	0.44	-	10.67	2.99
Mobile & Telephone	2.41	-	-	2.41	2.09	0.08	-	2.17	0.32
Computers	8.34	-	-	8.34	8.31	0.01	-	8.32	0.03
Office Equipments	1.39	0.10	-	1.49	0.80	0.14	-	0.94	0.59
Motor Vehicles	0.15	-	-	0.15	0.08	0.01	-	0.10	0.06
<b>Total</b>	<b>242.15</b>	<b>8.01</b>	<b>-</b>	<b>250.16</b>	<b>136.95</b>	<b>15.86</b>	<b>-</b>	<b>152.82</b>	<b>105.19</b>

**Notes to the Consolidated Financial Statements for the year ended March 31, 2023**

(₹ in lakhs unless otherwise stated)

**2.01 (b) Capital work-in-progress (CWIP)**

**(a) Aging schedule as at March 31, 2023:**

CWIP	Amount in CWIP for a period of				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
Projects in progress	0.37	-	-	-	0.37
<b>Total</b>	<b>0.37</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.37</b>

**(a) Aging schedule as at March 31, 2022:**

CWIP	Amount in CWIP for a period of			Total
	< 1 year	1-2 years	> 3 years	
Projects in progress	0.65	-	-	0.65
<b>Total</b>	<b>0.65</b>	<b>-</b>	<b>-</b>	<b>0.65</b>

**2.02 Intangible assets :**

	Gross Carrying Amount			Accumulated Amortisation / Impairment			Net Carrying Amount		
	As at April 1, 2022	Addition	Disposal	As at March 31, 2023	As at April 1, 2022	For the Period	Elimination on disposal	As at March 31, 2023	As at March 31, 2022
Cable Television Franchise	60.36	-	-	60.36	58.46	0.57	-	59.03	1.33
Softwares	4.85	3.16	-	8.01	4.85	0.16	-	5.01	3.00
<b>Total</b>	<b>65.21</b>	<b>3.16</b>	<b>-</b>	<b>68.37</b>	<b>63.31</b>	<b>0.73</b>	<b>-</b>	<b>64.04</b>	<b>4.33</b>

	Gross Carrying Amount			Accumulated Amortisation / Impairment			Net Carrying Amount		
	As at April 1, 2021	Addition	Disposal	As at March 31, 2022	As at April 1, 2021	For the Year	Elimination on disposal	As at March 31, 2022	As at March 31, 2021
Cable Television Franchise	60.36	-	-	60.36	57.35	1.11	-	58.46	3.01
Softwares	4.85	-	-	4.85	4.74	0.11	-	4.85	0.11
<b>Total</b>	<b>65.21</b>	<b>-</b>	<b>-</b>	<b>65.21</b>	<b>62.09</b>	<b>1.22</b>	<b>-</b>	<b>63.31</b>	<b>3.12</b>

**Range of remaining period of amortisation of other Intangible Assets is as below:**

	0 to 5 years	6 to 10 years	Total WDV
Cable Television Franchise	1.23	0.10	1.33
Softwares	3.00	-	3.00
	<b>4.23</b>	<b>0.10</b>	<b>4.33</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.03 Non Current Investments

	As at	
	March 31, 2023	March 31, 2022
<b>Investments in Government securities measured at amortised cost - Unquoted</b>		
National Saving Certificates (Pledged with Government Authorities)	0.10	0.10
<b>Total carrying value</b>	<b>0.10</b>	<b>0.10</b>
<b>Aggregate Amount of Unquoted Investments</b>	<b>0.10</b>	<b>0.10</b>

#### 2.04 Other financial assets

	Non- current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Fixed Deposits with Bank having maturity of more than 12 months (Refer Note No. 2.08)	12.00	12.00	-	-
Interest Accrued	1.11	0.52	-	-
Security Deposits	9.45	9.45	-	-
	<b>22.56</b>	<b>21.97</b>	-	-

#### 2.05 Deferred Tax Assets

	Non- current	
	As at	
	March 31, 2023	March 31, 2022
<b>Deferred Tax Assets *</b>		
Provision for Employee benefits	3.58	4.03
Property, Plant and Equipment	12.95	17.65
Provision for impairment of Trade Receivables	72.63	72.63
Carried forward Business Losses	8.02	11.70
<b>(A)</b>	<b>97.18</b>	<b>106.01</b>
<b>Deferred Tax Liabilities</b>		
Other temporary differences	-	-
<b>(B)</b>	<b>-</b>	<b>-</b>
<b>Net Deferred Tax Assets (A-B)</b>	<b>97.18</b>	<b>106.01</b>

“Significant estimates -

\* The deferred tax assets recognised is in respect of unused tax losses and other items. The Management is reasonably certain of future taxable income and hence recovery of recognised deferred tax assets.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.06 Other assets

	Non- current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
<b>Unsecured, considered good unless stated otherwise</b>				
Prepayments	-	-	3.67	3.50
Sundry Advances	-	-	0.01	0.50
Receivable from Statutory Authorities	11.33	27.45	0.87	2.70
	<b>11.33</b>	<b>27.45</b>	<b>4.55</b>	<b>6.70</b>

#### 2.07 Trade Receivables

	Current	
	As at	
	March 31, 2023	March 31, 2022
Trade receivables - Unsecured	297.44	296.12
Unbilled Revenue	1.40	1.64
	298.84	297.76
Less : Provision for impairment	288.59	288.59
	<b>10.25</b>	<b>9.17</b>

##### 2.07.1 Trade Receivables ageing as on March 31, 2023

Particlars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	1.40	-	8.45	-	0.40	-	-	<b>10.25</b>
(ii) Undisputed Trade Receivables - credit impaired	-	-	-	-	0.40	0.24	263.43	<b>264.07</b>
(iii) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	24.52	<b>24.52</b>
<b>Total</b>	<b>1.40</b>	<b>-</b>	<b>8.45</b>	<b>-</b>	<b>0.80</b>	<b>0.24</b>	<b>287.95</b>	<b>298.84</b>

##### 2.07.2 Trade Receivables ageing as on March 31, 2022

Particlars	Unbilled	Not Due	Outstanding for following periods from due date of payment					Total
			Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - considered good	1.64	-	7.53	-	-	-	-	<b>9.17</b>
(ii) Undisputed Trade Receivables - credit impaired	-	-	0.40	0.00	0.24	0.30	263.13	<b>264.07</b>
(iii) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	24.52	<b>24.52</b>
<b>Total</b>	<b>1.64</b>	<b>-</b>	<b>7.93</b>	<b>0.00</b>	<b>0.24</b>	<b>0.30</b>	<b>287.65</b>	<b>297.76</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.08 Cash and cash equivalents

	Non- current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
<b>Balances with Banks</b>				
In Current Accounts	-	-	1.20	9.65
Cash on hand	-	-	-	0.32
	-	-	<b>1.20</b>	<b>9.97</b>
<b>Other Bank Balances</b>				
Fixed Deposits with Bank having maturity of more than 12 months*	12.00	12.00	-	-
	<b>12.00</b>	<b>12.00</b>	-	-
Less: Amount disclosed under Other financial assets (Refer Note No.2.04)	12.00	12.00	-	-
	-	-	<b>1.20</b>	<b>9.97</b>

\* Above Fixed deposits of ₹ 12 (Previous year ₹ 12) is given as security against outstanding bank Guarantees.

#### 2.09 Equity Share Capital

	As at	
	March 31, 2023	March 31, 2022
<b>Paid up Capital comprises:</b>		
81,00,000 (March 31, 2022 : 81,00,000) Equity Shares of ₹ 10 each fully paid up	810.00	810.00
	<b>810.00</b>	<b>810.00</b>

#### a) Reconciliation of the number of shares outstanding as at the beginning and end of the reporting Period :

Particulars	As at			
	March 31, 2023		March 31, 2022	
	Number of shares	Amount	Number of shares	Amount
Shares outstanding at the beginning of the year	81,00,000	810.00	81,00,000	810.00
<b>Shares outstanding at the end of the year</b>	<b>81,00,000</b>	<b>810.00</b>	<b>81,00,000</b>	<b>810.00</b>

#### b) Shares in respect of each class in the company held by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate

Particulars	As at	
	March 31, 2023	March 31, 2022
	Number of shares	Number of shares
Hathway Cable and Datacom Limited (Holding Company)	2,020,000	2,020,000
Hathway Digital Limited*	2,160,000	2,160,000
Jio Cable and Broadband Holdings Private Limited (Entities exercising control over Parent)	1,031,196	1,031,196
	<b>5,211,196</b>	<b>5,211,196</b>

\* Pursuant to Scheme of Merger duly approved by Regional Director, Western region, Ministry of Corporate Affairs dated December 03, 2021, Hathway Media Vision Limited (WOS) (HMVL) got merged with and into Hathway Digital Limited (Holding Company)(HDL) and accordingly, 2,160,000 equity shares held by HMVL in the Company got transferred to HDL w.e.f Closing of business hours on December 31, 2021.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

**c) Rights, Preference and restrictions attached to Shares;**

**Terms/ Rights attached to Equity Shares**

The Company has only one class of shares referred to as equity shares having a face value of ₹ 10/-. Each holder of equity shares is entitled to one vote per share and proportionate amount of dividend if declared to the total number of shares. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts in proportion to the number of equity shares held by the share holders.

**d) The details of shareholders holding more than 5% shares in the Company:**

Name of Shareholder	As at			
	March 31, 2023		March 31, 2022	
	Number of shares	% of Holding	Number of shares	% of Holding
Hathway Cable and Datacom Limited	2,020,000	24.94%	2,020,000	24.94%
Jio Cable and Broadband Holdings Private Limited	1,031,196	12.73%	1,031,196	12.73%
Hathway Digital Limited *	21,60,000	26.67%	21,60,000	26.67%

\* Pursuant to Scheme of Merger duly approved by Regional Director, Western region, Ministry of Corporate Affairs dated December 03, 2021, Hathway Media Vision Limited (WOS) (HMLV) got merged with and into Hathway Digital Limited (Holding Company)(HDL) and accordingly, 2,160,000 equity shares held by HMLV in the Company got transferred to HDL w.e.f Closing of business hours on December 31, 2021.

**e) Shareholding of Promoters as at March 31, 2023**

Promoter's Name	Class of Equity Share	No. of shares at the beginning of the year	change during the year	No. of shares at the end of the year	% of total shares	% change during the year
Jio Cable and Broadband Holdings Private Limited		1,031,196	-	1,031,196	12.73	No change
Hathway Cable and Datacom Limited	Fully paid-up equity shares	2,020,000	-	2,020,000	24.94	No change
Hathway Digital Limited	of Rs. 10 each	2,160,000	-	2,160,000	26.67	No change
Kavita Puri		42,600	-	42,600	0.53	No change
Kapil Puri		29,135	-	29,135	0.36	No change
Malka Sanjiv Chainani		5,000	-	5,000	0.06	No change
Ketan Chokshi		1,000	-	1,000	0.01	No change

**f) Shareholding of Promoters as at March 31, 2022**

Promoter's Name	Class of Equity Share	No. of shares at the beginning of the year	change during the year	No. of shares at the end of the year	% of total shares	% change during the year
Jio Cable and Broadband Holdings Private Limited		1,031,196	-	1,031,196	12.73	No change
Hathway Cable and Datacom Limited	Fully paid-up equity shares	2,020,000	-	2,020,000	24.94	No change
Hathway Digital Limited	of Rs. 10 each	-	2,160,000	2,160,000	26.67	No change*
Kavita Puri		42,600	-	42,600	0.53	No change
Kapil Puri		29,135	-	29,135	0.36	No change
Malka Sanjiv Chainani		5,000	-	5,000	0.06	No change
Ketan Chokshi		1,000	-	1,000	0.01	No change

\* Pursuant to Scheme of Merger duly approved by Regional Director, Western region, Ministry of Corporate Affairs dated December 03, 2021, Hathway Media Vision Limited (WOS) (HMLV) got merged with and into Hathway Digital Limited (Holding Company)(HDL) and accordingly, 2,160,000 equity shares held by HMLV in the Company got transferred to HDL w.e.f Closing of business hours on December 31, 2021.



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.10 Other equity

	As at	
	March 31, 2023	March 31, 2022
Securities Premium	151.00	151.00
Retained earning	(782.19)	(799.77)
<b>Total</b>	<b>(631.19)</b>	<b>(648.77)</b>

**a) Retained earnings :**

Retained earnings are the losses that the Company has incurred till date.

**b) Securities Premium :**

Securities premium is used to record the premium on issue of shares. The Securities premium is utilised in accordance with the provisions of the Act.

#### 2.11 Provisions

	Non - Current		Current	
	As at		As at	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
<b>Employee benefits</b>				
Gratuity (unfunded)	9.98	10.69	0.46	0.49
Compensated Absences (unfunded)	2.64	3.15	0.36	0.42
	<b>12.62</b>	<b>13.84</b>	<b>0.82</b>	<b>0.91</b>

#### 2.12 Trade Payables

	As at	
	March 31, 2023	March 31, 2022
Outstanding dues of micro enterprises and small enterprises	-	-
Outstanding dues of suppliers other than micro enterprises and small enterprises	41.10	101.83
	<b>41.10</b>	<b>101.83</b>

##### 2.12.1 Trade Payables aging as at March 31, 2023

Particlars	Unbilled Due	Not Due	Outstanding for following periods from transaction date				Total
			< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME		-		-	-	-	-
(ii) Others	10.89		0.21			30.00	<b>41.10</b>
<b>Total</b>	<b>10.89</b>	<b>-</b>	<b>0.21</b>	<b>-</b>	<b>-</b>	<b>30.00</b>	<b>41.10</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 2.12.2 Trade Payables aging as at March 31, 2022

Particulars	Unbilled Due	Not Due	Outstanding for following periods from transaction date				Total
			< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	11.83	-	-	-	-	90.00	101.83
<b>Total</b>	<b>11.83</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>90.00</b>	<b>101.83</b>

#### 2.13 Other Financial Liabilities

	Current	
	As at	
	March 31, 2023	March 31, 2022
Security Deposits	2.58	2.52
Salary and Employee benefits payable	1.54	1.62
Other Financial Liabilities	9.72	10.74
	<b>13.84</b>	<b>14.88</b>

#### 2.14 Other Current Liabilities

	As at	
	March 31, 2023	March 31, 2022
Contract liabilities	6.00	4.79
Statutory payables	4.94	12.33
Advance from Customer	4.13	-
	<b>15.07</b>	<b>17.12</b>

#### 3.01 Revenue from operations

	Year ended	
	March 31, 2023	March 31, 2022
Sale of services	305.50	381.59
	<b>305.50</b>	<b>381.59</b>

#### 3.02 Other Income

	Year ended	
	March 31, 2023	March 31, 2022
<b>Interest income earned on financial assets (measured at Amortised cost)</b>		
Interest on Fixed Deposit	0.68	0.86
Interest on Government Securities	-	0.34
<b>Other Non Operating Income</b>		
Amount no Longer Payable Written Back	4.44	4.32
Interest on Income Tax Refund	1.64	2.20
Miscellaneous Income	0.06	-
	<b>6.82</b>	<b>7.72</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 3.03 Other Operational Expenses

	Year ended	
	March 31, 2023	March 31, 2022
Commission	13.07	15.29
Repairs & Maintenances - Machinery	0.56	0.59
Rent	4.95	4.53
Other Operating Expenses	4.78	6.03
	<b>23.36</b>	<b>26.44</b>

#### 3.04 Employee Benefit Expenses

	Year ended	
	March 31, 2023	March 31, 2022
Salaries and wages	56.46	57.54
Contribution to Provident fund and other funds	5.47	3.62
Staff welfare expenses	0.64	0.73
	<b>62.57</b>	<b>61.89</b>

#### 3.05 Depreciation, Amortization and Impairment

	Year ended	
	March 31, 2023	March 31, 2022
Depreciation on Property, Plant and Equipment	15.71	15.86
Amortisation of intangible assets	0.73	1.22
	<b>16.44</b>	<b>17.08</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 3.06 Other Expenses

	Year ended	
	March 31, 2023	March 31, 2022
Services charges	38.74	36.30
Legal & Professional charges	16.31	19.80
Printing and stationery	2.39	1.54
Conveyance	0.47	0.61
Electricity charges	2.09	3.15
Business promotion expenses	0.03	1.35
Sitting Fees	7.20	4.00
Office expenses	0.89	1.07
Communication charges	0.29	0.35
Repairs & Maintenances - Others	7.49	5.81
Insurance others	3.43	5.02
Rates and taxes	8.35	3.80
Miscellaneous Expenses	1.56	1.59
Auditor's Remuneration :		
- Statutory Audit Fees	3.73	3.73
- Certification Fees	0.20	0.80
	<b>93.17</b>	<b>88.92</b>

#### 4.01 Contingent Liabilities

The Company has received Show Cause cum Demand notices ("SCNs") from the Department of Telecommunications ("DOT"), Government of India for the financial years from 2005-06 to 2007-08 and from 2009-10 to 2014-15 towards ISP license fees aggregating to Rs. 4130.38 Lakhs which includes penalty and interest thereon (March 31, 2022 : Rs. 3322.22 Lakhs including penalty and interest for the financial years 2007-08, from 2009-10 to 2014-15). The Company has made representation to DOT contesting the basis of such demands. Based on the opinion of legal expert, the Company is confident that it has good grounds on merit to defend itself in the above matter. Accordingly, the Company is of the view that no provision is necessary in respect of the aforesaid matter.

Other than SCNs stated above there are no claims against the Company, not acknowledged as debt.

#### 4.02 Capital And Other Commitments

There are no Capital and other commitments as at March 31, 2023 (March 31, 2022 : Nil)

#### 4.03 Employee Benefits

##### a) Defined Benefit Plans:

The Company provides for gratuity, a defined benefit retirement plan covering eligible employees. The gratuity plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount equivalent to 15 to 26 days' salary for each completed year of service subject to a maximum of Rs. 20 (March 31, 2022: Rs. 20). Vesting occurs upon completion of five continuous years of service in accordance with Indian law.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

The Present value of the defined benefit obligations and related current service cost were measured using the Projected Unit Credit Method, with actuarial valuation being carried out at each Balance Sheet date.

These defined benefit plans expose the Company to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk.

The Company does not expect to pay any contribution to defined benefit plans in financial year 2023-24.

Category	March 31, 2023	March 31, 2022
	[Gratuity]	[Gratuity]
<b>1. Expense recognised in the Statement of Profit and Loss</b>		
Current Service Cost	1.04	0.96
Net Interest	0.77	0.64
<b>Expense recognised in the Statement of Profit and Loss</b>	<b>1.81</b>	<b>1.60</b>
<b>2. Other Comprehensive Income (OCI)</b>		
Measurement of net defined benefit liability		
Actuarial (gains)/ losses arising from changes in financial assumption	(0.40)	(0.06)
Actuarial (gains)/ losses arising from experience adjustments	(0.40)	0.22
<b>Total Actuarial (Gain) / loss recognised in OCI</b>	<b>(0.80)</b>	<b>0.16</b>
<b>3. Change in benefit obligations:</b>		
Projected benefit obligations at beginning of the year	11.18	9.42
Current Service Cost	1.04	0.96
Interest Cost	0.77	0.64
Benefits Paid	(1.76)	-
Actuarial (Gain) / Loss	(0.80)	0.16
<b>Projected benefit obligations at end of the year</b>	<b>10.44</b>	<b>11.18</b>
<b>4. Fair Value of Plan Asset</b>		
Fair Value of Plan Asset at the beginning of the year	-	-
Contributions by employer	1.76	-
Benefits Paid	(1.76)	-
<b>Fair Value of Plan assets at end of the year</b>	<b>-</b>	<b>-</b>
<b>5. Net Liability</b>		
Projected benefit obligations at the end of the year	10.44	11.18
Fair Value of Plan Asset at the end of the year	-	-
<b>Net Liability</b>	<b>10.44</b>	<b>11.18</b>
<b>6. The net liability disclosed above relates to unfunded plans are as follows:</b>		
Projected benefit obligations at the end of the year	10.44	11.18
Fair Value of Plan Asset at the end of the year	-	-
<b>Deficit of gratuity plan</b>	<b>10.44</b>	<b>11.18</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

Category	March 31, 2023	March 31, 2022
	[Gratuity]	[Gratuity]
<b>7. Sensitivity Analysis</b>		
Increase/(decrease) on present value of benefit obligation at the end of the year		
50 basis point increase in discount rate	9.97	10.63
50 basis point decrease in discount rate	10.94	11.77
50 basis point increase in rate of salary increase	10.95	11.78
50 basis point decrease in rate of salary increase	9.95	10.62
<b>8. Principal assumptions used for the purpose of actuarial valuation</b>		
Mortality	IALM (2012-2014) Ult	IALM (2012-2014) Ult
Interest /discount rate	7.45%	7.05%
Rate of increase in compensation	5.00%	5.00%
Expected average remaining service	14.00	10.16
Employee Attrition Rate (Past service (PS))	21-30 - 10%	21-30 - 10%
	31-40 - 5%	31-40 - 5%
	41-50 - 3%	41-50 - 3%
	51-59 - 2%	51-59 - 2%

#### b. Defined Contribution Plans:

The Holding company contributes towards provident fund to a defined contribution plan for qualifying employees. Under the plan, the Holding Company is required to contribute a specified percentage of payroll cost to the defined contribution plan to fund the benefits.

Amount of ₹ 5.47 (Previous year ₹ 3.62) is recognised as an expenses and included in Employee benefit expenses (Refer Note 3.04)

#### 4.04 Leases

##### As a Lessee

Short term leases accounted in the statement of Profit and Loss for the Financial Year 2022-23 is ₹ 4.95 (Previous year ₹ 4.53).

#### 4.05 Capital Management

The Holding Company manages its capital structure to ensure that it will be able to continue as a going concern while maximising the return to the stakeholders.

The principal source of funding of the Company has been, and is expected to continue from cash generated from its operations supplemented by funding from borrowings.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.06 Financial Instruments

##### i) Methods and assumptions used to estimate the fair values

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

- a) The carrying amounts of trade receivables, cash and cash equivalents, trade payables, and other financial liabilities are considered to be the same as their fair values, due to their short-term nature.

Particulars	March 31, 2023		March 31, 2022	
	Carrying values	Fair value	Carrying values	Fair value
<b>Financial assets</b>				
<b>Measured at amortised cost</b>				
Investments	0.10	0.10	0.10	0.10
Trade receivables	10.25	10.25	9.17	9.17
Other financial assets	22.56	22.56	21.97	21.97
Cash and cash equivalents	1.20	1.20	9.97	9.97
<b>Financial liabilities</b>				
<b>Measured at amortised cost</b>				
Trade payables	41.10	41.10	101.82	101.82
Other financial liabilities	13.84	13.84	14.88	14.88

#### 4.07 Financial Risk Management

The Holding Company is not exposed to market risk and has insignificant credit and liquidity risk as explained below :

Risk	Exposure arising from	Measurement
1) Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost.	Ageing analysis
2) Liquidity Risk	Borrowings and other liabilities	Rolling cash flow forecasts

##### Credit risk

Credit risk arises from the possibility that counter party will cause financial loss to the company by failing to discharge its obligation as agreed. The Company's exposure to credit risk arises mainly from the trade receivables, distributor commission, consultancy income and balances with banks. Credit risks from balances with banks are managed in accordance with the Company policy. The Company's major revenue streams arises from services provided to end use customers in form of monthly subscription income. The trade receivables on account of subscription income are typically un-secured and derived from sales made to large number of independent customers. There is no concentration of credit risk. The Company follows a simplified approach (i.e. based on lifetime ECL) for recognition of impairment loss allowance on Trade receivables. For the purpose of measuring the lifetime ECL allowance for trade receivables, the Company uses a provision matrix which comprise a very large number of small balances grouped into homogenous groups and assessed for impairment collectively. In addition, in case there are events or changes in circumstances indicating individual trade receivable is required to be reviewed on qualitative aspects, necessary provisions are made.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

The following table provides information about the exposure to credit risk and Expected Credit Loss for Trade Receivables

#### As at March 31, 2023

Ageing	1- 90 days	91-180 days	181- 270 days	271- 365 days	More than 365 days	Total
Gross carrying amount	8.45	-	-	-	288.99	297.44
Expected Credit rate	0%	-	-	-	100%	97%
Expected Credit Loss	-	-	-	-	288.59	288.59
<b>Carrying amount of Trade receivables (Net)</b>	<b>8.45</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.40</b>	<b>8.85</b>

#### As at March 31, 2022

Ageing	1- 90 days	91-180 days	181- 270 days	271- 365 days	More than 365 days	Total
Gross carrying amount	7.58	0.35	0.00	-	288.19	296.12
Expected Credit rate	1%	100%	100%	-	100%	97%
Expected Credit Loss	0.05	0.35	0.00	-	288.19	288.59
<b>Carrying amount of Trade receivables (Net)</b>	<b>7.53</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7.53</b>

#### Liquidity risk

Liquidity risk is defined as the risk that the Holding company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Management monitors rolling forecasts of the Holding Company's liquidity position and cash and cash equivalents on the basis of expected cash flows.

#### Maturities of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

#### March 31, 2023

Particulars	less than 1 year	Total
Non-Derivatives		
Trade payables	41.10	41.10
Other financial liabilities	13.84	13.84
<b>Total</b>	<b>54.94</b>	<b>54.94</b>

#### March 31, 2022

Particulars	less than 1 year	Total
Non-Derivatives		
Trade payables	101.83	101.83
Other financial liabilities	14.88	14.88
<b>Total</b>	<b>116.71</b>	<b>116.71</b>



## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.08 Segmental Reporting

As the Holding Company's business activity falls within a single business segment in terms of Ind AS 108 on "Operating Segments", the financial results are reflective of the information required by Ind AS 108.

#### 4.09 Related Party Disclosures

##### Particulars of Related Parties

##### A. Name of Related Parties and Related party Relationship

##### I. Controlled by:

Parent	Hathway Cable and Datacom Limited
Entities exercising control over Parent	Reliance Industries Limited Reliance Industrial Investments and Holdings Limited (Protector of Digital Media Distribution Trust), wholly owned subsidiary of Reliance Industries Limited. Digital Media Distribution Trust Jio Content Distribution Holdings Private Limited \$ Jio Internet Distribution Holdings Private Limited \$ Jio Cable and Broadband Holdings Private Limited \$

##### II. Joint Venture

Hathway Bhawani NDS Network Limited

##### III. Fellow Subsidiary

Hathway Digital Limited

##### IV. Key Managerial Personnel

Independent Directors	Mr. Dilip Worah Mr. L. K. Kannan
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\$ Controlled by Digital Media Distribution Trust of which Reliance Content Distribution Limited - Wholly owned Subsidiary of Reliance Industries Limited, is the sole beneficiary.

##### Compensation to Key Managerial Personnel :-

Particulars	F.Y. 2022-23	F.Y. 2021-22
Sitting fees	7.20	4.00
<b>Total Compensation</b>	<b>7.20</b>	<b>4.00</b>

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### B. Related Party Transactions

Type of Transactions	Name of the Party	F.Y. 2022-23	F.Y. 2021-22
Consultancy charges earned	Hathway Bhawani NDS Network Limited	8.00	12.00
Marketing & Promotion Income	Hathway Digital Limited	11.98	11.57
Marketing & Support Fee Income	Hathway Digital Limited	4.25	12.74
Commission Income	Hathway Digital Limited	102.78	109.09
Network Usage Charges earned	Hathway Digital Limited	-	30.00
Feed Charges Paid	Hathway Digital Limited	83.13	94.67
Infra Support Charges	Hathway Digital Limited	1.13	1.25
Business Support Charges	Hathway Digital Limited	1.20	1.20
Purchase of Access Devices	Hathway Digital Limited	7.30	7.16
Business Support Charges	Hathway Cable & Datacom Limited	1.20	1.20

Type of Balances	Name of the Party	As at March 31, 2023	As at March 31, 2022
Balance as at year end			
Trade Receivables	Hathway Digital Limited	1.40	3.63
Trade Payable	Hathway Digital Limited	36.81	97.28
Other Financial Liabilities	Mr. Dilip Worah	0.32	-
Other Financial Liabilities	Mr. L. K. Kannan	0.32	-
Investments	Hathway Bhawani NDS Network Limited	54.05	54.05
Impairment in value of Investments	Hathway Bhawani NDS Network Limited	14.53	14.53

#### 4.10 Earnings Per Share

	As at March 31, 2023	As at March 31, 2022
<b>Basic earnings per share (₹)</b>		
Attributable to equity holders of the Company	0.21	0.98
<b>Diluted earnings per share (₹)</b>		
Attributable to equity holders of the Company	0.21	0.98
<b>Nominal value of Ordinary shares : (₹)</b>	10.00	10.00
<b>Reconciliation of earnings used in calculating earnings per share :</b>		
<b>Basic earnings per share</b>		
Profit attributable to equity holders of the Company used in calculating basic earnings per share	16.97	79.71
<b>Diluted earnings per share</b>		
Profit attributable to equity holders of the Company used in calculating diluted earnings per share	16.97	79.71
<b>Weighted average number of shares used as the denominator in calculating basic and diluted earnings per share</b>	8,100,000	8,100,000

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.11 Revenue from contract with customers

##### Disaggregation of Revenue

As the Company's business activity falls within a single business segment viz. providing Cable Television services which is considered as the only reportable segment and the revenue substantially being in the domestic market, the financial statements are reflective of the information required by Ind AS 108 "Operating Segment". The nature, amount, timing and uncertainty of revenue and cash flows are similar across company's revenue from contracts with customers. Accordingly, there is no disaggregation of revenue disclosed.

##### Contract Balances

The Company classifies the right to consideration in exchange for deliverables as either a receivable or as unbilled revenue.

Trade receivable and unbilled revenues are presented net of impairment in the Balance Sheet.

The following table provides information about receivables and contract liabilities for the contracts with the customers.

Particulars	March 31, 2023	March 31, 2022
Receivables, which are included in 'Trade and other receivables'	10.25	9.17
Contract liabilities (Unearned Revenue)	6.00	4.79

The contract liabilities primarily relate to the billing recognized in advance where performance obligations are yet to be satisfied.

Significant changes in the contract liabilities balances during the period are as follows.

Particulars	March 31, 2023	March 31, 2022
	Contract liabilities	Contract liabilities
<b>Balance at the beginning of the year</b>	<b>4.79</b>	<b>5.20</b>
Add: Advance income received from the customer during the year	178.09	202.69
Less: Revenue Recognised during the year	(176.88)	(203.10)
<b>Balance at the end of the year</b>	<b>6.00</b>	<b>4.79</b>

#### 4.12 Interest in other entities

##### Interest in Joint Venture

Below is the joint venture of the Holding Company as at March 31, 2023 which, in the opinion of the directors, is material to the Holding Company. The entity listed below has share capital consisting solely of equity shares, which are held directly by the Holding Company. The country of incorporation or registration is also their principal place of business, and the proportion of ownership interest is the same as the proportion of voting rights held.

Name of the entity	Place of business	% of ownership interest	Relationship	Accounting method	Carrying amount	
					March 31, 2023	March 31, 2022
Hathway Bhawani NDS Network Limited *	India	51%	Joint Venture	Equity Method	20.51	28.55

\* Unquoted

Place of incorporation and operations: India

Principal activity: Cable television network services

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### Reconciliation of Net Assets considered for Consolidated Financial Statement to Holding Company's share in Net Assets as per Joint Venture's financial statements

Particulars	March 31, 2023	March 31, 2022
Opening net assets	55.99	66.77
Profit / (Loss) for the year	(15.78)	(12.24)
Other comprehensive income	(0.00)	1.46
<b>Closing net assets</b>	<b>40.21</b>	<b>55.99</b>
<b>Holding Company's share in %</b>	<b>51%</b>	<b>51%</b>
Holding Company's Share in INR	20.51	28.55
<b>Carrying amount</b>	<b>20.51</b>	<b>28.55</b>

#### Summarised Balance Sheet

Particulars	Hathway Bhawani NDS Network Limited	
	March 31, 2023	March 31, 2022
<b>Current assets</b>		
Cash and cash equivalents	2.52	14.73
Other assets	0.71	1.89
<b>Total Current assets</b>	<b>3.23</b>	<b>16.62</b>
<b>Total Non current assets</b>	<b>42.44</b>	<b>45.34</b>
Current liabilities		
Financial Liabilities	3.00	3.46
Other liabilities	1.94	2.12
<b>Total current liabilities</b>	<b>4.94</b>	<b>5.58</b>
Non current liabilities		
Other liabilities	0.52	0.39
<b>Total Non current liabilities</b>	<b>0.52</b>	<b>0.39</b>
<b>Net assets</b>	<b>40.21</b>	<b>55.99</b>

#### Summarised Statement of Profit and Loss

Particulars	Hathway Bhawani NDS Network Limited	
	March 31, 2023	March 31, 2022
Revenue	75.32	95.57
Interest Income	0.05	0.10
Depreciation & amortisation	1.23	0.81
Income Tax expense	2.87	6.89
<b>Profit or (loss) for the year</b>	<b>(15.78)</b>	<b>(12.24)</b>
<b>Other Comprehensive income or (loss) for the year</b>	<b>(0.00)</b>	<b>1.46</b>
<b>Total Comprehensive income or (loss) for the year</b>	<b>(15.78)</b>	<b>(10.78)</b>
<b>Dividend received</b>	<b>-</b>	<b>-</b>

Share in Contingent Liabilities of Hathway Bhawani NDS Network Limited is Rs. NIL (March 31, 2022: Rs. NIL)

Share in Capital and Other Commitments of Hathway Bhawani NDS Network Limited is Rs. NIL (March 31, 2022: Rs. NIL)

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.13 Additional Information, as required under Schedule III to the Companies Act, 2013, of entities consolidated as Joint Venture

March 31, 2023 :

Name of the entity	Net assets (total assets minus total liabilities)		Share in profit or (loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
<b>Parent</b>								
Hathway Bhawani Cabletel & Datacom Limited	88.53%	158.30	147.41%	25.02	100.22%	0.60	145.81%	25.62
<b>Joint Venture (Investment as per equity method)</b>								
<b>Indian</b>								
Hathway Bhawani NDS Network Limited	11.47%	20.51	-47.41%	(8.05)	-0.22%	(0.00)	-45.81%	(8.05)
<b>Total</b>	<b>100.00%</b>	<b>178.81</b>	<b>100.00%</b>	<b>16.97</b>	<b>100.00%</b>	<b>0.60</b>	<b>100.00%</b>	<b>17.57</b>

March 31, 2022 :

Name of the entity	Net assets (total assets minus total liabilities)		Share in profit or (loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
<b>Parent</b>								
Hathway Bhawani Cabletel & Datacom Limited	82.30%	132.68	107.82%	85.95	-27.45%	(0.16)	106.83%	85.79
<b>Joint Venture (Investment as per equity method)</b>								
<b>Indian</b>								
Hathway Bhawani NDS Network Limited	17.70%	28.55	-7.82%	(6.24)	127.45%	0.75	-6.83%	(5.49)
<b>Total</b>	<b>100.00%</b>	<b>161.23</b>	<b>100.00%</b>	<b>79.71</b>	<b>100.00%</b>	<b>0.59</b>	<b>100.00%</b>	<b>80.30</b>

**Notes to the Consolidated Financial Statements for the year ended March 31, 2023**

(₹ in lakhs unless otherwise stated)

**4.14 Additional Regulatory Information pursuant to the requirement in Division II of Schedule III to the Companies Act 2013**

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- (iii) The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- (iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
  - b. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.”
- (vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - b. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (vii) The Company has not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- (viii) The Company has no borrowings from banks and financial institutions on the basis of security of current assets.
- (ix) None of the entities in the Company have been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (x) The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- (xi) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

## HATHWAY BHAWANI CABLETEL & DATACOM LIMITED

### Notes to the Consolidated Financial Statements for the year ended March 31, 2023

(₹ in lakhs unless otherwise stated)

#### 4.15 Recent Pronouncement

On March 31, 2023, the Ministry of Corporate Affairs (MCA) has notified Companies (Indian Accounting Standards) Amendment Rules, 2023. This notification has resulted into amendments in the following existing accounting standards which are applicable to company from April 1, 2023.

- i Ind AS 107 – Financial Instruments Disclosures
- ii Ind AS 1 – Presentation of Financial Statements
- iii Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors

Application of above standards are not expected to have any significant impact on the company's financial statements.

As per our report of even date

For and on behalf of the Board

**For Nayan Parikh & Co.**

Chartered Accountants  
Firm Registration No. 107023W

**K Y Narayana**

Partner  
Membership No. 060639

**Vatan Pathan**

Non-Executive Director & Chief Executive Officer  
DIN: 07468214

**Pranjali Gawde**

Non-Executive Director  
DIN: 08754715

**Dilip Worah**

Independent Director  
DIN : 00047252

**L.K. Kannan**

Independent Director  
DIN : 00110428

**Ajay Singh**

Company Secretary and Compliance officer  
Membership No: F- 5189

**Basant Haritwal**

Chief Financial Officer

Place : Mumbai, Dated: April 14, 2023

Place : Mumbai, Dated: April 14, 2023





***hathw@y bhawani***

**HATHWAY BHAWANI  
CABLETEL & DATACOM LIMITED**

**REGISTERED OFFICE :**

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