

**G. M. KAPADIA & CO.**  
(REGISTERED)

CHARTERED ACCOUNTANTS

1007, RAHEJA CHAMBERS, 213, NARIMAN POINT, MUMBAI 400 021. INDIA

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**LIMITED REVIEW REPORT ON THE UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED ON DECEMBER 31, 2014**

To the Board of Directors

**Hathway Bhawani Cabletel and Datacom Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Hathway Bhawani Cabletel and Datacom Limited** ('the Company') for the quarter and nine months ended on December 31, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management to the stock exchanges and have not been reviewed by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the Accounting Standards notified under the Companies Act, 1956 which were deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.



4. Emphasis of Matter

Without qualifying our observations, we invite attention

-to note no. 3 to the unaudited standalone financial results in respect of basis of recognition of income from operations under regulation relating to Digital Addressable System. The management has represented that they are certain of realising the income recognised and hence, no adjustment has been made to such estimated income; and

-to note no. 4 in respect of change in the method of providing depreciation.

For G. M. Kapadia & Co.  
Chartered Accountants  
Firm Registration No. 104767W



*Viren Thakkar*

Viren Thakkar  
Partner  
Membership No. 049417

Place : Mumbai  
Date : February 12, 2015

**HATHWAY BHAWANI CABLETEL & DATACOM LIMITED**  
Registered Office : "Rahejas", 4th Floor, Corner of Main Avenue & V.P. Road,  
Santacruz (West), Mumbai - 400 054  
CIN: L85910MH1984PLC034514

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PART I

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2014**

(Rs. in Lakhs)

Particulars	Quarter ended			Year to Date		Year ended Previous Year Ended
	Three months ended	Preceding Three months Ended	Corresponding three months ended in the previous Year	Figure for the current period ended	Figures for the previous period ended	
	December 31, 2014	September 30, 2014	December 31, 2013	December 31, 2014	December 31, 2013	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. (a) Net Sales/Income from Operations	358.70	380.14	341.61	1,127.94	1,132.09	1,537.53
Total	358.70	380.14	341.61	1,127.94	1,132.09	1,537.53
2. Expenditure						
a. Purchase of Traded goods	0.88	3.81	0.56	4.49	2.15	4.90
b. Change in Inventory of Stock in Trade	1.14	(2.61)	0.74	(1.29)	0.84	(0.67)
c. Employees cost	32.91	41.75	47.95	124.53	136.14	183.12
d. Depreciation	19.86	24.05	19.48	63.65	56.79	78.13
e. PayChannel Cost	155.94	162.26	202.03	480.45	648.60	735.18
f. Other Expenditure	240.50	200.84	164.06	660.47	526.67	878.82
Total	451.23	429.90	434.82	1,332.30	1,371.19	1,879.48
3. Profit/(Loss) from Operations before other income, finance cost & Exceptional Items (1-2)	(92.53)	(49.76)	(93.21)	(204.36)	(239.10)	(341.95)
4. Other Income	1.78	1.89	1.78	5.34	7.94	10.69
5. Profit /Loss before finance cost & Exceptional Items (3+4)	(90.77)	(47.87)	(91.43)	(199.02)	(231.16)	(331.26)
6. Interest	5.51	5.36	0.93	16.28	2.38	3.09
7. Profit/(Loss) after finance cost but before Exceptional Items (5-6)	(96.28)	(53.23)	(92.38)	(215.30)	(233.54)	(334.35)
8. Exceptional Items						
a. Prior Period Adjustments	-	-	(1.10)	-	(1.60)	(0.87)
b. Change in method of Depreciation ( Refer Note 5)	-	-	-	(29.96)	-	-
c. Provision for Doubtful Advances / Investment	-	-	(9.93)	25.00	(34.05)	(34.05)
9. Profit (+) / Loss (-) from Ordinary Activities before tax (7+8)	(96.28)	(53.23)	(103.39)	(210.34)	(269.19)	(369.27)
10. Tax expense	(0.23)	(3.09)	(1.29)	1.31	(3.40)	(3.85)
11. Net Profit (+) / Loss (-) Ordinary Activities after tax (9-10)	(96.05)	(50.14)	(102.10)	(211.65)	(265.79)	(365.42)
12. Extraordinary Item (net of tax expense Rs. Nil )	-	-	-	-	-	-
13. Net Profit (+) / Loss (-) for the Period (11-12)	(96.05)	(50.14)	(102.10)	(211.65)	(265.79)	(365.42)
14. Paid-Up Equity share capital (Face Value Rs.10/-)	810.00	810.00	800.00	810.00	800.00	800.00
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	(624.97)
16. Earning Per Share (EPS)						
a. Basic and diluted EPS before extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	(1.19)	(0.62)	(1.28)	(2.61)	(3.32)	(4.57)
b. Basic and diluted EPS after extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	(1.19)	(0.62)	(1.28)	(2.61)	(3.32)	(4.57)

PART II

**SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2014**

A. PARTICULARS OF SHAREHOLDING						
1. Public shareholding						
- Number of shares	2,911,543	2,911,543	2,912,644	2,911,543	2,912,644	2,912,644
- Percentage of shareholding	35.94	35.94	36.41	35.94	36.41	36.41
2. Promoters and promoter group						
Shareholding						
a) Pledged / Encumbered						
- Number of shares	0	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of Promoter And Promoter group)	0	0	0	0	0	0
- Percentage of shares (as a % of the total share capital of the Company)	0	0	0	0	0	0
b) Non-encumbered						
- Number of shares	5,188,457	5,188,457	5,087,356	5,188,457	5,087,356	5,087,356
- Percentage of shares (as a % of the total shareholding of Promoter And Promoter group)	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the Company)	64.06	64.06	63.59	64.06	63.59	63.59

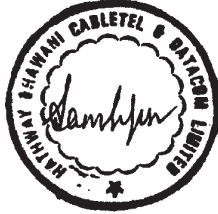
B. INVESTOR COMPLAINTS		
Pending at the beginning of the quarter		Nil
Received during the quarter		Nil
Disposed of during the quarter		Nil
Remaining unresolved at the end of the quarter		Nil



Note:-

1. The aforesaid result were reviewed by Audit Committee and approved by the Board of Directors at their respective meeting held on 12/02/2015. The Statutory Auditors have carried out a limited review of the above Financial Result.
2. The Company is a Multi System Operator Providing Cable Television Network Services, Internet Services and allied services which is considered as the only reportable segment, The company's operations are based in India.
3. In view of introduction of Digital Addressable System in the cities covered under phase I & II as per TRAI notification with effect from November 1,2012 and April 1, 2013 respectively, the Company in the process of finalizing the fresh terms with LCOs through whom cable television services are rendered. Pending finalization of such documents, the management has on conservative estimate recognized activation fees and subscription income, which are based on ongoing discussion with LCOs, market trend and also considering the collection made till date. The management has reasonable certainty of collecting the amount recognized as income.
4. With the implementation of the Schedule II of the Companies Act 2013 from 1st April,2014, the company has changed the method of depreciation as against the written down value method at the rates specified in Schedule XIV of the Companies Act,1956, as a result of which surplus amounting to Rs. 29.96 lakhs arising from retrospective computation is accounted and disclosed under Exceptional Items. Had the company continued to use the earlier policy of depreciation, the debit to the statement of profit and loss after tax for the current period (Year to date) would have been lower by Rs.5.35 lakhs. And for the current quarter would have been lower by 1.58 lakhs.  
Further based on transitional provision provided in Note 7(b) of Schedule II to the Act, an amount of Rs.11.47 Lakhs (net of deferred tax) has been adjusted with retained earnings in respect of assets having no useful life as on the effective date.
5. During previous quarter, the company had issued and allotted 1,00,000 equity shares on September 18, 2014 for a conversion of outstanding dues at Rs.11/- (including premium of Rs.1 per share) aggregating to Rs. 11 lakhs by way of preferential allotment as per SEBI (ICDR) regulation 2009.
6. Figure of the preceding quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the previous year.
7. Previous period's figures have been regrouped & rearranged, wherever necessary.

Place : Mumbai  
Date : 12/02/2015



For Hathway Bhawani Cabletel & Datacom Ltd

Samson Jesudas  
Managing Director  
DIN: 02539442

