



## Ortel Communications Ltd.

www.ortelcom.com

Bringing Convergence to India

Corporate office :  
C-1, Chandrasekharpur  
Behind R.M.R.C., Near BDA Colony  
BBSR- 751016, Odisha, India  
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email - nodal@ortelgroup.com  
CIN: L74899DL1995PLC069353

28<sup>th</sup> November, 2017

**National Stock Exchange of India Limited**  
Exchange Plaza, Bandra Kurla Complex, Bandra  
(E), Mumbai-400051  
Scrip- ORTEL

**BSE Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai- 400001  
Scrip code-539015

Dear Sir/Madam;

**SUBJECT: OUTCOME OF THE BOARD MEETING OF THE COMPANY HELD ON 28<sup>TH</sup> NOVEMBER, 2017 FOR THE QUARTER AND SIX MONTHS ENDED 30<sup>TH</sup> SEPTEMBER, 2017 OF FY 2017-18**

The Board of Directors of the Company at its meeting held on today, Tuesday, 28<sup>th</sup> November, 2017 discussed and approved inter alia, the following items along with other agenda items:

1. The unaudited financial results of the Company for the quarter and six months ended 30<sup>th</sup> September, 2017 of FY 2017-18 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015,
2. Press release and Presentation on un-audited financial result of the Company for the quarter and six months ended 30<sup>th</sup> September, 2017 of FY 2017-18 to be issued to Stock Exchanges, Media and Analysts.
3. Resignation of Mr. Gautam Buddha Mukherji, as Independent Director of the Company.
4. Proposed to appoint Mr. Bibhu Prasad Rath, President & CEO of the Company as Whole time Director of the Company after obtaining necessary regulatory approval(s).

This is for your information and record.

Thanking You,  
For Ortel Communications Ltd.



**Bidu Bhusan Dash**  
Company Secretary & Compliance Officer

**Ortel Communications Limited**  
Registered Office: B7/122A, Safdarjung Enclave, New Delhi - 110029  
Corporate Office: C-1, BDA Colony, Chandrasekharpur, Bhubaneswar, Odisha - 751016

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2017					
(Rs. in Lakh)					
Particulars	Quarter ended			Half Year ended	
	30-Sep-17 (Unaudited)	30-Jun-17 (Unaudited)	30-Sep-16 (Unaudited)	30-Sep-17 (Unaudited)	30-Sep-16 (Unaudited)
<b>1. Income</b>					
(a) Income from Operations	4,410.30	4,678.78	5,288.99	9,089.08	10,406.43
(b) Other Income	68.12	58.76	51.08	100.52	105.81
<b>Total Income</b>	<b>4,478.42</b>	<b>4,737.54</b>	<b>5,340.07</b>	<b>9,189.60</b>	<b>10,512.24</b>
<b>2. Expenses</b>					
(a) Programming Cost	1,112.27	1,152.18	864.20	2,264.45	1,861.30
(b) Bandwidth Cost	434.54	439.22	415.29	873.76	808.09
(c) Employee Benefits Expense	513.05	539.83	603.68	1,052.88	1,226.84
(d) Finance Costs	728.59	705.47	661.61	1,434.06	1,299.77
(e) Depreciation and Amortisation Expense	680.17	645.54	582.08	1,325.71	1,116.13
(f) Fixed Assets Written Off	86.26	81.89	126.70	168.15	267.25
(g) Other Expenses	1,498.48	1,458.85	1,813.20	2,930.97	3,688.64
<b>Total Expenses</b>	<b>5,053.36</b>	<b>5,022.98</b>	<b>5,066.76</b>	<b>10,049.98</b>	<b>10,268.02</b>
<b>3. Profit/(Loss) before exceptional items and tax (1-2)</b>	<b>(574.94)</b>	<b>(285.44)</b>	<b>273.31</b>	<b>(860.38)</b>	<b>244.22</b>
<b>4. Exceptional Items - (Income)/Expense</b>	-	-	-	-	-
<b>5. Profit/(Loss) before tax (3-4)</b>	<b>(574.94)</b>	<b>(285.44)</b>	<b>273.31</b>	<b>(860.38)</b>	<b>244.22</b>
<b>6. Tax Expense</b>					
- Current Tax	-	-	106.84	-	106.84
- Deferred Tax	-	-	(30.82)	-	(71.05)
<b>7. Profit/(Loss) after tax (5-6)</b>	<b>(574.94)</b>	<b>(285.44)</b>	<b>197.29</b>	<b>(860.38)</b>	<b>208.43</b>
<b>8. Other Comprehensive Income / (Expense)</b>					
Items that will not be reclassified to Profit or loss (net of tax)	5.09	4.15	112.36	9.24	196.39
<b>9. Total Comprehensive Income / (Expense) after tax (7+8)</b>	<b>(569.85)</b>	<b>(281.29)</b>	<b>309.65</b>	<b>(851.14)</b>	<b>404.82</b>
<b>10. Paid-up Equity Share Capital (face Value Rs. 10/- each)</b>	<b>3,047.69</b>	<b>3,047.69</b>	<b>3,036.54</b>	<b>3,047.69</b>	<b>3,036.54</b>
<b>11. Earnings per Equity Share (in Rs.)</b>					
Basic	*(1.89)	*(0.94)	*0.65	*(2.83)	*0.69
Diluted	*(1.89)	*(0.94)	*0.65	*(2.83)	*0.68

\* Not annualised



STATEMENT OF ASSETS AND LIABILITIES		(Rs. In
Particulars		As at 30-Sept-17
		(Unaudited)
<b>A</b>	<b>ASSETS</b>	
	<b>1. Non-Current Assets</b>	
	(a) Property, Plant and Equipment	34,443.08
	(b) Capital Work-in-Progress	2,954.56
	(c) Goodwill	109.16
	(d) Other Intangible Assets	1,821.21
	(e) Financial Assets	
	(i) Investments	159.66
	(ii) Loans	309.13
	(iii) Other Financial Assets	464.21
	(f) Other Non-Current Assets	214.31
	<b>Total Non-Current Assets</b>	<b>40,475.32</b>
	<b>2. Current Assets</b>	
	(a) Inventories	55.16
	(b) Financial Assets	
	(i) Trade Receivables	8,719.72
	(ii) Cash and Cash Equivalents	306.78
	(iii) Other Bank Balances	260.35
	(iv) Loans	45.45
	(v) Other Financial Assets	36.29
	(c) Current Tax Assets (Net)	496.62
	(d) Other Current Assets	2,622.81
	<b>Total Current Assets</b>	<b>12,543.18</b>
	<b>Total Assets</b>	<b>53,018.50</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>	
	<b>1. Equity</b>	
	(a) Equity Share Capital	3,047.69
	(b) Other Equity	7,772.56
	<b>Total Equity</b>	<b>10,820.25</b>
	<b>2. Non-Current Liabilities</b>	
	(a) Financial Liabilities	
	(i) Borrowings	10,889.25
	(ii) Other Financial Liabilities	979.20
	(b) Provisions	71.85
	(c) Other Non-Current Liabilities	1,703.23
	<b>Total Non-Current Liabilities</b>	<b>13,643.53</b>
	<b>3. Current liabilities</b>	
	(a) Financial Liabilities	
	(i) Borrowings	2,450.00
	(ii) Trade Payables	2,765.85
	(iii) Other Financial Liabilities	19,292.09
	(b) Other Current Liabilities	4,044.18
	(c) Provisions	2.60
	<b>Total Current Liabilities</b>	<b>28,554.72</b>
	<b>Total Equity and Liabilities</b>	<b>53,018.50</b>



**SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES**

Particulars	Quarter ended			Half Year Ended	
	30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>1. Segment Revenue</b>					
a) Cable TV	3,545.45	3,706.20	3,965.25	7,251.65	7,820.20
b) Broadband	505.59	609.64	997.81	1,115.23	1,937.46
c) Infrastructure Leasing	284.03	287.72	250.71	571.75	498.34
d) Unallocated	75.23	75.22	75.22	150.45	150.43
<b>Net Income from Operations</b>	<b>4,410.30</b>	<b>4,678.78</b>	<b>5,288.99</b>	<b>9,089.08</b>	<b>10,406.43</b>
<b>2. Segment Results</b>					
a) Cable TV	1,216.25	1,557.81	1,775.14	2,774.06	3,357.78
b) Broadband	134.37	279.88	524.99	414.25	1,087.02
c) Infrastructure Leasing	254.41	264.28	221.79	518.69	506.23
d) Unallocated	29.11	29.07	29.07	58.18	58.14
<b>Total</b>	<b>1,634.14</b>	<b>2,131.04</b>	<b>2,550.99</b>	<b>3,765.18</b>	<b>5,009.17</b>
Less: i) Finance Costs	728.59	705.47	661.61	1,434.06	1,299.77
ii) Other Un-allocable Expenditure (net)	1,480.49	1,711.01	1,616.07	3,191.50	3,465.18
<b>Total Profit/(Loss) Before Tax</b>	<b>(\$74.94)</b>	<b>(285.44)</b>	<b>273.31</b>	<b>(860.38)</b>	<b>244.22</b>
<b>3. Segment Assets</b>					
a) Cable TV	22,050.17	20,968.51	17,082.60	22,050.17	17,082.60
b) Broadband	2,719.41	2,847.33	2,775.82	2,719.41	2,775.82
c) Infrastructure Leasing	2,261.47	2,179.88	1,989.89	2,261.47	1,989.89
d) Unallocated	25,987.45	25,450.94	26,432.29	25,987.45	26,432.29
<b>Total Segment Assets</b>	<b>53,018.50</b>	<b>51,446.66</b>	<b>48,280.60</b>	<b>53,018.50</b>	<b>48,280.60</b>
<b>4. Segment Liabilities</b>					
a) Cable TV	9,674.14	9,328.86	8,866.15	9,674.14	8,866.15
b) Broadband	802.71	872.50	1,496.70	802.71	1,496.70
c) Infrastructure Leasing	1,314.99	1,444.49	1,858.46	1,314.99	1,858.46
d) Unallocated	30,406.40	28,560.47	24,529.99	30,406.40	24,529.99
<b>Total Segment Liabilities</b>	<b>42,198.24</b>	<b>40,206.32</b>	<b>36,751.30</b>	<b>42,198.24</b>	<b>36,751.30</b>

  
 Bhutan Telecom Limited  
 Thimphu, Bhutan

**NOTES:**

- 1 The above unaudited results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 28th November, 2017.
- 2 Results for the quarter and half year ended 30th September, 2017 are in compliance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs (MCA). Consequently, results for the corresponding quarter and half year ended 30th September, 2016 have been restated to comply with Ind AS, to make them comparable.
- 3 Reconciliation of results between previous Indian GAAP and Ind AS is as follows:

Particulars	Amount (Rs. In Lakh)	
	Quarter ended 30th September, 2016	Half year ended 30th September, 2016
<b>Net profit as per previous Indian GAAP (Published)</b>	<b>254.27</b>	<b>340.20</b>
Ancillary borrowing costs' treatment as per the Effective Interest Rate method	(3.17)	(6.06)
Connection fee revenue being deferred and amortised over customer relationship period (net of sales incentive on new connections)	(63.83)	(172.66)
Reversal of amortization of Non Compete Fee recognised on acquisition of Local Cable Operators (LCOs)	9.20	14.26
Finance cost recognised on deferred payment terms to LCOs as per Effective Interest Rate method	(31.79)	(44.11)
Reversal of Amortisation of Goodwill	3.28	6.57
Actuarial remeasurement of Defined Benefit Obligation taken to other comprehensive income	1.24	2.48
Employee stock option plan measured at fair value	(2.39)	(4.93)
Other Ind AS adjustments	(0.34)	1.63
Deferred Tax impact of adjustments (net) on above	30.82	71.05
<b>Net Profit before OCI as per Ind AS</b>	<b>197.29</b>	<b>208.43</b>
Other Comprehensive Income after tax	112.36	196.39
<b>Total Comprehensive Income after tax as per Ind AS</b>	<b>309.65</b>	<b>404.82</b>

- 4 The Statutory Auditors of the Company have carried out the Limited Review of the results for the quarter and half year ended 30th September, 2017. The Ind AS compliant financial results pertaining to the corresponding quarter and half year ended 30th September, 2016 have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- 5 The Segment information has been prepared in line with the review of operating results by the Chief Operating Decision Maker ("CODM"), as per Ind AS 108 "Operating Segments". The Company is engaged in the businesses of (i) Cable TV, (ii) Broadband Service, (iii) Infrastructure Leasing (IFL) and operates in domestic market only.
- 6 Previous period figures have been rearranged/regrouped/reclassified, wherever necessary, to make them comparable with those of current period.



For and on behalf of the Board of Directors

*[Handwritten Signature]*

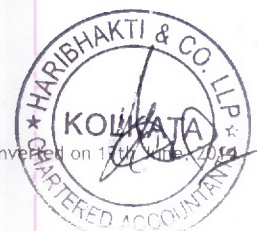
**Jagdish Chandra Panda**  
**Managing Director**  
**DIN - 00304690**

Place: Bhubaneswar

Date: 28th November, 2017

**Review Report to  
The Board of Directors  
Ortel Communications Limited**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Ortel Communications Limited** ('the Company') for the quarter and half year ended 30<sup>th</sup> September, 2017 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/15/2015 dated 30<sup>th</sup> November, 2015 and Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
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 Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. As stated in Note No. 4 to the Statement, figures pertaining to the quarter and half year ended 30<sup>th</sup> September, 2016 have not been subjected to limited review or audit. Further, reconciliation of net profit for the quarter and half year ended 30<sup>th</sup> September, 2016 under Ind AS with the net profit for that quarter and half year reported under previous Indian GAAP, as per Note No. 3 to the statement, has not been subjected to limited review or Audit.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid accounting standard and other recognised accounting practices and policies has not disclosed



# HARIBHAKTI & CO. LLP

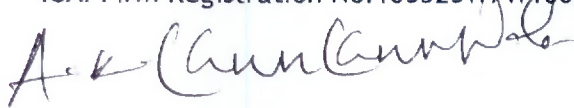
Chartered Accountants

the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/15/2015 dated 30<sup>th</sup> November, 2015 and Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 103523W/W100048



Anand Kumar Jhunjunwala

Partner

Membership No.: 056613



Bhubaneswar

28<sup>th</sup> November, 2017