

**Hathway JMD Farukhabad Cable  
Network Limited**  
**Financial Statements**  
**2020-21**

## INDEPENDENT AUDITOR'S REPORT

**To The Members of  
HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED  
Report on the Audit of the Standalone Ind-AS Financial Statements**

### **Opinion**

We have audited the Standalone Ind AS financial statements of **HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED** (“the Company”), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss (including other comprehensive income), Statement of changes in equity and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. (Herein after referred to as “Standalone Ind AS financial statements”)

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021, and its profit/loss (including other comprehensive income/(loss), changes in equity and its cash flows for the year ended on that date.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Ind AS 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**INDEPENDENT AUDITOR'S REPORT (CONTINUED)****Emphasis of Matter**

We draw your attention to Note 4.01 of Financial Statement, as regards to the merger of Hathway JMD Farukhabad Cable Network Limited along with twenty-one other fellow subsidiaries with into Hathway Digital Limited – its holding Company. The Appointed Date of the Scheme is April 1, 2021, however, it will take effect upon receipt of requisite approvals and fulfilment of conditions as stated in the Scheme of Merger. Pending the Scheme of Merger coming into force, no effect of the same have been considered in this financial results.

We further draw your attention to Note 4.12 of the Financial Statement, as regards the management's assessment of the financial impact due to restrictions and conditions related to Covid-19 pandemic situation.

Our opinion is not modified in respect of these matters.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the 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 that there are no key audit matters to communicate in our report.

**Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditor's report thereon. These reports are expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, 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.

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### **Responsibilities of Management and those charged with Governance for the Standalone Ind-AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind-AS 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 accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read together with relevant rules issued thereunder and relevant provisions of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 Ind-AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Certain events or conditions, along with other matters, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern and repay loans provided by holding Company. In such circumstances, Going Concern Basis of Accounting has not been adopted by the management for the preparation of financial statements.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### **Auditor's Responsibilities for the Audit of the Standalone Ind-AS Financial Statements**

Our objectives are to obtain reasonable assurance about whether the 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 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 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 Companies Act, 2013, 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

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

- 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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 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**

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure-A** a

**INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

Further to our comment in the Annexure A as required by Section 143(3) of the Act, we report that:

- a) 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.
- b) 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.
- c) The reports on the accounts of the branch offices of the Company audited under section 143(8) of the act is not applicable since company is not having any branch.
- d) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), Statement of change in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- e) In our opinion, the aforesaid standalone Ind-AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- f) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) 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”**.
- h) 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:
  - (i). The Company does not have any pending litigations which would impact its financial position.

**INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

- (ii). The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- (iii). There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For MRB & Associates**

Chartered Accountants

FRN: 136306W

**Ghanshyam P Gupta**

Partner

M. No. : 138741

Place: Mumbai

Date: 9<sup>th</sup> April, 2021

UDIN: 21138741AAAAAU8660

## **Annexure - A to the Independent Auditors' Report**

**(Referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of the HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED on the Financial Statements for the year ended 31st March 2021)**

### **We report that:**

- I. The Company does not have any fixed assets. Hence sub clauses and its sub clauses are not applicable to the company.
- II. The Company does not have any inventory. Hence this clause is not applicable to the company.
- III. According to the information and explanations given to us, the company has not granted any loans to companies, firms, Limited liability partnership or other parties covered in the Register maintained under section 189 of the Companies Act, 2013; hence this clause is not applicable to the company.
- IV. The company has not advanced any loan, investments, guarantees and securities during the period under audit and the provisions of section 185 and 186 of the Companies Act, 2013; hence this clause is not applicable to the company.
- V. The company has not accepted any public deposits during the year and hence this clause is not applicable to the company.
- VI. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company; hence this clause is not applicable to the company.
- VII. In respect of statutory dues:-
  - a) According to the records of the company and information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, including Income-Tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, goods and service tax, cess and any other statutory dues to the appropriate authorities.
  - b) According to the information and explanations given to us, there are no dues of duty of customs, income tax, sales tax, duty of excise, service tax, value added tax and goods and service tax which have not been deposited with the appropriate authorities on account of any dispute.
- VIII. In our opinion and according to the information and explanations given to us the Company has not defaulted in repayment of dues to a financial institutions or banks as there is no borrowing from financial institutions or banks.

- IX. The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year under review; hence this clause is not applicable to the company.
- X. In our opinion and according to the information and explanations given to us, no material fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- XI. No Managerial Remuneration has been paid or provided in the books of accounts during the period under Audit.
- XII. The Company has not been classified as Nidhi Company defined under section 406(1) of the Companies Act; hence this clause is not applicable to the company.
- XIII. According to the information and explanations provided by the management transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- XIV. According to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- XV. The Company has not entered into any non- cash transactions with directors or persons connected with him; hence this clause is not applicable to the company.
- XVI. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934; hence this clause is not applicable to the company.

**For MRB & Associates**

Chartered Accountants,  
FRN: 136306W

**Ghanshyam P Gupta**

Partner

M. No. : 138741

Place: Mumbai

Date: 9<sup>th</sup> April, 2021

UDIN: 21138741AAAAAU8660

## **Annexure - B to the Independent Auditors' Report**

### **ANNEXURE REFERRED TO IN PARAGRAPH 2 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF**

#### **REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (h) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")**

We have audited the internal financial controls with reference to financial statement of **HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED** ("the Company") as of 31<sup>st</sup> March, 2021 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statement 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 Institute of Chartered Accountants of India ('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 Companies Act, 2013.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statement based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. 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 financial statement 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 financial statement and their operating effectiveness. Our audit of internal financial controls with reference to financial statement included obtaining an

understanding of internal financial controls with reference to financial statement, 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 Ind AS 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 financial statement.

### **Meaning of Internal Financial Controls with reference to financial statement**

A company's internal financial control with reference to financial statement is a process designed to provide reasonable assurance regarding the reliability of financials reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statement 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 statement**

Because of the inherent limitations of internal financial controls with reference to financial statement, 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 statement to future periods are subject to the risk that the internal financial control with reference to financial statement may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statement and such internal financial controls with reference to financial statement were operating effectively as at 31<sup>st</sup> March 2021, based on the internal control with reference to financial statement criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls With reference to financial statement issued by the Institute of Chartered Accountants of India.

**For MRB & Associates**

Chartered Accountants,  
FRN: 136306W

**Ghanshyam P Gupta**

Partner

M. No. : 138741

Place: Mumbai

Date: 9<sup>th</sup> April, 2021

UDIN: 21138741AAAAAU8660

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED**

(Formerly Known as Hathway JMD Farukhabad Cable Network Private Limited)

**CIN : U64204MH2007PLC171161****BALANCE SHEET AS AT MARCH 31, 2021***(Rs in lacs)*

Particulars	Note No.	As at	
		March 31, 2021	March 31, 2020
<b>ASSETS</b>			
<b>Non-Current Assets</b>		-	-
<b>Total Non-Current Assets</b>		-	-
<b>Current Assets</b>			
Financial Assets			
Cash and Cash Equivalents	2.01	2.87	0.87
<b>Total Current Assets</b>		<b>2.87</b>	<b>0.87</b>
<b>Total Assets</b>		<b>2.87</b>	<b>0.87</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share Capital	2.02	3.00	1.00
Other Equity	2.03	(0.65)	(0.57)
<b>Total Equity</b>		<b>2.35</b>	<b>0.43</b>
<b>Non-Current Liabilities</b>			
Financial Liabilities			
Borrowings	2.04	0.11	0.11
Trade Payable	2.05	-	-
Other Financial Liabilities	2.06	0.04	0.04
<b>Total Non-Current Liabilities</b>		<b>0.15</b>	<b>0.15</b>
<b>Current Liabilities</b>			
Financial Liabilities			
Trade Payables	2.05		
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		0.09	0.10
Other Financial Liabilities	2.06	0.28	0.19
<b>Total Current Liabilities</b>		<b>0.37</b>	<b>0.29</b>
<b>Total Equity and Liabilities</b>		<b>2.87</b>	<b>0.87</b>
<b>Summary of Significant Accounting Policies</b>	1.00		
<b>Refer accompanying notes. These notes are integral part of the financial statements.</b>			
<b>For MRB &amp; Associates</b> <b>Chartered Accountants</b> FRN : 136306W		<b>For and on behalf of the Board</b>	
<b>Ghanshyam P Gupta</b> <b>Partner</b> Membership No. 138741		<b>Ajay Singh</b> <b>Director</b> DIN : 06899567	<b>N.M. Rao</b> <b>Director</b> DIN : 08550352
Place : Mumbai Date : 9th April, 2021		Place : Mumbai Date : 9th April, 2021	

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED**

(Formerly Known as Hathway JMD Farukhabad Cable Network Private Limited)

**CIN : U64204MH2007PLC171161****STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2021***(Rs in lacs)*

Particulars	Note No.	Year Ended	
		March 31, 2021	March 31, 2020
<b>INCOME</b>			
Other Income	3.01	0.20	0.19
<b>Total Income</b>		<b>0.20</b>	<b>0.19</b>
<b>EXPENDITURE</b>			
Other Expenses	3.02	0.28	0.19
<b>Total Expense</b>		<b>0.28</b>	<b>0.19</b>
<b>Net Profit / (Loss) before Tax</b>		<b>(0.08)</b>	-
Tax Expense		-	-
<b>Net Profit / (Loss) for the year (A)</b>		<b>(0.08)</b>	-
<b>Other Comprehensive Income / (Loss) for the year, net of Tax (B)</b>		-	-
<b>Total Comprehensive Income / (Loss) for the year, net of Earnings/(Loss) per equity share (Face value of Rs. 10/- each)</b>		<b>(0.08)</b>	-
Weighted Average Number of Shares	3.03	10,658	10,000
Basic (in Rs.)		(0.80)	-
Diluted (in Rs.)		(0.80)	-
<b>Summary of Significant Accounting Policies</b>	1.00		
<b>Refer accompanying notes. These notes are integral part of the financial statements.</b>			
As per our report of even date			
<b>For MRB &amp; Associates</b>		<b>For and on behalf of the Board</b>	
<b>Chartered Accountants</b>			
FRN : 136306W			
<b>Ghanshyam P Gupta</b>		<b>Ajay Singh</b>	<b>N.M. Rao</b>
<b>Partner</b>		<b>Director</b>	<b>Director</b>
Membership No. 138741		DIN : 06899567	DIN : 08550352
Place : Mumbai		Place : Mumbai	
Date : 9th April, 2021		Date : 9th April, 2021	

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED**

(Formerly Known as Hathway JMD Farukhabad Cable Network Private Limited)

**CIN : U64204MH2007PLC171161****STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2021****A: EQUITY SHARE CAPITAL**

Particulars	Note No.	Rs in lacs
As at April 01, 2019	2.02	1.00
Changes in Equity Share Capital during the period		-
Balance at March 31, 2020	2.02	1.00
Changes in Equity Share Capital during the period	2.02	2.00
<b>Balance at March 31, 2021</b>		<b>3.00</b>

**B: OTHER EQUITY***(Rs in lacs)*

Particulars	Retained earnings	Total Amount
<b>Balance as on April 01, 2019</b>	<b>(0.57)</b>	<b>(0.57)</b>
Net Income / (Loss) for the year	-	-
Other Comprehensive Income / (Loss) for the year	-	-
<b>Balance as on March 31, 2020</b>	<b>(0.57)</b>	<b>(0.57)</b>
Net Income / (Loss) for the Year	(0.08)	(0.08)
Other Comprehensive Income / (Loss) for the Year	-	-
<b>Balance as on March 31, 2021</b>	<b>(0.65)</b>	<b>(0.65)</b>

**Summary of Significant Accounting Policies (Ref. Note No. 1.00)****Refer accompanying notes. These notes are integral part of the financial statements.**

As per our report of even date

**For MRB & Associates**  
**Chartered Accountants**  
 FRN : 136306W

**For and on behalf of the Board**

**Ghanshyam P Gupta**  
**Partner**  
 Membership No. 138741

**Ajay Singh**  
**Director**  
 DIN : 06899567

**N.M. Rao**  
**Director**  
 DIN : 08550352

Place : Mumbai  
 Date : 9th April, 2021

Place : Mumbai  
 Date : 9th April, 2021

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED**

(Formerly Known as Hathway JMD Farukhabad Cable Network Private Limited)

CIN : U64204MH2007PLC171161

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021***(Rs in lacs)*

Particulars	Year ended	
	March 31, 2021	March 31, 2020
<b>1 CASH FLOW FROM OPERATING ACTIVITIES:</b>		
<b>NET PROFIT / (LOSS) BEFORE TAX</b>	(0.08)	-
A Non-cash Adjustment to Profit/ (Loss) Before Tax:		
B Items Considered Separately:		
Operating Profit before Working Capital	<b>(0.08)</b>	-
C Change in operating assets and liabilities :		
Increase / (Decrease) in Trade Payables	(0.01)	-
Increase / (Decrease) in Other Financial Liabilities	0.09	
Cash Generated from Operations	-	-
<b>Net cash flow from/(used in) operating activities (A)</b>	-	-
<b>2 CASH FLOW FROM INVESTING ACTIVITIES:</b>	-	-
<b>3 CASH FLOW FROM FINANCING ACTIVITIES</b>	-	-
Proceeds from issue of Share Capital	2.00	-
<b>Net cash flow from/(used in) in financing activities (C)</b>	<b>2.00</b>	-
<b>Net increase/(decrease) in cash and cash equivalents (A+B+ C)</b>	<b>2.00</b>	-
Cash and Cash Equivalents at beginning of year	0.87	0.87
Cash and Cash Equivalents at end of Year	<b>2.87</b>	<b>0.87</b>
<b>Reconciliation of cash and cash equivalents as per Cash Flow Statement</b>		
Cash and Cash equivalents as per above comprising of the following-		
Balance with Bank - Current Account	2.00	-
Cash on Hand	0.87	0.87
<b>Balance as per cash flow statement</b>	<b>2.87</b>	<b>0.87</b>

**Note** : Above statement has been prepared by using Indirect method as per Ind AS - 7 on Statement of Cash flows.

As per our report of even date

**For MRB & Associates**

Chartered Accountants

FRN : 136306W

**For and on behalf of the Board****Ghanshyam P Gupta**

Partner

Membership No. 138741

Place : Mumbai

Date : 9th April, 2021

**Ajay Singh**

Director

DIN : 06899567

Place : Mumbai

Date : 9th April, 2021

**N.M. Rao**

Director

DIN : 08550352

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**

**CORPORATE INFORMATION**

**Hathway JMD Farukhabad Cable Network Limited** (Formerly known as *Hathway JMD Farukhabad Cable Network Private Limited*) is a company limited by shares domiciled in India and incorporated under the provisions of the Companies Act, 1956 having registered office at 805/806, Windsor, 8th Floor, Off CST Road, Kalina, Santacruz (East), Mumbai Maharashtra 400098. The Company was originally incorporated on Twenty fifth day of May Two thousand seven under the Companies Act, 1956 as HATHWAY JMD FARUKHABAD CABLE NETWORK PRIVATE LIMITED and upon an intimation made for conversion into Public Limited Company under Section 18 of the Companies Act, 2013; and approval of Central Government signified in writing having been accorded thereto by the RoC - Mumbai vide SRN R38827259 dated 19.05.2020 the name of the said company is this day changed to HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED on 19<sup>th</sup> May 2020. The Company was formed to carry on the business of receiving and distributing channel signals and to operate as a Multi System Operator.

**Authorization of standalone financial statements**

The standalone financial statements were authorized for issue in accordance with a resolution of the Directors on 9<sup>th</sup> April, 2021.

**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 (including derivative instruments) are measured at fair value.

**1.02 Current versus Non-Current Classification**

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

- i Expected to be realized or intended to sold or consumed in normal operating cycle
- ii Held primarily for the purpose of trading

- iii Expected to be realized within twelve months after the reporting period, or
- iv Cash or 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 current when:

- 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
- iv There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

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

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle. Based on the nature of operations, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

### **1.03 Use of Judgments, Estimates & Assumptions**

While preparing standalone financial statements in conformity with Ind AS, we make 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. We 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:

- i Financial instruments;
- ii Provisions;
- iii Contingencies.

### **1.04 Cash and Cash Equivalents**

Cash and cash equivalents for the purposes of Cash Flow Statement comprise cash at bank and cash in hand.

### **1.05 Financial Instruments**

#### **i. Financial Assets**

- a) Classification

The company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through statement of profit and loss), and those measured at amortized cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in statement of profit and loss or other comprehensive income.

#### b) Measurement

At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in statement of profit and loss.

#### c) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized (i.e. removed from the Company's balance sheet) when:

- the rights to receive cash flows from the asset have expired, or
- the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either:
- the Company has transferred substantially all the risks and rewards of the asset, or
- the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

#### d) Impairment of financial assets

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

### ii. **Financial liabilities**

- Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, financial guarantee contracts or as derivative financial instruments, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

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

- Subsequent measurement

All financial liabilities are subsequently measured at amortized cost using effective interest method or at FVTPL.

### **1.06 Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognized 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 recognized 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 recognized as interest expense.

Contingent liabilities are disclosed in the case of:

- a present obligation arising from the past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from the past events, when no reliable estimate is possible;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Contingent Assets is disclosed when inflow of economic benefits is probable.

### **1.07 Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be measured reliably, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

**Other Operating Income** comprises of fees for rendering management, technical and consultancy services. Income from such services is recognized upon achieving milestones as per the terms of underlying agreements.

### **1.08 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 recognized directly in equity is recognized 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.

ii. 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 recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized 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 utilized.

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 utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized 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 realized 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 recognized outside the statement of profit and loss is recognized outside the statement of profit and loss. Deferred tax items are recognized 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.

### **1.09 Earnings Per Share (EPS)**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends, if any, and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## 1.10 Fair Value Measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i. In the principal market for the asset or liability, or
- ii. In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the standalone financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- i. Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ii. Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- iii. Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the standalone financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

## 1.11 Rounding of Amounts:

All amounts disclosed in the standalone financial statements and notes have been rounded off to the nearest lakhs, except where otherwise indicated.

**NOTES TO THE FINANCIAL STATEMENTS**

(Rs in lacs)

2.01 CASH AND CASH EQUIVALENTS	As at	
	March 31, 2021	March 31, 2020
Cash on hand	0.87	0.87
In Current Accounts	2.00	-
	<b>2.87</b>	<b>0.87</b>

(Rs in lacs)

2.02 EQUITY SHARE CAPITAL	As at	
	March 31, 2021	March 31, 2020
<b>Authorised Capital</b> 30,000 (March 31, 2020; 10,000 ) equity shares of face value Rs 10 each	3.00	1.00
	<b>3.00</b>	<b>1.00</b>
<b>(a) Issued, Subscribed and Paid up Capital</b> 30,000 (March 31, 2020; 10,000 ) equity shares of face value Rs 10 each	3.00	1.00
	<b>3.00</b>	<b>1.00</b>

- (i) The company has only one class of equity shares having a par value of Rs. 10 per share. 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. The distribution will be in proportion to the number of equity shares held by the shareholders.
- (ii) None of the equity shares are reserved for issue under any option & contract/commitment for sale of shares / disinvestment.
- (iii) There are no securities issued which are convertible into equity/preference shares.
- (iv) The company has not issued shares for consideration other than cash, by way of bonus shares or by way of buy back for the preceding five years from the balance sheet date.

**b) Reconciliation of the number of shares outstanding as at the beginning and end of the reporting period:**

Particulars	As at		As at	
	March 31, 2021		March 31, 2020	
	Number	Rs in lacs	Number	Rs in lacs
<b>Equity Shares of Rs.10 each</b>				
Shares Outstanding at the beginning of the year	10,000	1.00	10,000	1.00
Add: Right issued of shares during the year	20,000	2.00	-	-
Shares Outstanding at the end of the year	<b>30,000</b>	<b>3.00</b>	<b>10,000</b>	<b>1.00</b>

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

Particulars	As at		As at	
	March 31, 2021		March 31, 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
<b>Equity Shares of Rs. 10 each</b>				
Hathway Digital Limited - Holding Company (Includes Shares held by the nominee shareholders, on behalf of Holding Company)	30,000	100%		
Hathway Cable and Datacom Limited - Holding Company (Includes Shares held by the nominee shareholders, on behalf of Holding Company)	-	-	10,000	100%

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

Particulars	As at		As at	
	March 31, 2021		March 31, 2020	
	No. of Shares held	Rs in lacs	No. of Shares held	Rs in lacs
<b>Equity Shares of Rs. 10 each</b>				
Hathway Digital Limited - Holding Company (Includes Shares held by the nominee shareholders, on behalf of Holding Company)	30,000	3.00		
Hathway Cable and Datacom Limited - Holding Company (Includes Shares held by the nominee shareholders, on behalf of Holding Company)	-	-	10,000	1.00

(Rs in lacs)

2.03 OTHER EQUITY	As at	
	March 31, 2021	March 31, 2020
<b>Retained earnings</b>		
Balance at the beginning of the year	(0.57)	(0.57)
Add : Net Profit/ (Loss) for the year	(0.08)	-
Balance at the end of the year	<b>(0.65)</b>	<b>(0.57)</b>
<b>Balance at the end of the Year</b>	<b>(0.65)</b>	<b>(0.57)</b>

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**

(Rs in lacs)

<b>2.04 BORROWINGS</b>	<b>Non-Current</b>		<b>Current</b>	
	<b>As at</b>		<b>As at</b>	
	<b>March 31, 2021</b>	<b>March 31, 2020</b>	<b>March 31, 2021</b>	<b>March 31, 2020</b>
<b>Unsecured</b>				
Loan from Hathway Cable and Datacom	0.11	0.11	-	-
	<b>0.11</b>	<b>0.11</b>	<b>-</b>	<b>-</b>

<b>2.05 TRADE PAYABLES</b>	<b>Non-Current</b>		<b>Current</b>	
	<b>As at</b>		<b>As at</b>	
	<b>March 31, 2021</b>	<b>March 31, 2020</b>	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Total outstanding dues of Micro, Small and Medium Enterprise	-	-	-	-
Total outstanding dues of supplier other than Micro, Small and Medium Enterprise	-	-	0.09	0.10
	<b>-</b>	<b>-</b>	<b>0.09</b>	<b>0.10</b>

<b>2.06 OTHER FINANCIAL LIABILITIES</b>	<b>Non-Current</b>		<b>Current</b>	
	<b>As at</b>		<b>As at</b>	
	<b>March 31, 2021</b>	<b>March 31, 2020</b>	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Other Liabilities	0.04	0.04	0.28	0.19
	<b>0.04</b>	<b>0.04</b>	<b>0.28</b>	<b>0.19</b>

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED****NOTES TO THE FINANCIAL STATEMENTS***(Rs in lacs)*

<b><u>3.01 OTHER INCOME</u></b>	<b>Year Ended</b>	
	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Amount No Longer Payable Written Back	0.20	0.19
	<b>0.20</b>	<b>0.19</b>

*(Rs in lacs)*

<b><u>3.02 OTHER EXPENSES</u></b>	<b>Year Ended</b>	
	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Rates & Taxes	0.09	-
ROC Filing Fees	0.09	0.09
<b><u>Auditor's Remuneration</u></b>		
Statutory Audit Fees	0.10	0.10
	<b>0.28</b>	<b>0.19</b>

<b><u>3.03 EARNING PER SHARES</u></b>	<b>Year Ended</b>	
	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Profit / (Loss) after tax	(0.08)	-
Weighted Average Number of Shares used as denominator for calculating Basic EPS and diluted earning per share	10,658	10,000
Nominal value of ordinary shares ( in Rs.)	10	10
EPS - Basic & Diluted ( in Rs.)	(0.80)	-

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED****NOTES TO THE FINANCIAL STATEMENTS**

**4.01** The Board of Directors of the Company at its meeting held on April 3, 2021, has approved a Scheme of Merger of the **Hathway JMD Farukhabad Cable Network Limited** along with twenty one other fellow subsidiaries with and into Hathway Digital Limited – its holding Company. The Appointed Date of the Scheme is April 1, 2021, however, it will take effect upon receipt of requisite approvals and fulfilment of conditions as stated in the Scheme of Merger. Pending the Scheme of Merger coming into force, no effect of the same have been considered in this financial results.

**4.02 CONTINGENT LIABILITIES & CLAIMS AGAINST THE COMPANY NOT ACKNOWLEDGED AS DEBTS**

There is no claim against the company which can be acknowledged as debt.

**4.03 EMPLOYEE BENEFITS**

The Company does not have any employee. Accordingly, no disclosure in terms of Ind AS 19 on the "Employee Benefits" is

**4.04** The Company does not have any leasing arrangements in terms of Accounting Standard on "Leases"(Ind AS-17 )

**4.05 SEGMENTAL REPORTING**

As the company's business activity falls within a single business segment in terms of Ind AS 108 on "Operating Segments" and the revenue substantially being from the domestic market, the financial statement are reflective of the information required by Ind AS 108.

**4.06 RELATED PARTY DISCLOSURES****A) Names of related parties and related party relationship where control exist****Controlled By:**

- Hathway Cable and Datacom Limited - Ultimate Holding Company
- Hathway Digital Limited (FKA: Hathway Digital Private Limited) - Holding Company

**B) Related Party Transactions**

The transactions with related parties and the closing balances due to/from parties are as follows.

*(Rs in lacs)*

Particulars	Name of Related Party	As at	
		March 31, 2021	March 31, 2020
<b>OTHER TRANSACTIONS</b>			
Reimbursement of expenses	Hathway Digital Ltd. (FKA: Hathway Digital Pvt. Ltd.)	0.09	-
<b>Equity Share Allotment</b>	Hathway Digital Ltd. (FKA: Hathway Digital Pvt. Ltd.)	2.00	-
<b>Change in Assets/ Liabilities during the year</b>			
Trade Payables written back	Hathway Digital Ltd. (FKA: Hathway Digital Pvt. Ltd.)	0.01	-
<b>Closing Balances:</b>			
Borrowings	Hathway Cable and Datacom Ltd.	0.11	0.11
Trade Payables	Hathway Digital Ltd. (FKA: Hathway Digital Pvt. Ltd.)	0.09	0.10
Other Financial Liabilities	Hathway Digital Ltd. (FKA: Hathway Digital Pvt. Ltd.)	0.09	-

**4.07 DISCLOSURE UNDER MSME DEVELOPMENT ACT 2006:**

The Company has not received intimation from any 'enterprise' regarding its status under Micro, Small and Medium Enterprise Development Act, 2006 and therefore no disclosure under the said Act is considered necessary.

**4.08** In view of insertion of a new section – Section 115BAA in The Income Tax Act, 1961, as introduced by the Government of India, vide Taxation (Amendment) Ordinance 2019 dated 20th of September 2019, the domestic Companies have been given option to pay tax at reduced rate of 22%, effective from FY 2019-20 (AY 2020-21) & onwards, subject to their adhering to certain conditions specified therein.

The management of the Company has decided to opt for the new tax regime, U/s 115BAA of the Income Tax Act,1961, effective from FY 2019-20 (AY 2020-21), and to be considered in accounts of subsequent periods.

**4.09** As there is no carry forward tax losses to set off against futures profits, the Company has not recognised deferred tax assets in the books.

**HATHWAY JMD FARUKHABAD CABLE NETWORK LIMITED****NOTES TO THE FINANCIAL STATEMENTS****4.10 CAPITAL MANAGEMENT****Risk Management**

During the year, the Company has got capital infusion through right issue of equity share capital. Further, The Board of Directors of the Company at its meeting held on April 3, 2021, has approved a Scheme of Merger of the Company into Hathway Digital Limited – its holding Company . Please refer note no.4.01.

The details of outstanding capital and payables to holding company on account of loan is as under:

*(Rs in lacs)*

Particulars	As At	
	March 31, 2021	March 31, 2020
Equity	3.00	1.00
Loans Taken	0.11	0.11
<b>Total</b>	<b>3.11</b>	<b>1.11</b>

**4.11 FINANCIAL INSTRUMENTS : ACCOUNTING CLASSIFICATIONS, FAIR VALUE MEASUREMENTS, FINANCIAL RISK M****(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.

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

**(ii) Fair Value measurements**

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by value:

Level 1: unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2: inputs other than quoted price included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level 3: unobservable inputs from assets and liability

*(Rs in lacs)*

Particulars	March 31, 2021		March 31, 2020		Fair value Hierarchy
	Carrying values	Fair value	Carrying values	Fair value	
<b>Financial assets</b>					
Measured at amortised cost					
Cash and cash equivalents	2.87	2.87	0.87	0.87	Level 3
<b>Financial liabilities</b>					
Measured at amortised cost					
Borrowings	0.11	0.11	0.11	0.11	Level 3
Trade payables	0.09	0.09	0.10	0.10	Level 3
Other Financial Liability	0.32	0.32	0.23	0.23	Level 3

**(iii) Financial Risk Management**

The Company's activities expose it to liquidity risk

The Company's risk management is carried out under policies approved by the board of directors.

**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.

**Financing arrangements**

The Holding Company has committed to provide necessary financial support.

**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, 2021**

<b>Particulars</b>	<b>less than 1 year</b>	<b>1 to 5 year</b>	<b>Total</b>
<u>Non-Derivatives</u>			
Trade payables	0.09	-	0.09
Long term borrowings	-	0.11	0.11
Other financial liabilities	0.28	0.04	0.32
<b>Total</b>	<b>0.37</b>	<b>0.15</b>	<b>0.52</b>

**March 31, 2020**

<b>Particulars</b>	<b>less than 1 year</b>	<b>1 to 5 year</b>	<b>Total</b>
<u>Non-Derivatives</u>			
Trade payables	0.10	-	0.10
Long term borrowings	-	0.11	0.11
Other financial liabilities	0.19	0.04	0.23
<b>Total</b>	<b>0.29</b>	<b>0.15</b>	<b>0.44</b>

4.12 The outbreak of Coronavirus (COVID-19) pandemic globally and in India has caused significant disturbance and slowdown of economic activity. The Company has evaluated the impact of this pandemic on its business operations and based on its review and current indicators of future economic conditions, there is no significant impact on its financial statements.

4.13 Previous year figures have been rearranged and regrouped wherever necessary.

As per our report of even date  
**For MRB & Associates**  
**Chartered Accountants**  
 FRN : 136306W

**For and on behalf of the Board**

**Ghanshyam P Gupta**  
**Partner**  
 Membership No. 138741

**Ajay Singh**  
**Director**  
 DIN : 06899567

**N.M. Rao**  
**Director**  
**DIN : 08550352**

Place : Mumbai  
 Date : 9th April, 2021

Place : Mumbai  
 Date : 9th April, 2021