

DISH TV INDIA LIMITED

Corporate office: FC-19, Sector-16A, Noida-201 301 (U.P)

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Unaudited financial results for the quarter and six months ended 30 September 2019



Particulars	(Rs. in Lacs)											
	Standalone						Consolidated					
	Quarter ended		Six months period ended		Year ended		Quarter ended		Six months period ended		Year ended	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019	
1 Income												
Revenue from operations	34,224	36,017	1,02,007	70,241	2,03,324	3,93,788	89,318	92,630	1,59,429	1,81,948	3,24,992	6,16,613
Other income	4,413	3,976	4,390	8,389	7,802	11,219	359	463	1,467	822	3,040	5,215
Total Income	38,637	39,993	1,06,397	78,630	2,11,126	4,05,007	89,677	93,093	1,60,896	1,82,770	3,28,032	6,21,828
2 Expenses												
Purchase of stock-in-trade	-	-	-	-	-	-	50	100	301	150	337	2,239
Changes in inventories of stock-in-trade	-	-	-	-	-	-	6	116	(56)	122	132	(1,337)
Operating expenses	13,149	15,624	74,204	28,773	1,49,819	2,99,061	19,348	23,117	86,477	42,465	1,74,666	3,38,280
Employee benefits expense	1,832	1,849	2,557	3,681	4,901	9,989	4,403	4,485	6,262	8,887	12,032	24,751
Finance costs	8,531	8,051	5,897	16,582	11,784	25,056	13,824	14,677	15,915	28,501	33,665	62,865
Depreciation and amortisation expense	8,070	7,946	8,200	16,016	16,267	32,028	36,871	36,293	36,753	73,164	72,836	1,44,092
Other expenses	8,410	7,387	7,494	15,797	18,029	36,970	13,465	11,207	12,383	24,672	28,088	48,253
Total expenses	39,992	40,857	98,352	80,849	2,00,800	4,03,104	87,967	89,995	1,58,035	1,77,961	3,21,756	6,19,143
3 Profit/ (Loss) before exceptional items and tax (1-2)	(1,355)	(864)	8,045	(2,219)	10,326	1,903	1,710	3,098	2,861	4,809	6,276	2,685
4 Exceptional items (refer note 6 and 8(b))	1,500	-	3,000	1,500	3,000	1,70,453	-	-	-	-	-	1,56,254
5 Profit/ (Loss) before tax (3-4)	(2,855)	(864)	5,045	(3,719)	7,326	(1,68,550)	1,710	3,098	2,861	4,809	6,276	(1,53,569)
6 Tax expense												
- Current Tax	(76)	76	1,653	-	2,290	1,519	(1,650)	1,650	1,247	-	2,291	2,844
- Current tax -prior years	-	-	-	-	-	540	-	-	-	-	-	921
- Deferred Tax # (refer note 8(f))	2,296	4,931	148	7,227	(457)	(41,667)	12,997	4,992	(359)	17,988	(536)	(40,993)
7 Profit/(loss) for the period (5-6)	(5,075)	(5,871)	3,244	(10,946)	5,493	(1,28,942)	(9,637)	(3,544)	1,973	(13,179)	4,521	(1,16,341)
8 Other comprehensive income												
a) Items that will not be reclassified to profit or loss												
(i) Remeasurement of gains/(loss) on defined benefit plan	-	-	-	-	-	300	-	-	-	-	-	817
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	(105)	-	-	-	-	-	(286)
b) Items that will be reclassified to profit or loss and related income tax												
(i) Foreign currency translation reserve	-	-	-	-	-	-	331	48	109	379	(488)	669
(ii) Income tax relating to foreign currency translation reserve	-	-	-	-	-	-	-	-	-	-	-	-
9 Total comprehensive income for the period (7+8)	(5,075)	(5,871)	3,244	(10,946)	5,493	(1,28,747)	(9,306)	(3,496)	2,082	(12,800)	4,033	(1,15,141)
10 Net profit / (loss) attributable to :												
Owners of the holding Company	(5,075)	(5,871)	3,244	(10,946)	5,493	(1,28,942)	(9,136)	(3,198)	2,549	(12,332)	5,336	(1,14,490)
Non - controlling interests	-	-	-	-	-	-	(501)	(346)	(576)	(847)	(815)	(1,851)
11 Other comprehensive income attributable to :												
Owners of the holding Company	-	-	-	-	-	195	232	34	77	265	(341)	999
Non - controlling interests	-	-	-	-	-	-	99	14	32	114	(147)	201
12 Total comprehensive income attributable to :												
Owners of the holding Company	(5,075)	(5,871)	3,244	(10,946)	5,493	(1,28,747)	(8,904)	(3,164)	2,626	(12,067)	4,995	(1,13,491)
Non - controlling interests	-	-	-	-	-	-	(402)	(332)	(544)	(733)	(962)	(1,650)
13 Paid-up equity share capital (Face value Re. 1)	18,413	18,413	18,413	18,413	18,413	18,413	18,413	18,413	18,413	18,413	18,413	18,413
Reserves (excluding revaluation reserves, if any)	-	-	-	-	-	5,15,068	-	-	-	-	-	5,30,585
14 Earning per share (EPS) (face value Re 1) (not annualised)												
(a) Basic	(0.26)	(0.31)	0.17	(0.57)	0.29	(6.70)	(0.47)	(0.17)	0.13	(0.64)	0.28	(5.95)
(a) Diluted	(0.26)	(0.31)	0.17	(0.57)	0.29	(6.70)	(0.47)	(0.17)	0.13	(0.64)	0.28	(5.95)

Deferred tax includes MAT credit entitlement.

See accompanying notes to the financial results.

Statement of Assets and Liabilities as at 30 September 2019

(Rs. in Lacs)

Particulars	Standalone		Consolidated	
	Unaudited	Audited	Unaudited	Audited
	As at	As at	As at	As at
	30.09.2019	31.03.2019	30.09.2019	31.03.2019
ASSETS				
Non current assets				
Property, plant and equipment	48,444	55,842	3,14,367	3,34,886
Capital work-in-progress	4,410	2,093	73,701	76,660
Right of use assets	2,589	-	2,589	-
Goodwill	2,36,838	2,36,838	4,73,243	4,73,249
Other intangible assets	1,92,663	1,98,236	2,08,283	2,15,383
Financial assets				
Investments	3,60,625	3,40,068	0	0
Loans	1,059	1,126	1,062	1,129
Other financial assets	1,01,366	87,878	733	1,217
Deferred tax assets (net)	3,037	9,684	83,742	99,648
Current tax assets (net)	7,351	8,035	11,172	12,258
Other non current assets	11,775	13,866	15,154	17,976
Current assets				
Inventories	-	-	2,349	2,471
Financial assets				
Trade receivables	9,294	10,984	14,734	14,059
Cash and cash equivalents	208	6,625	6,966	9,266
Other bank balances	864	846	6,711	7,802
Loans	1,209	657	1,747	1,197
Other financial assets	1,08,646	1,05,453	1,30,746	1,05,673
Other current assets	14,162	6,498	54,786	63,957
Total assets	11,04,540	10,84,729	14,02,085	14,36,831
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital	18,413	18,413	18,413	18,413
Other equity	5,04,188	5,15,067	5,18,594	5,30,585
Equity attributable to owners of Holding Company	5,22,601	5,33,480	5,37,007	5,48,998
Non-controlling Interest	-	-	(4,192)	(3,458)
	5,22,601	5,33,480	5,32,815	5,45,540
LIABILITIES				
Non current liabilities				
Financial liabilities				
Borrowings	-	-	82,497	1,23,927
Other financial liabilities	1,374	1,998	168	-
Provisions	1,034	1,090	2,666	2,728
Other non current liabilities	1,802	1,509	3,335	3,628
Current liabilities				
Financial liabilities				
Borrowings	50,767	50,391	73,829	69,142
Trade payables				
-Total outstanding dues of micro enterprises and small enterprises	27	80	33	224
-Total outstanding dues of creditors other than micro enterprises and small enterprises	1,48,076	1,23,982	1,63,204	1,38,768
Other financial liabilities	4,675	10,131	1,22,739	1,45,838
Other current liabilities	28,182	33,869	74,630	78,671
Provisions	3,43,715	3,25,927	3,43,880	3,26,092
Current tax liabilities	2,287	2,272	2,289	2,273
Total Equity & Liabilities	11,04,540	10,84,729	14,02,085	14,36,831

Statement of cash flows for the period ended 30 September 2019

Particulars	(Rs. in Lacs)			
	Standalone		Consolidated	
	For the period ended		For the period ended	
	30.09.2019	30.09.2018	30.09.2019	30.09.2018
Unaudited	Unaudited (refer note 9)	Unaudited	Unaudited (refer note 9)	
Cash flows from operating activities				
Net (loss)/profit before tax after exceptional items	(3,719)	7,326	4,809	6,276
Adjustments for :				
Depreciation and amortization expense	16,016	16,267	73,164	72,836
Loss on sale/ discard of property, plant and equipment and capital work-in-progress	111	0	387	574
Gain on redemption of units of mutual funds	-	(7)	-	(32)
Share based payment to employees	67	8	85	18
Income from financial guarantee contract and deferred payments	(6,259)	(2,671)	-	-
Allowance for expected credit loss	1,922	1,091	994	237
Interest income on financial assets measured at amortised cost	(26)	(28)	(26)	(28)
Bad debts and balances written off	-	-	-	-
Exceptional items	1,500	3,000	-	-
Liabilities written back	(38)	(18)	(38)	(18)
Foreign exchange fluctuation (net)	(504)	(1,456)	1,960	2,817
Interest expense	15,720	11,375	27,948	26,291
Interest income	(1,183)	(2,524)	(438)	(1,925)
Operating profit before working capital changes	23,607	32,363	1,08,845	1,07,046
Changes in working capital				
Decrease/(increase) in inventories	-	-	122	(868)
Decrease/(Increase) in trade receivables	696	(859)	(1,670)	(1,650)
(Increase) in other financial assets	(33,074)	(62,370)	(25,575)	(1,32,907)
(Increase)/decrease in other assets	(8,558)	(249)	7,482	(49,999)
Increase in trade payables	24,041	31,492	24,245	39,290
Increase in provisions	4,608	10,718	4,601	10,672
(Decrease)/increase in other liabilities	(9,447)	(12,806)	(9,560)	82,587
Cash generated from/(used in) operations	1,873	(1,711)	1,08,490	54,171
Income taxes refund/(paid)	699	(0)	1,102	(337)
Net cash generated from/(used in) operating activities (A)	2,572	(1,711)	1,09,592	53,834
Cash flows from investing activities				
Purchases of property, plant and equipment (including adjustment for creditors for fixed assets, work in progress and capital advances)	(6,120)	(5,746)	(78,890)	(31,493)
Proceeds from sale of property plant & equipment	13	-	13	-
Purchase of current investments	-	(6,900)	-	(27,415)
Proceeds from sale of current investments	-	6,907	-	27,447
Proceeds from sale of non-current investment	-	-	-	-
Loans given to body corporates	(1,068)	(1,343)	-	-
Refund of loans given to body corporates	-	34	-	-
Net decrease in fixed deposits	181	1,086	1,575	13,093
Interest received	232	2,501	483	2,391
Net cash (used in)/generated from investing activities (B)	(6,762)	(3,461)	(76,819)	(15,977)
Cash flows from financing activities				
Interest paid	(2,603)	(222)	(15,114)	(20,366)
Proceeds from issue of capital / call money received	-	10	-	9
Proceeds from long term borrowings	-	-	-	2,53,425
Repayments of long term borrowings	-	(2,406)	(24,646)	(2,68,317)
Proceeds from/(repayment of) short term borrowings(net)	376	(12,403)	4,687	(21,982)
Dividend paid to shareholders	-	-	-	-
Dividend distribution tax paid	-	-	-	-
Net cash (used in)/generated from financing activities (C)	(2,227)	(15,021)	(35,073)	(57,231)
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(6,417)	(20,193)	(2,299)	(19,374)
Cash and cash equivalents at the beginning of the year	6,625	26,510	9,266	30,196
Cash and cash equivalents at the end of the year	208	6,317	6,966	10,822
Cash and cash equivalents includes:				
Cash in hand	-	2	5	6
Balances with scheduled banks :				
- in current accounts	208	6,315	6,957	10,536
- in saving accounts	-	-	4	280
- deposits with maturity of upto 3 months	-	-	-	-
Cash and cash equivalents	208	6,317	6,966	10,822

#The above cash flow statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard 7 (Ind AS-7) on "Statements of Cash Flows"

Notes to financial results for the quarter and six months ended 30 September 2019

- The standalone and consolidated financial results for the quarter and six months ended 30 September 2019 have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 14 November 2019 and have undergone 'Limited Review' by the Statutory auditors of the Company.
- The consolidated financial results have been prepared as per the requirement of Ind AS, based on the financial results of the Company and its three subsidiary companies, namely Dish Infra Services Private Limited, Dish TV Lanka Private Limited and C&S Medianet Private Limited.
- In line with the provisions of Ind AS 108 – operating segments and basis the review of operations being done by the chief operating decision maker (CODM), the operations of the group fall under Direct to Home ('DTH') services, which is considered to be the only reportable segment by the CODM.
- During the year ended 31 March 2019, the Company has increased its Investment stake in C&S Medianet Private Limited, erstwhile joint venture, from 48% to 51% by acquiring 300 equity shares at fair market value of Rs. 10 per share and acquired substantial control over the erstwhile joint venture. Accordingly the financial results of C&S Medianet Private Limited has been consolidated in accordance with Ind AS 110 to prepare the consolidated financial results of the Company.
- During the year ended 31 March 2019, the Company has increased its Investment in its subsidiary Dish Infra Services Private Limited by acquiring additional 3,00,00,00,000 equity shares at face value of Rs. 10 per share by way of right issue offer by the subsidiary company. The consideration payable against allotment of shares was settled by set-off/adjusting the amount payable by Dish Infra Services Private limited towards the Company.
- During the year ended 31 March 2019, the management has carried out impairment assessment of certain recoverable amounts and carrying value of its intangibles, including goodwill. Exceptional items for the year ended 31 March 2019 in standalone financial results include:
 - Impairment of goodwill: Rs. 1,54,300 lacs
 - Impairment of loans/advances to Dish TV Lanka Private Limited (a subsidiary): Rs 14,199 lacs
 - Impairment of certain other recoverable amounts: Rs 1,955 lacs
- The Company has instituted "ESOP Plan 2018" to grant equity based incentives to eligible employees during the year ended 31 March 2019. The total number of options to be granted under the said Plan is 180 lacs out of which the Nomination & Remuneration Committee has granted 33.60 lacs options on 25 October 2018 and 8.60 lacs options on 24 May 2019 to the eligible employees.
- During the six months ended 30 September 2019:
 - On account of new tariff order, the Company has entered into revised agreements with the broadcasters and in terms with such agreements, together with the provisions of the new tariff order, the Company has re-assessed its performance obligations, extent of control over broadcasted content and various other responsibilities and liabilities, and accordingly, has considered services including network capacity fee, distributor margins on channel subscriptions and incentives from broadcasters as part of its revenue from operations. Had the Company continued to account for revenues and costs in terms with the erstwhile regime and/or contractual obligations, the impact on revenue from operations as per standalone and consolidated results for the quarter and half year ended 30 September 2019 has been given below:

Particulars	Standalone						consolidated						(Rs. in Lacs)	
	Quarter ended 30.09.2019		Quarter ended 30.06.2019		Six months ended 30.09.2019		Quarter ended 30.09.2019		Quarter ended 30.06.2019		Six months ended 30.09.2019			
	New regime	Previous regime	New regime	Previous regime	New regime	Previous regime	New regime	Previous regime	New regime	Previous regime	New regime	Previous regime	New regime	Previous regime
Revenue from operations	34,224	92,282	36,017	96,203	70,241	1,88,485	89,318	1,47,376	92,630	1,52,816	1,81,948	3,00,192		
Operating expenses	13,149	77,013	15,624	81,829	28,773	1,58,841	19,348	83,212	23,117	89,322	42,465	1,72,533		
Profits after tax	(5,075)	(9,420)	(5,871)	(10,375)	(10,946)	(19,794)	(9,306)	(13,651)	(3,496)	(8,000)	(12,800)	(21,648)		

- The Company has recognised a provision of Rs. 1,500 lacs towards impairment of loans/advance to Dish TV Lanka Private Limited (a subsidiary) and the same has been disclosed as an exceptional item.
- As in previous year, the Company continues to account for the assignment on gross basis
- Effective 1 April 2019, the Group adopted Ind AS 116 "Leases", applied to all contracts having lease components existing on 1 April 2019 using the modified retrospective method. Accordingly, the Group has not restated comparative information. The Group has measured the lease liability at present value of remaining lease payments discounted using the incremental borrowing rate as the date of initial application and Right of Use asset is measured at an amount equal to lease liability. Further, Right of Use assets also includes an amount of Rs. 2,425 lacs as one time premium paid by Company. Therefore, on the date of initial application, the adoption of new standard resulted in recognition of right of use assets of Rs. 2,606 lacs and a lease liability of Rs. 181 lacs. The effect of this adoption does not have material impact on the statement of profit and loss for the quarter and period ended 30 September 2019.
- During the previous quarter, the Company has received the extension of interim renewal of DTH license from Ministry of Information and Broadcasting (MIB) for the period from 01 July 2019 to 31 December 2019 or till the date of notification of new DTH guidelines whichever is earlier, vide MIB letter dated 25 June 2019.
- The Company has decided to exercise the option permitted under section 115BAA of the Income Tax Act 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from the current financial year. Accordingly, the Company re-measured the deferred tax assets/liabilities on the basis of the rates prescribed in that section. This has resulted in a reversal of deferred tax assets to the extent of Rs. 4,590 lakhs and Rs.27,957 lacs on standalone and consolidated financial results respectively on account of re-measurement of deferred tax assets/ liabilities pertaining to previous period and out of which the impact of Rs.1,530 lacs and 9,319 has been taken in the above standalone and consolidated financial results respectively by splitting the impact over the remaining year. Additionally MAT credit entitlement of Rs. 579 lacs and Rs. 1,902 lakhs has been reversed in standalone and consolidated financials results due to implementation of tax ordinance.
- The Standalone and consolidated Cash Flow Statement for the corresponding six month period ended 30 September 2018 have been reviewed by Audit Committee and approved by the Company's Board of Directors, but have not been subjected to audit or review by the statutory auditor or other auditor.

For and on behalf of the Board of Directors
DISH TV INDIA LIMITED

Jawahar Lal Goel
 Chairman and Managing Director
 DIN: 00076462

Place: Noida
 Dated: 14 November 2019