

Statement of Unaudited Financial Results for the quarter and nine months ended 31 December 2020

(Rs. in lacs)

Particulars	Standalone						Consolidated					
	3 months ended	Preceding 3 months ended	Corresponding 3 months ended	Year to date figures for current period ended	Year to date figures for previous period ended	Previous year ended	3 months ended	Preceding 3 months ended	Corresponding 3 months ended	Year to date figures for current period ended	Year to date figures for previous period ended	Previous year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income</b>												
Revenue from operations	41,211	42,175	39,850	1,24,391	1,10,091	1,51,800	81,567	84,636	86,780	2,49,761	2,68,728	3,55,634
Other income	3,543	3,434	4,200	10,537	12,158	16,048	313	436	310	1,808	1,065	1,361
<b>Total Income</b>	<b>44,754</b>	<b>45,609</b>	<b>44,050</b>	<b>1,34,928</b>	<b>1,22,249</b>	<b>1,67,848</b>	<b>81,880</b>	<b>85,072</b>	<b>87,090</b>	<b>2,51,569</b>	<b>2,69,793</b>	<b>3,56,995</b>
<b>2 Expenses</b>												
Purchases of stock-in-trade	-	-	-	-	-	-	99	239	45	347	195	75
Changes in inventories of stock-in-trade	-	-	-	-	-	-	55	(148)	(2)	(59)	120	270
Operating expenses	13,757	15,042	14,017	43,728	42,790	55,680	17,396	18,880	19,055	54,209	61,520	78,730
Employee benefits expense	1,659	1,718	1,813	4,794	5,494	8,114	3,664	3,824	4,611	10,765	13,498	19,311
Finance costs	7,307	7,648	8,544	23,051	25,126	33,835	9,737	10,687	13,691	32,589	42,192	56,522
Depreciation and amortisation expenses	6,947	7,362	7,630	21,736	23,646	31,225	31,484	33,863	34,722	99,551	1,07,886	1,42,621
Other expenses	6,206	5,909	8,564	18,001	24,361	30,905	9,959	9,310	12,513	26,004	37,119	46,651
<b>Total expenses</b>	<b>35,876</b>	<b>37,679</b>	<b>40,568</b>	<b>1,11,310</b>	<b>1,21,417</b>	<b>1,59,759</b>	<b>72,394</b>	<b>76,655</b>	<b>84,635</b>	<b>2,23,406</b>	<b>2,62,530</b>	<b>3,44,180</b>
<b>3 Profit/ (loss) before exceptional items and tax (1-2)</b>	<b>8,878</b>	<b>7,930</b>	<b>3,482</b>	<b>23,618</b>	<b>832</b>	<b>8,089</b>	<b>9,486</b>	<b>8,417</b>	<b>2,455</b>	<b>28,163</b>	<b>7,263</b>	<b>12,815</b>
<b>4 Exceptional items (refer note 5)</b>	-	-	-	-	1,069	1,91,916	-	-	-	-	-	1,91,550
<b>5 Profit/ (Loss) before tax (3-4)</b>	<b>8,878</b>	<b>7,930</b>	<b>3,482</b>	<b>23,618</b>	<b>(237)</b>	<b>(1,83,827)</b>	<b>9,486</b>	<b>8,417</b>	<b>2,455</b>	<b>28,163</b>	<b>7,263</b>	<b>(1,78,735)</b>
<b>6 Tax expense</b>												
- Current tax	-	-	-	-	-	-	-	-	-	-	-	-
- Current tax -prior years	-	-	-	(475)	-	-	-	-	-	(468)	-	-
- Deferred tax (refer note 6)	404	2,047	1,530	4,220	8,757	(44,418)	845	1,966	9,132	6,090	27,120	(13,251)
<b>7 Profit/(loss) for the period (5-6)</b>	<b>8,474</b>	<b>5,883</b>	<b>1,952</b>	<b>19,873</b>	<b>(8,994)</b>	<b>(1,39,409)</b>	<b>8,641</b>	<b>6,451</b>	<b>(6,677)</b>	<b>22,541</b>	<b>(19,857)</b>	<b>(1,65,484)</b>
<b>8 Other comprehensive income</b>												
a) (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	80	-	-	-	-	-	95
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	(20)	-	-	-	-	-	(24)
b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-	750	409	(212)	469	167	(488)
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
<b>9 Total comprehensive income for the period (7+8)</b>	<b>8,474</b>	<b>5,883</b>	<b>1,952</b>	<b>19,873</b>	<b>(8,994)</b>	<b>(1,39,349)</b>	<b>9,391</b>	<b>6,860</b>	<b>(6,889)</b>	<b>23,010</b>	<b>(19,690)</b>	<b>(1,65,901)</b>
<b>10 Net profit / (loss) attributable to :</b>												
Owners of the Holding Company	8,474	5,883	1,952	19,873	(8,994)	(1,39,409)	9,069	6,636	(6,454)	23,109	(18,787)	(1,63,882)
Non - controlling interests	-	-	-	-	-	-	(428)	(185)	(223)	(568)	(1,070)	(1,602)
<b>11 Other comprehensive income attributable to :</b>												
Owners of the Holding Company	-	-	-	-	-	60	526	287	(148)	328	117	(271)
Non - controlling interests	-	-	-	-	-	-	224	122	(64)	141	50	(146)
<b>12 Total comprehensive income attributable to :</b>												
Owners of the Holding Company	8,474	5,883	1,952	19,873	(8,994)	(1,39,349)	9,595	6,923	(6,602)	23,437	(18,670)	(1,64,153)
Non - controlling interests	-	-	-	-	-	-	(204)	(63)	(287)	(427)	(1,020)	(1,748)
<b>13 Paid-up equity share capital (Face value Re. 1)</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>	<b>18,413</b>
<b>14 Other equity</b>												
						3,75,852						3,66,568
<b>15 Earning per share (EPS) (face value Re 1) (not annualised, except for year end)</b>												
(a) Basic	0.44	0.31	0.10	1.03	(0.47)	(7.25)	0.47	0.34	(0.34)	1.20	(0.98)	(8.52)
(a) Diluted	0.44	0.31	0.10	1.03	(0.47)	(7.25)	0.47	0.34	(0.34)	1.20	(0.98)	(8.52)

See accompanying notes to the financial results.

## Notes to financial results for the quarter and nine months ended 31 December 2020

- The standalone and consolidated financial results for the quarter and nine months ended 31 December 2020 have been reviewed by the Audit Committee and approved by the Board of Directors of Dish TV India Limited ("the Company") at the respective meetings held on 29 January 2021 and have undergone 'Limited Review' by the statutory auditors of the Company.
- The above results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified under Section 133 of the Companies Act, 2013 and as per the presentation requirements of SEBI circular CIR/CFD/FAC/62/2016 dated 5 July 2016 and other accounting principles generally accepted in India.
- 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, together referred to as the "Group".
- 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') and teleport services, which is considered to be the only reportable segment by the CODM and hence no additional disclosures are being furnished.
- Exceptional items for the year ended 31 March 2020 in the standalone financial results include:
  - Impairment of goodwill: Rs. 1,91,550 lacs
  - Impairment of loans/advances to Dish TV Lanka Private Limited (a subsidiary Company): Rs. 366 lacs (net)
- During the previous year, the Group had elected 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 financial year 2019-20 onwards. Accordingly, the respective companies re-measured the deferred tax assets/liabilities on the basis of the rates prescribed in that section, same resulted in reversal of deferred tax assets to the extent of Rs. 4,590 lacs and Rs.27,957 lacs on the standalone and consolidated financial results respectively pertaining to financial year 2018-19. Additionally MAT credit entitlement of Rs. 579 lacs and Rs. 1,902 lacs had been reversed in standalone and consolidated financial results respectively due to implementation of tax ordinance.
- In relation to the dispute in respect of computation and payment of DTH License Fees between the Company and Ministry of Information and Broadcasting ("MIB"), a petition of the Company is pending before the Hon'ble High Court of Jammu and Kashmir where inter alia the quantum/applicability of License Fee and imposition of interest has been challenged by the Company. The Hon'ble High Court of Jammu and Kashmir had also allowed the interim prayer of the Company *vide* order dated 13 October 2015 which continues to be in force as the Writ is pending. Similar Writs are also pending before the Hon'ble Supreme Court of India. The Company continues to be legally advised that the Company's stand has merits. Using the principle of prudence in accounting standards, the Company, in prior years, made a provision of Rs. 324,121 lacs in its books of account, which in the current period has been increased by Rs. 19,596 lacs primarily towards interest as a time value of money charge.

Despite the matter being sub-judice as stated above, during the current quarter, the Company has received a demand letter from the MIB *vide* its communication dated 24 December 2020, directing the Company to pay Rs. 416,406 lacs within 15 days towards the license fee and interest thereon for the period from the date of issuance of DTH License till financial Year 2018-19. However, the MIB has in its said letter, also mentioned that the amount is subject to verification and audit and the outcome of various court cases pending before the TDSAT, the Hon'ble High Court of Jammu and Kashmir at Jammu and the Hon'ble Supreme Court of India. In addition, the demand of the MIB also does not provide the basis of the amounts being demanded and accordingly the Company has responded to the aforementioned letter on 06 January 2021 disputing the demand.
- Ministry of Information and Broadcasting, Government of India ("MIB"), *vide* interim extension letter dated 25 June 2019 had granted Direct-To-Home ("DTH") License to the Company which was valid upto 31 December 2019 and the Company had duly filed the requisite applications for extension of the DTH License. Further, on 25 June 2020, the Company received interim extension of the DTH License from the MIB with a validity till 31 March 2021 or till the date of notification of 'New DTH guidelines', whichever is earlier. On 30 December 2020, MIB has issued amended DTH guidelines for obtaining license for providing DTH Broadcasting Services in India, however, consolidated operational guidelines along with the amendments are yet to be issued. The Company will proceed for obtaining new license from MIB once the operational guidelines are issued by the MIB.
- Subsequent to the outbreak of Coronavirus (COVID-19) and consequential lock down across the Country, the Company has continued to operate and provide 'Direct to Home' (DTH) services to its customer without any disruptions. The Company has evaluated its liquidity position and of recoverability and carrying value of its assets, including planned investments and has concluded that no material adjustments is required at this stage in the financial results. However, given the uncertainties in the economic environment, management's impact assessment is subject to significant estimation, uncertainties, and accordingly, the actual results in future may be different from those estimated as at the date of approval of these financial results. The Company will continue to monitor any material changes to the future economic conditions and consequential impact on its business/operations.
- The Company, has non-current investments (including equity component of long term loans and guarantees) in and non-current loans to its wholly owned subsidiary, Dish Infra Services Private Limited ('Dish Infra'), amounting to Rs. 5,15,414 lacs and Rs. 71,752 lacs respectively. Dish Infra's net worth is positive and it has earned profit in the current period. Based on internal assessment, the management believes that the realisable amount from Dish Infra will be higher than the carrying value of the non-current investments and other non-current loans. Hence, no impairment has been considered. The internal assessment is based on the ability of Dish Infra to monetise its assets including investments in new age technologies, which will generate sufficient cash flows in the future. Whereas, auditors have expressed qualification on same.
- In line with the business plan of investing in new age technologies, inter alia, Watcho the OTT platform, networking equipments and customer premises equipments (CPE), Dish Infra Services Private Limited, a wholly owned subsidiary Company had made significant progress in augmenting these new age technologies in previous year. The subsidiary Company had contracted with aggregators for content and related infrastructure and recorded Rs. 52,500 lacs as intangible assets under development and Rs. 71,285 lacs as related capital advances as of 31 December 2020. However, due to COVID-19 lockdown across the country during the first half of 2020-21, the process could not be completed within planned timeframe. The management of the subsidiary Company is in the process of concluding all the planned investments in the near future. Also the management is confident that COVID-19 will not have any further significant impact on the ability of the Subsidiary Company to implement the business plans in near future related to these new investments. As further described in note 9, management has concluded that no material adjustments is required in the carrying value of intangible assets under development and the related capital advances. Whereas, auditors have expressed qualification on same.
- The Board at its meeting held on 29 January 2021 approved the sale of its entire equity investment in the Company's subsidiary viz. Dish T V Lanka (Private) Limited, a Company incorporated in Sri Lanka, subject to definitive agreements and requisite regulatory approvals. The amounts of the Company's investment and loans to this subsidiary were fully provided for in the prior periods in the standalone financial statements of the Company. Further, the revenue and results from operations, carrying value of assets and liabilities of this subsidiary for the period and as of 31 December 2020 are not material to the consolidated results of the Group for the period and as of 31 December 2020.
- Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

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

**Jawahar Lal Goel**  
Chairman and Managing Director  
DIN: 00076462

Place: Noida  
Date: 29 January 2021