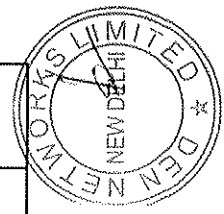


**DEN Networks Limited**  
**UNAUDITED FINANCIAL RESULTS**  
**FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2013**



Part-I	Particulars	Consolidated					Segmentation				
		Quarter ended 30.09.2013 (Unaudited)	Quarter ended 30.09.2012 (Unaudited)	Half year ended 30.09.2013 (Unaudited)	Half year ended 30.09.2012 (Unaudited)	Year ended 31.03.2013 (Audited)	Quarter ended 30.09.2013 (Unaudited)	Quarter ended 30.09.2012 (Unaudited)	Half year ended 30.09.2013 (Unaudited)	Half year ended 30.09.2012 (Unaudited)	Year ended 31.03.2013 (Audited)
1.	<b>Total Revenue</b>	<b>22,187</b>	<b>21,060</b>	<b>54,057</b>	<b>40,549</b>	<b>91,495</b>	<b>17,239</b>	<b>14,673</b>	<b>41,861</b>	<b>70,091</b>	
	(a) Income from operations	26,632	20,274	53,194	39,709	89,652	16,757	13,349	32,929	26,195	
	(b) Other operating income	555	786	863	840	1,753	982	1,324	8,933	1,481	
2.	<b>Expenses</b>	<b>22,443</b>	<b>18,466</b>	<b>45,412</b>	<b>35,697</b>	<b>77,709</b>	<b>17,516</b>	<b>12,974</b>	<b>43,095</b>	<b>61,525</b>	
	(a) Content cost	8,054	7,659	17,555	14,410	29,880	4,117	2,148	8,482	3,880	
	(b) Operational, administrative and other costs (see note 11)	6,421	5,415	14,036	10,335	23,995	4,037	2,553	9,264	9,137	
	(c) Placement cost	552	1,378	1,161	3,049	4,259	5,048	4,783	9,831	11,904	
	(d) Personnel cost	2,488	2,704	4,389	4,259	9,481	1,192	1,166	2,443	18,066	
	(e) Cost of traded items	163	16	430	26	1,580	7,931	995	8,875	4,181	
	(f) Depreciation and amortisation expense	3,704	1,729	7,027	3,285	8,117	2,178	1,050	4,200	11,824	
	(g) Employees stock compensation expenses	-	82	-	163	402	-	81	-	4,965	
3.	<b>Profit / (loss) from operations before other income, interest and exceptional items (1-2)</b>	<b>4,744</b>	<b>2,594</b>	<b>8,645</b>	<b>4,892</b>	<b>13,696</b>	<b>223</b>	<b>1,699</b>	<b>(1,234)</b>	<b>8,566</b>	
4.	Other income	471	551	1,144	1,122	2,060	790	1,144	1,770	2,591	
5.	<b>Profit / (loss) before interest and exceptional items (3+4)</b>	<b>5,215</b>	<b>3,145</b>	<b>9,789</b>	<b>6,014</b>	<b>15,756</b>	<b>1,013</b>	<b>2,843</b>	<b>536</b>	<b>11,157</b>	
6.	Interest and other financial charges (see note 11)	2,428	906	4,554	1,903	4,708	2,142	869	4,060	4,468	
7.	<b>Profit / (loss) after interest but before exceptional items (5-6)</b>	<b>2,787</b>	<b>2,239</b>	<b>5,235</b>	<b>4,111</b>	<b>11,048</b>	<b>(1,129)</b>	<b>1,974</b>	<b>(3,524)</b>	<b>6,689</b>	
8.	Exceptional expense - Provision for impairment of non current investment	-	-	-	-	312	-	-	-	312	
9.	<b>Profit / (loss) from ordinary activities before tax (7-8)</b>	<b>2,787</b>	<b>2,239</b>	<b>5,235</b>	<b>4,111</b>	<b>10,736</b>	<b>(1,129)</b>	<b>1,974</b>	<b>(3,524)</b>	<b>6,377</b>	
10.	Provision for tax	537	440	858	887	2,942	(527)	525	(1,663)	1,881	
11.	<b>Net profit / (loss) from ordinary activities after tax (9-10)</b>	<b>2,250</b>	<b>1,799</b>	<b>4,385</b>	<b>3,224</b>	<b>7,794</b>	<b>(602)</b>	<b>1,449</b>	<b>(1,861)</b>	<b>4,496</b>	
12.	Share of minority interest	1,132	241	2,252	443	1,563	-	-	-	-	
13.	Share in (loss)/ profit of associates	-	-	-	-	-	-	-	-	-	
14.	<b>Net profit / (loss) (11-12+13)</b>	<b>1,118</b>	<b>1,558</b>	<b>2,133</b>	<b>2,781</b>	<b>6,231</b>	<b>(602)</b>	<b>1,449</b>	<b>(1,861)</b>	<b>4,496</b>	
15.	Paid-up Equity Share Capital (Face value Rs. 10/-)	17,820	13,273	17,820	13,273	13,402	17,820	17,820	17,820	13,402	
16.	Reserves (net of accumulated losses)	-	-	-	-	74,244	-	-	-	68,017	
17.	EPS (Not annualised)	0.77	1.19	1.48	2.13	4.68	(0.42)	1.09	(1.25)	3.38	
	(a) Basic EPS before and after Extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	0.77	1.19	1.48	2.13	4.68	(0.42)	1.09	(1.25)	3.38	
	(b) Diluted EPS before and after Extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	0.77	1.18	1.48	2.11	4.68	(0.42)	1.08	(1.25)	3.38	

(Rs. In Lakhs except per share data)

**DEN Networks Limited**  
**UNAUDITED FINANCIAL RESULTS**  
**FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2013**

Part-I	Consolidated						Statement			Year ended 31.03.2013 (Audited)	
	Quarter ended 30.09.2013 (Unaudited)	Quarter ended 30.09.2012 (Unaudited)	Half year ended 30.09.2013 (Unaudited)	Half year ended 30.09.2012 (Unaudited)	Year ended 31.03.2013 (Audited)	Quarter ended 30.09.2013 (Unaudited)	Quarter ended 30.06.2013 (Unaudited)	Quarter ended 30.09.2012 (Unaudited)	Half year ended 30.09.2012 (Unaudited)		Half year ended 30.09.2013 (Unaudited)
<b>Part-II</b>											
<b>A</b>											
<b>Particulars of shareholding</b>											
1. Aggregate of Public shareholding											
(a) Number of Shares	106,839,386	75,130,002	106,839,386	61,369,555	62,663,681	106,839,386	75,130,002	61,369,555	196,839,386	196,839,386	62,663,681
(b) Percentage of Shareholding	59.95	51.29	59.95	46.24	46.76	59.95	51.29	46.24	59.95	59.95	46.76
(c) Face Value per share (Rs.)	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-	Rs. 10/-
2. Promoters and promoter group Shareholding											
a) Pledged/Encumbered											
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered											
- Number of shares	71,360,420	71,360,420	71,360,420	71,360,420	71,360,420	71,360,420	71,360,420	71,360,420	71,360,420	71,360,420	71,360,420
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	40.05	48.71	40.05	53.76	53.24	40.05	48.71	53.76	40.05	40.05	53.24
<b>B</b>											
<b>INVESTOR COMPLAINTS</b>											
Pending at the beginning of the quarter	Nil										
Received during the quarter	2										
Disclosed during the quarter	2										
Remaining unresolved at the end of the quarter	Nil										



## Notes to the audited financial results:

- 1 Consolidated and Standalone financial results of the Company for the quarter and half year ended September 30, 2013 have been reviewed by the Audit Committee of the Board and have been approved by the Board of Directors at their respective meetings held on November 12, 2013.
- 2 The Statutory Auditors of the Company have carried out the Limited Review of the standalone financial results of the Company for the quarter and half year ended September 30, 2013.
- 3 This statement of financial results has been prepared by applying the accounting policies as adopted in the last audited annual financial statements for the year ended March 31, 2013.
- 4 The Company has issued and allotted 12,466,321 equity shares on May 10, 2013 for cash at a price of Rs. 217.50 (including share premium of Rs. 207.50 per equity share) aggregating to Rs. 27,114.25 lakhs by way of a Qualified Institutional Placement (QIP) under chapter VIII of SEBI (ICDR) Regulation, 2009. Out of the total proceeds, the Company has spent Rs. 981.21 lakhs towards issue expenses and the balance has been invested in fixed deposits and mutual funds.
- 5 The Company has issued and allotted 31,709,384 equity shares on September 27, 2013 for cash at a price of Rs. 217.50 (including share premium of Rs. 207.50 per equity share) aggregating to Rs. 68,967.91 lakhs by way of a Preferential Issue under Chapter VII of SEBI (ICDR) Regulation, 2009. Out of the total proceeds, the Company has spent Rs. 1,724.20 lakhs towards issue expenses and the balance has been invested in fixed deposits and mutual funds.
- 6 These consolidated results do not include the results of two subsidiary companies due to non availability of audited or management certified accounts of those subsidiaries. The management is of the view that the results of these subsidiaries are not significant in relation to the Consolidated results and accordingly will have no material impact on the results of the Group.
- 7 The Company has total investments of Rs. 45,767.70 lakhs in subsidiary companies and a joint venture company. Of these, the Company has investment of Rs. 3,771.99 lakhs and has balances of loans/advances of Rs. 647.17 lakhs in various subsidiary companies whose Net Worth as at September 30, 2013 (as per management certified accounts) has fully/substantially eroded. Of these, companies with investments aggregating to Rs. 298.51 lakhs and with balances of loans/advances of Rs. 179.91 lakhs, whose net worth is fully/substantially eroded have (as per management certified accounts), earned profits for the half year ended September 30, 2013. The management of the Company expects that these subsidiary companies will have positive cash flows to adequately sustain its operations in the foreseeable future. Having regard to the long term investment and strategic involvement no provision for diminution of these investments has been considered necessary.



Notes to the audited financial results:

8 The statement of assets and liabilities is as follows :

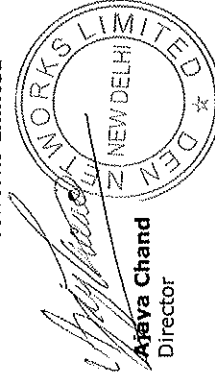
Particulars	(Rs. in lakhs)			
	Consolidated		Standalone	
	As at 30.09.2013 (Unaudited)	As at 31.03.2013 (Audited)	As at 30.09.2013 (Unaudited)	As at 31.03.2013 (Audited)
<b>A</b>				
<b>EQUITY AND LIABILITIES</b>				
<b>1 Shareholder's fund</b>				
(a) Share capital	18,095	13,527	17,748	13,277
(b) Reserves and surplus	165,443	74,245	155,220	68,017
	<b>183,538</b>	<b>87,772</b>	<b>172,968</b>	<b>81,294</b>
<b>2 Share application money pending allotment</b>	<b>584</b>	<b>573</b>	-	-
<b>3 Minority interest</b>	<b>10,620</b>	<b>9,101</b>	-	-
<b>4 Non-current liabilities</b>				
(a) Long-term borrowings	44,580	40,096	44,447	40,068
(b) Deferred tax liabilities (net)	489	478	-	143
(c) Other long-term liabilities	42	212	3	3
(d) Long-term provisions	809	703	581	464
	<b>45,919</b>	<b>41,489</b>	<b>45,031</b>	<b>40,678</b>
<b>5 Current liabilities</b>				
(a) Short-term borrowings	9,516	22,737	4,951	19,292
(b) Trade payables	36,168	34,925	21,823	12,278
(c) Other current liabilities	57,258	31,387	50,154	25,701
(d) Short-term provisions	146	119	18	21
	<b>103,088</b>	<b>89,168</b>	<b>76,946</b>	<b>57,292</b>
<b>TOTAL</b>	<b>343,748</b>	<b>228,103</b>	<b>294,945</b>	<b>179,264</b>
<b>B ASSETS</b>				
<b>1 Non-current assets</b>				
(a) Fixed assets				
(i) Tangible assets	96,572	73,234	56,561	49,127
(ii) Intangible assets	1,539	1,828	690	875
(iii) Capital work in progress	4,255	6,625	4,085	5,337
(b) Goodwill on consolidation	27,024	29,534	-	-
(c) Non-current investments	1,213	0	45,768	43,675
(d) Deferred tax assets (net)	5,113	3,073	1,520	-
(e) Long-term loans and advances	13,409	16,579	7,625	4,604
(f) Other non-current assets	804	4,293	7,059	7,472
	<b>149,929</b>	<b>135,166</b>	<b>123,308</b>	<b>111,090</b>
<b>2 Current assets</b>				
(a) Current investments	34,049	13,143	32,343	13,142
(b) Trade receivables	43,599	32,562	22,441	15,704
(c) Cash and bank balances	96,392	33,638	86,393	19,187
(d) Short-term loans and advances	11,545	8,924	10,089	10,226
(e) Other current assets	8,235	4,671	20,371	9,975
	<b>193,819</b>	<b>92,937</b>	<b>171,637</b>	<b>68,174</b>
<b>TOTAL</b>	<b>343,748</b>	<b>228,103</b>	<b>294,945</b>	<b>179,264</b>



**Notes to the audited financial results:**

- 9 Pursuant to TRAI notification, Digital Addressable System (DAS) was implemented in metropolitan cities of the country in phase I with effect from 1 November, 2012 and in 38 other cities in phase II with effect from 1 April, 2013. The Company is in the process of finalising the subscription fee to be billed to subscribers. Pending finalisation of such subscription fees, the Company has recognised subscription income on best estimates based on market trends and negotiations with distributors/ local cable operators. Based on its review of such estimates on a regular basis management is of the view that any change arising in the subscription fee once finalised will not have significant impact on the revenue of the Company for the current period.
- 10 The Company has opted to apply the provisions under paragraph 46A of Accounting Standard (AS) - 11 "The Effects of Change in Foreign Exchange Rates" with effect from April 1, 2013. Accordingly, during the quarter under review, exchange difference of Rs. 850.55 lakhs, arising on all long terms monetary items relating to the acquisition of depreciable assets are added to the cost of fixed assets/ capital work in progress as against Rs. 1,112.97 lakhs in previous quarter and will be depreciated over the balance useful life of the assets.
- 11 During the quarter under review, the Company has accounted for an unrealised foreign exchange fluctuation loss of Rs. 513.19 lakhs as against 1,000.49 lakhs in previous quarter on imported equipments; of which Rs. 238.10 lakhs has been included in operational, administrative and other costs as against Rs. 871.70 lakhs in previous quarter and Rs 275.09 lakhs has been included in interest and other financial charges as against Rs. 128.79 lakhs in previous quarter in accordance with paragraph 4(e) of Accounting Standard (AS) - 16 "Borrowing Costs".
- 12 The Company is engaged in the distribution of cable television and related services which is considered as the only reportable business segment. The company's operations are based in India.
- 13 The Company had issued and allotted 31,709,384 equity shares in terms of Chapter VII, ICDR Regulation, 2009 on September 27, 2013. These shares were listed and trading approval was received from National Stock Exchange on October 15, 2013 and BSE Limited on October 18, 2013.
- 14 The Department of Entertainment Tax has raised a demand of Rs. 827.05 lakhs against the Company towards entertainment tax on Digital Addressable System ("DAS") revenue, for the month of April & May 2013. The Company has preferred an appeal against the said demand. The management is confident that based on its own assessment and the legal advice so received, no entertainment tax is payable and accordingly no provision has been made against this demand.
- 15 The amounts for the previous periods have been reclassified/ regrouped to conform to the classifications adopted in the current quarter.

**For DEN Networks Limited**



**Ajaya Chand**  
Director

New Delhi  
November 12, 2013