

DEN Networks Limited
UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER, 2010

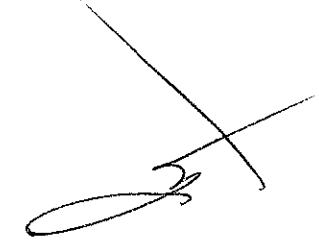
Particulars	Consolidated				Stand-alone				
	Quarter ended 30.09.2010 (Unaudited)	Quarter ended 30.09.2009 (Unaudited)	Half Year ended 30.09.2010 (Unaudited)	Half Year ended 30.09.2009 (Unaudited)	Quarter ended 30.09.2010 (Unaudited)	Quarter ended 30.09.2009 (Unaudited)	Half Year ended 30.09.2010 (Unaudited)	Half Year ended 30.09.2009 (Unaudited)	Year ended 31.03.2010 (Audited)
1. Revenue	25,364	22,378	49,962	43,755	8,002	7,821	15,525	15,496	32,826
(a) Income from operations	24,770	22,290	48,421	43,256	7,624	7,764	14,850	15,106	32,196
(b) Other operating income	594	88	1,541	499	378	57	675	390	630
2. Expenditure	23,340	21,279	45,976	41,274	7,941	7,462	15,616	14,751	29,538
(a) Operational, administrative and other costs	20,692	19,094	40,676	37,160	6,513	6,103	12,666	12,136	24,078
(b) Personnel cost	1,489	1,452	3,048	2,725	766	842	1,649	1,625	3,274
(c) Depreciation	1,159	733	2,252	1,389	662	517	1,301	990	2,186
3. Profit / (loss) from operations before other income, interest and exceptional items (1-2)	2,024	1,099	3,986	2,481	61	359	(91)	745	3,288
4. Other income	285	42	614	70	313	45	639	78	652
5. Profit / (loss) before interest and exceptional items (3+4)	2,309	1,141	4,600	2,551	374	404	548	823	3,940
6. Interest and other financial charges	447	496	942	965	438	491	906	959	1,930
7. Profit / (loss) from Ordinary activities before tax (5-6)	1,862	645	3,658	1,586	(64)	(87)	(358)	(136)	2,010
8. Provision for tax	167	385	268	733	-	7	(97)	19	(72)
9. Net profit / (loss) from ordinary activities after tax (7-8)	1,695	260	3,390	853	(64)	(94)	(261)	(155)	2,082
10. Share of Minority Interest	644	46	1,337	316	-	-	-	-	-
11. Net profit / (loss) (9-10)	1,051	214	2,053	537	(64)	(94)	(261)	(155)	2,082

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Particulars	Consolidated				Stand-alone				
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12. Paid-up Equity Share Capital (Face value Rs. 10/-)	13,049	11,192	13,049	11,192	13,049	11,192	13,049	11,192	13,049
13. Reserves (Net of accumulated losses)	62,480	26,134	62,480	26,134	59,291	25,537	59,291	25,537	59,553
14. EPS (Not annualised) (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) (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)	0.81	0.20	1.57	0.55	2.69	(0.05)	(0.20)	(0.16)	1.86
15. Aggregate of Public shareholding (a) Number of Shares (b) Percentage of Shareholding (c) Face Value per share (Rs.)	60,373,255 46.27 Rs. 10/-	N.A N.A N.A	60,373,255 46.27 Rs. 10/-	N.A N.A N.A	60,373,255 46.27 Rs. 10/-	N.A N.A N.A	60,373,255 46.27 Rs. 10/-	N.A N.A N.A	60,373,255 46.27 Rs. 10/-
16. Promoters and promoter group Shareholding a) Pledged/Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter - Percentage of shares (as a % of the total share capital of the company) b) Non-encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter - Percentage of shares (as a % of the total share capital of the company)	NII NII NII	NII NII NII	NII NII NII	NII NII NII	NII NII NII	NII NII NII	NII NII NII	NII NII NII	NII NII NII
17. Item exceeding 10% of Total Expenditure -Content Cost -Placement Cost	14,183 2,213	14,179 1,958	28,444 4,051	26,581 4,150	1,388 2,960	1,261 2,762	2,783 5,816	2,568 5,487	5,032 11,003

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Notes to the Financial Results:

1. The consolidated financial results and the standalone financial results of the company for the period ended September 30, 2010 have been reviewed by the Audit Committee of the Board and have been approved by the Board of Directors at its meeting held on November 12, 2010.
2. The Statutory Auditors of the Company have carried out the Limited Review of the above standalone financial results of the Company for the quarter ended September 30, 2010.
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 31 March, 2010.
4. The Initial Public Offer (IPO) proceeds have been utilised as per objects as stated in the Prospectus dated November 5, 2009 as under :-

Objects of the Issue	Proposed Utilisation	Actual Utilisation
Investment in the development of cable television infrastructure and services	21,000.00	2,487.98
Investment in the development of cable broadband infrastructure and services	2,500.00	97.57
Investment in acquisition of content and broadcasting rights.	1,000.00	139.00
Repayment of loans	4,000.00	3,686.84
Fund expenditure for general corporate purposes	5,258.10	5,203.02
Share Issue Expenses	2,687.50	2,687.50
	36,445.60	14,301.91

The unutilised balance of Rs. 22,143.69 lacs has been retained as Bank Balance and Investment in Mutual Funds.

5. There were no investor grievances pending as on 1 July, 2010. The company has received 2 complaints from Equity Shareholders during the quarter ended 30 September, 2010. All complaints were resolved during the quarter.
6. The company has not consolidated the results of a subsidiary company due to non availability of the management certified accounts. In the opinion of the management, the results are not significant to the Consolidated results.
7. The Company has investments of Rs. 1,035.2 lakhs and has balances of loans/advances of Rs. 49.3 lakhs in various subsidiary companies whose Net Worth as at 30 September, 2010 (as per management certified accounts) has been substantially eroded. The Company also has made investments of Rs. 1,482.1 lakhs and has balances of loans/advances of Rs. 302.8 lakhs in various subsidiary companies whose Net Worth as at 30 September, 2010 (as per management certified accounts) has been completely eroded. Majority of these Companies whose net worth is substantially or completely eroded have, based on the management certified accounts, earned profits for the half year ended 30 September, 2010. 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.
8. 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.

9. The statement of assets and liabilities is as follows :

S.No.	Particulars	(Rs. in Lakhs)	
		Consolidated As at 30.09.2010 (Unaudited)	Standalone As at 30.09.2010 (Unaudited)
1.	Shareholder's Fund		
	(a) Share Capital	13,049	13,049
	(b) Reserve and Surplus	62,480	61,052
2.	Preference Share Capital Issued by Subsidiary Company		
3.	Loan Funds	250	-
4.	Minority Interest	17,583	16,368
5.	Deferred Tax Liabilities (Net)	3,908	-
	TOTAL	97,816	90,469
6.	Fixed Assets*		
7.	Investments	50,863	17,246
8.	Deferred Tax Assets (Net)	9,087	38,707
9.	Current Assets, Loans and Advances:		
	(a) Sundry Debtors	26,939	12,503
	(b) Cash and Bank balances	22,548	16,151
	(c) Other current assets	4,797	1,073
	(d) Loans and Advances	16,884	14,910
	Less: Current Liabilities and Provisions	71,168	44,637
	(a) Liabilities	35,031	11,612
	(b) Provisions	421	270
10.	Net Current Assets Profit and Loss Account (Debit Balance)	35,452	11,882
	TOTAL	35,716	32,755
			1,761
		97,816	90,469

* Fixed Assets includes CWP and Goodwill on Consolidation

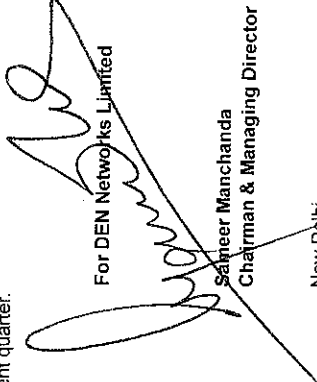
10. The amounts for the previous periods have been reclassified/ regrouped to conform to the classifications adopted in the current quarter.

In terms of our report attached
For **DELOITTE HASKINS & SELLS**
Chartered Accountants


JITENDRA AGARWAL
Partner

New Delhi
12th November, 2010

For DEN Networks Limited


Sameer Manchanda
Chairman & Managing Director

New Delhi
12th November, 2010