



Extraordinary Together

Date: November 11, 2021

The Listing Department  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street, Fort,  
Mumbai 400 001

**BSE Scrip Code Equity: 505537**  
**Preference: 717503**

The Listing Department  
National Stock Exchange of India Limited  
Exchange Plaza,  
Bandra Kurla Complex,  
Bandra (East), Mumbai – 400 051

**NSE Symbol: ZEEL EQ**  
**: ZEEL P2**

Dear Sirs,

**Sub: Outcome of the Board Meeting held on November 11, 2021**

In Compliance with the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ('Listing Regulations'), we would like to inform that the Board of Directors of the Company in its meeting held today i.e. November 11, 2021 has inter-alia approved Unaudited Financial Results of the Company and Limited Review Reports, both Standalone and Consolidated, for the quarter and half year ended September 30, 2021.

Copy of the said Unaudited Financial Results along with Earnings Release and Limited Review Certificate(s) issued by the Auditors of the Company are enclosed herewith.

The meeting of the Board of Directors commenced at 02:15 p.m. and concluded at 04:48 p.m.

Kindly take the above on record.

Thanking You,

Yours faithfully,  
For **Zee Entertainment Enterprises Limited**

Ashish Agarwal  
Chief Compliance Officer & Company Secretary  
FCS6669

Encl: As above

**Zee Entertainment Enterprises Limited**

Regd. Office : 18th Floor, A-Wing, Marathon Futurex, N.M. Joshi Marg, Lower Parel, Mumbai - 400 013, India  
P. +91 22 7106 1234 | F. +91 22 2300 2107 | CIN : L92132MH1982PLC028767 | www.zee.com



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ZEE ENTERTAINMENT ENTERPRISES LIMITED

CIN No : L92132MH1982PLC028767

Regd. Off: 18th Floor, A Wing, Marathon Futorex, N.M.Joshi Marg, Lower Parel, Mumbai - 400013

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## Standalone Balance Sheet

(₹ in Lakhs)

Particulars	As at 30-Sep-2021	As at 31-Mar-2021
	Unaudited	Audited
<b>A) Assets</b>		
<b>I) Non-current assets</b>		
(a) Property, plant and equipment	30,414	31,560
(b) Capital work-in-progress	1,691	1,201
(c) Investment property	5,154	5,202
(d) Goodwill	12,607	16,156
(e) Other Intangible assets	1,732	2,402
(f) Intangible assets under development	4,374	1,983
(g) Financial Assets		
(i) Investments		
a) Investments in subsidiaries	61,791	61,791
b) Other investments	5,321	6,572
(ii) Other financial assets	1,051	1,145
(h) Income-tax assets (net)	13,892	13,804
(i) Deferred tax assets (net)	23,807	24,094
(j) Other non-current assets	798	386
<b>Total non-current assets</b>	<b>162,632</b>	<b>166,296</b>
<b>II) Current assets</b>		
(a) Inventories	522,560	494,396
(b) Financial assets		
(i) Other investments	53,739	76,670
(ii) Trade receivables	183,593	177,206
(iii) Cash and cash equivalents	47,502	58,111
(iv) Bank balances other than (iii) above	14,852	4,221
(v) Loans	16,558	-
(vi) Other financial assets	36,230	42,121
(c) Other current assets	113,325	103,385
<b>Total current assets</b>	<b>988,359</b>	<b>956,110</b>
III) Non-current asset classified as held for sale (net) (Refer note 6)	13,206	5,872
<b>Total Assets (I + II + III)</b>	<b>1,164,197</b>	<b>1,128,278</b>
<b>EQUITY AND LIABILITIES</b>		
<b>A) Equity</b>		
(a) Equity Share capital	9,606	9,606
(b) Other equity	904,672	865,157
<b>Total equity</b>	<b>914,278</b>	<b>874,763</b>
<b>B) Liabilities</b>		
<b>I) Non-current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings		
Others	193	130
(ii) Lease liabilities	1,685	1,163
(b) Provisions	9,180	14,125
<b>Total non-current liabilities</b>	<b>11,058</b>	<b>15,418</b>
<b>II) Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings		
Redeemable preference shares	41,347	38,322
Others	102	87
(ii) Lease liabilities	1,274	1,086
(iii) Trade payables		
total outstanding dues of micro enterprises and small enterprises	26	46
total outstanding dues of creditors other than micro enterprises and small enterprises	136,556	129,218
(iv) Other financial liabilities	24,722	31,122
(b) Other current liabilities	22,947	26,629
(c) Provisions	3,304	949
(d) Income-tax liabilities (net)	8,583	10,638
<b>Total current liabilities</b>	<b>238,861</b>	<b>238,097</b>
<b>Total liabilities (I + II)</b>	<b>249,919</b>	<b>253,515</b>
<b>Total Equity and Liabilities (A + B)</b>	<b>1,164,197</b>	<b>1,128,278</b>

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Standalone financial results for the quarter and half year ended 30 September 2021

(₹ in Lakhs)

Particulars	Quarter ended on			Half year ended on		Year ended on
	30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
	Unaudited	Unaudited	Unaudited Restated (Refer note 4)	Unaudited	Unaudited Restated (Refer note 4)	Audited
1 Revenue from operations	182,367	160,939	158,021	343,306	274,576	666,535
2 Other income	3,375	3,290	3,642	6,665	4,922	26,235
<b>Total income [1 + 2]</b>	<b>185,742</b>	<b>164,229</b>	<b>161,663</b>	<b>349,971</b>	<b>279,498</b>	<b>692,770</b>
3 Expenses						
(a) Operational cost	83,724	79,813	72,959	163,537	130,700	296,133
(b) Employee benefits expense	16,312	17,977	16,090	34,289	32,409	68,555
(c) Finance costs	134	75	209	209	361	5,255
(d) Depreciation and amortisation expenses	2,786	2,832	3,709	5,618	8,183	14,575
(e) Fair value loss/(gain) on financial instruments at fair value through profit and loss	2,833	(5,569)	586	(2,736)	9,809	21,612
(f) Advertisement and publicity expenses	20,797	14,640	15,693	35,437	24,301	53,001
(g) Other expenses	13,989	12,342	19,554	26,331	30,177	60,753
<b>Total expenses [3(a) to 3(g)]</b>	<b>140,575</b>	<b>122,110</b>	<b>128,800</b>	<b>262,685</b>	<b>235,940</b>	<b>519,884</b>
4 Profit before tax and exceptional item [1 + 2 - 3]	45,167	42,119	32,863	87,286	43,558	172,886
5 Exceptional item (Refer note 6 and 8)	(1,400)	(370)	(9,710)	(1,770)	(9,710)	(12,664)
6 Profit before Tax [4 + 5]	43,767	41,749	23,153	85,516	33,848	160,222
7 Tax expense :						
(a) Current tax	10,874	10,415	7,723	21,289	10,752	51,041
(b) Current tax - earlier years	-	-	-	-	-	(998)
(c) Deferred tax	265	145	(758)	410	(873)	(1,895)
<b>Total tax expense [7(a) + 7(b) + 7(c)]</b>	<b>11,139</b>	<b>10,560</b>	<b>6,965</b>	<b>21,699</b>	<b>9,879</b>	<b>48,148</b>
8 Profit for the period / year [6 - 7]	32,628	31,189	16,188	63,817	23,969	112,074
9 Other comprehensive income / (loss)						
Items that will not be reclassified to profit or loss						
(a) (i) Re-measurement of defined benefit obligation	73	(470)	(32)	(397)	79	6
(ii) Fair value changes of equity instruments through other comprehensive income	(9)	16	63	7	60	59
(b) Income-tax relating to items that will not be reclassified to profit or loss	(18)	118	8	100	(20)	(1)
<b>Total other comprehensive income / (loss) [9(a) to 9(b)]</b>	<b>46</b>	<b>(336)</b>	<b>39</b>	<b>(290)</b>	<b>119</b>	<b>64</b>
10 Total comprehensive income [8 + 9]	32,674	30,853	16,227	63,527	24,088	112,138
11 Paid-up Equity share capital of ₹ 1/- each	9,606	9,606	9,605	9,606	9,605	9,606
12 Other equity						865,157
13 Earnings per share (not annualised) :						
Basic (₹)	3.40	3.25	1.69	6.64	2.50	11.67
Diluted (₹)	3.40	3.25	1.69	6.64	2.50	11.67

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## Standalone Statement of Cash Flow half year ended 30 September 2021

(₹ in Lakhs)

Particulars	30-Sep-21 Unaudited	30-Sep-20 Unaudited Restated (Refer note 4)
<b>A. Cash flow from operating activities</b>		
Profit before tax	85,516	33,848
Adjustments for:		
Depreciation and amortisation expense	5,618	8,183
Allowances for doubtful debts and advances	2,679	6,231
Exceptional item	1,770	9,710
Share based payment expense	2	14
Liabilities and excess provision written back	(362)	(258)
Adjustment on account of restatement due to common control acquisition (refer note 4)	-	(1,560)
Unrealised gain on exchange adjustments (net)	(34)	(94)
Profit on sale of property, plant and equipment (net)	(5)	(287)
Interest expenses	209	360
Fair value (gain)/loss on financial instruments at fair value through profit and loss	(2,736)	9,809
Dividend income	(2)	(824)
Net gain on sale of investments classified as fair value through profit and loss	(1,780)	(1,544)
Interest income	(1,939)	(860)
<b>Operating profit before working capital changes</b>	<b>88,936</b>	<b>62,728</b>
Adjustments for:		
(Increase) / Decrease in inventories	(28,164)	28,559
(Increase) / Decrease in trade and other receivables	(14,993)	18,398
(Decrease) in trade and other payables	(2,440)	(41,122)
<b>Cash generated from operations</b>	<b>43,339</b>	<b>68,563</b>
Direct taxes paid (net)	(23,442)	(22,638)
<b>Net cash flow from operating activities (A)</b>	<b>19,897</b>	<b>45,925</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment / capital work-in-progress	(4,475)	(3,112)
Purchase of intangible assets	(5,112)	(842)
Sale of property, plant and equipment / intangible assets	495	2,365
Loans given	(16,100)	-
Fixed deposit invested	(13,940)	(4,369)
Fixed deposit matured	3,750	9,625
Purchase of non-current investments	(134)	(3)
Proceeds from sale/redemption of non-current investments	604	1,555
Purchase of current investments	-	(79,533)
Proceeds from Sale / redemption of current investments	30,106	30,220
Dividend received from subsidiary company	-	820
Dividend received from others	2	4
Interest received	1,413	960
<b>Net cash flow from / (used in) investing activities (B)</b>	<b>(3,391)</b>	<b>(42,310)</b>
<b>C. Cash flow from financing activities</b>		
Payment of lease liability	(890)	(827)
Proceeds from borrowings	155	30
Repayment of borrowings	(77)	(53)
Dividend paid on equity shares	(24,013)	(2,897)
Dividend paid on Redeemable Non-Convertible Preference Shares	(2,232)	(5,823)
Interest paid	(58)	(90)
<b>Net cash flow (used in) financing activities (C)</b>	<b>(27,115)</b>	<b>(9,660)</b>
<b>Net cash flow during the period (A+B+C)</b>	<b>(10,609)</b>	<b>(6,045)</b>
Cash and cash equivalents at the beginning of the period	58,111	38,264
<b>Cash and cash equivalents at the end of the period</b>	<b>47,502</b>	<b>32,219</b>

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**Notes to standalone financial results**

1. The unaudited standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 11 November 2021. These results have been subjected to limited review carried out by the Statutory Auditors.
2. The unaudited standalone financial results have been prepared in accordance with the recognition and measurement principles provided in Indian Accounting Standard (Ind AS) 34 on 'Interim Financial Reporting', the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.
3. In relation to the listed 6% Cumulative Redeemable Non-convertible Preference Shares (ISIN : INE256A04022) of the Company, the following information is disclosed as per Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

(₹ in lakhs)

Particulars	30 September 2021	31 March 2021
Outstanding listed redeemable preference shares 2,016,942,312 of Rs. 2 each (Paid-up value) (31 March 2021 : 2,016,942,312 of Rs. 2 each)#	40,339	40,339
Net worth** as at	955,625	913,085
Cumulative profit for the six months/year ended*	63,817	112,074
Free reserves as at	729,940	690,432
Securities premium account balance as at	-	-
Dividend payment on Preference Shares for the financial year 2021-22 and 2020-21 paid before the due date	-	4,668
Breach of any covenants under the terms of non-convertible preference shares for the year ended	Nil	Nil
Credit rating by Brickworks rating for the period/year ended	'BWR A' Credit watch with negative implications	
Next due date for the payment of dividend	5 March 2022	
Previous due date for the payment of dividend	15 April 2021	
Amount of dividend and principal payable	As per terms of issue dividend @6% p.a. is payable on preference shares and the 20% of the principal value i.e. Rs. 2 per preference share is due for redemption in March 2022	

\*Excludes other comprehensive income

\*\* Includes 6% Cumulative Redeemable Non-convertible preference share capital of Rs. 41,347 Lakhs as at 30 September 2021 and Rs. 38,322 Lakhs as at 31 March 2021.

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# Total Borrowing of the Company as at 30 September 2021 was Rs 40,634 lakhs including Redeemable Bonus preference shares of Rs 40,339 lakhs as Redeemable preference shares forms part of the borrowings as per Ind AS. Accordingly, actual outstanding borrowing of the Company as at 30 September 2021 was Rs 295 lakhs i.e less than Rs 10,000 lakhs. Hence, Mandatory borrowing to be done through issuance of debt securities was not required.

**Ratios:**

Particulars	Sep-21	Mar-21
Debt Equity	0.05	0.04
Debt Service coverage Ratio	1,187	4
Interest Service Coverage Ratio	8,553	31
Capital Redemption Reseve / Debenture Redemption Reserve	161,970	161,970
Current Ratio	4.14	4.02
Long term Debt to Working Capital	0.00	0.00
Bad debts to Accounts Receivable	-	-
Current liability Ratio	0.96	0.94
Total Debts to Total Assets	0.04	0.03
Debtors turnover (annualised)	96	105
Inventory turnover (annualised)	567	576
Operating Margin %	24%	28%
Net profit Margin %	25%	24%

4. During the previous year, the Board of Directors of the Company had approved acquisition of film production and distribution business from Zee Studios Limited (ZSL) (a wholly owned subsidiary of the Company) (formerly known as Essel Vision Productions Limited) on a slump sale basis. During the year ended 31 March 2021, the business transfer agreement was executed and is effective from close of business hours as at 28 February 2021.

As per the business transfer agreement the Film business undertaking of ZSL comprising of film production and distribution business and related assets and liabilities was acquired, on a going concern basis, for a consideration of Rs 26,949 lakhs (after working capital adjustments).

Consequently, the effect of the aforesaid acquisition has been given in the financial results for the quarter and year ended 31 March 2021 in accordance with Appendix C of the Indian Accounting Standard (Ind AS) 103 on 'Business Combinations' relating to accounting for common control business combinations. The Ind AS requires the comparative accounting period(s) presented in the financial results be restated for the accounting impact of acquisition of the film production and distribution business, as if the transfer had occurred from the beginning of the comparative period(s) presented in the financial results. Accordingly, figures for quarter and half year ended 30 September 2020 have been restated.

5. The Company operates in a single reporting segment namely 'Content and Broadcasting'.

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6. During the year ended 31 March 2021, the Board of Directors of the Company had approved the sale of digital publishing business to Rapidcube Technologies Private Limited, a related party, subject to regulatory and other approvals. Based on the binding quote received for this sale, the Company had assessed the carrying value of Goodwill relating to the aforesaid business and accordingly, accounted for an impairment charge of Rs 2,654 lakhs in the quarter and year ended 31 March 2021 and disclosed the same as 'Exceptional item'. During the quarter, the Company has received the aforesaid approvals and accordingly, has classified and disclosed the assets relating to said business aggregating Rs 7,471 lakhs under 'Non-current asset classified as held for sale'. The Company is in the process of executing the business transfer agreement.
7. The outbreak of the Corona virus (COVID-19) pandemic has spread globally and in India, which has affected economic activities. The impact on the results for the quarter and half year ended 30 September 2021 is primarily due to restrictions caused by the COVID-19 on the business activities. Hence, the results for the quarter and half year ended 30 September 2021 are not strictly comparable with the results of the earlier periods presented.

Since early March 2021, India has witnessed a second wave of COVID-19 with sudden rise in COVID-19 cases across India. This led to imposing lockdown like restrictions across the country and impacted the economic activity.

During the period, on account of the ongoing COVID-19 pandemic, the Company has incurred additional costs aggregating Rs 364 lakhs and Rs 3,070 lakhs for quarter and half year ended 30 September 2021 respectively relating to shifting of shooting locations to ensure uninterrupted operations.

The Company has assessed the impact of this pandemic and the same has been incorporated in the plans going forward. In addition to the aforesaid assessment and review of the current indicators of future economic conditions, the Company has also taken various steps aimed at augmenting liquidity, conserving cash including various cost saving initiatives, and sale of non-core and other assets.

Based on the assessment and steps being taken, the Company expects no further adjustments to the carrying amounts of the property plant and equipment, intangible assets (including goodwill), investments, receivables, inventory and other current assets, as at 30 September 2021.

As a result of the growing uncertainties with respect to COVID-19, the impact of this pandemic may be different from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor any material changes to future economic condition.

8. During earlier years, the Company had provided commitments for funding shortfalls in Debt Service Reserve Account (DSRA guarantee) in relation to certain financial facilities availed from banks by Siti Networks Limited (SNL), a related party, including certain facilities availed when the cable business undertaking was part of the Company before its demerger into SNL. The loan outstanding of SNL as at 30 September 2021 which is backed by DSRA guarantee is Rs 20,090 lakhs. On account of defaults made in repayments by SNL, during the year



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ended 31 March 2021, the Company has received demand notices/communications from the banks/representatives calling upon the Company to honor the obligations under the DSRA guarantee.

The Company has also been informed that SNL is in active discussions with the banks for renegotiating the repayment terms and also restructuring/rescheduling of its' facilities. The Company has also obtained legal advice about its obligations under the terms of the DSRA guarantee and for the demand raised by IndusInd Bank in respect of the DSRA guarantee which is sub-judice before the Hon'ble Delhi High Court. Additionally, the Company has undertaken credit risk evaluation of SNL, including future cash flow assessments.

Based on the aforesaid, as a matter of abundant caution, the Company had estimated and accounted the liability aggregating Rs. 10,010 lakhs during the year ended 31 March 2021 (Rs 9,710 Lakhs for quarter and half year ended 30 September 2020). Further, during the half year ended 30 September 2021, the Company has estimated and accounted additional liability of Rs. 1,770 lakhs (Rs 1,400 lakhs for the quarter ended 30 September 2021 and Rs 370 lakhs for the quarter ended 30 June 2021). Further, the Company has provided for the receivable from SNL of the aforesaid amount and disclosed the same as 'Exceptional item'.

The Company has collected the receivables relating to the revenue accounted during the current quarter and half year ended 30 September 2021. As a matter of abundant caution the Company had, in the quarter ended 30 September 2020, also provided for the overdue trade receivables from SNL aggregating Rs. 8,120 lakhs.

9. ATL Media Limited (ATL), an overseas wholly owned subsidiary of the Company is engaged in broadcasting business. Living Entertainment Limited, Mauritius (LEL), a related party of the Company, is a content provider. During the financial year ended 31 March 2016, ATL had entered into a Put Option agreement with LEL to purchase the issued share capital held by LEL to the extent of 64.38% in Veria International Limited (VIL) (another related party of the Company) at an exercise price of \$ 105 million, the exercise period of the Put Option was from the agreement date till the expiry date, i.e. 30 July 2019. In order to secure a borrowing from Axis Bank Limited and Yes Bank Limited (Bank), LEL had assigned all its right, title, benefit and interest under the said Put Option agreement in favour of Axis Bank, DIFC Branch, the security trustee for the benefit of Axis Bank Limited and Yes Bank Limited. Based on certain representations made by LEL, the Put Option agreement was renewed and amended by the parties (ATL and LEL) on 29 July 2019 and extended till 30 December 2026, and the exercise price was set at \$52.50 million (Rs 38,960 lakhs as at 30 September 2021, Rs 38,997 lakhs as at 30 June 2021, Rs. 38,483 lakhs as at 31 March 2021) for the same quantum of shares and LEL extended the assignment of the Put Option to the security trustee.

During the financial year ended 31 March 2020, the Bank invoked the Put Option pursuant to the assignment and demanded ATL to pay the exercise price. Subsequently, upon inquiry, ATL became aware of certain misrepresentations by LEL at the time of renewal of the Put Option agreement and consequently, ATL has rescinded the Put Option from the renewal date of the Put Option agreement and also filed a suit against LEL and the security trustee of the said Bank (security trustee subsequently excluded in the amended plaint filed during the quarter ended 30 September 2021) in the Hon'ble Supreme Court of Mauritius for inter-alia declaration that the amended Put Option agreement has been properly rescinded and no longer binding and enforceable. The matter is now sub-judice in Mauritius.

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In May 2016, the Company had issued a Letter of Comfort (LOC) to the said Bank confirming its intention, among other matters, to support ATL by infusing equity/debt for meeting all its working capital requirements, debt requirements, business expansion plans, honouring the Put Option, take or pay agreements and guarantees. The Company has received communication from the Bank mentioning defaults committed by LEL in repayment of their loans to the Bank and calling upon the Company to support ATL in connection with honouring the Put Option. However, the Bank and LEL remained in discussion to settle the borrowing.

The Company is of the view, based on legal advice, that the LOC neither provides any guarantee, commitment or assurance to pay the Bank. On 26 June 2020, the Bank filed a plaint seeking ad-interim relief in the Hon'ble High Court of Bombay on the grounds that the aforesaid LOC provided to the Bank is a financial guarantee. The Hon'ble High Court of Bombay, vide Orders dated 30 June 2020 and 19 August 2020 has refused/dismitted the ad-interim relief sought by the Bank, including as part of the appeal proceedings filed by the Bank that were in favour of the Company. The primary suit filed by the Bank on 26 June 2020 is yet to be heard by the Hon'ble High Court of Bombay.

The Management has assessed the nature of the LOC and based on legal advice obtained, the LOC has not been considered as a financial guarantee by the Management, which would require recognition of a liability in the books of account of the Company. Further, based on an independent valuation of ATL obtained, the Management has determined that the LOC also does not result in any executory contract that is onerous on the Company which requires any recognition of liability in the books of account of the Company.

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10. During the current quarter, the Company has sold 51% Equity shares of one of its subsidiary, Fly-By-Wire International Private Limited.
11. During the half year ended 30 September 2021, the Company has issued and allotted 11,240 Equity shares upon conversion of Stock Options granted under the Company's ESOP Scheme. Consequent to this allotment the Paid-up Equity share capital of the Company stands increased to 960,515,715 Equity Shares of Rs. 1/- each i.e. Rs. 9,606 Lakhs.

For and on behalf of the Board

**Zee Entertainment Enterprises Limited**

**Punit Goenka**  
Managing Director & CEO

Place: London

Date: 11 November 2021

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM  
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
ZEE ENTERTAINMENT ENTERPRISES LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of Zee Entertainment Enterprises Limited (the Company), for the quarter and half year ended 30 September 2021 (the Statement), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind AS) 34 on 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 on 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended,

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including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. The Company acquired the film production and distribution business from Zee Studios Limited (a wholly owned subsidiary of the Company) with effect from 1 March 2021, as explained in note 4 to the financial results. The financial information of the said film production and distribution business for the quarter and half year ended 30 September 2020, prepared in accordance with Ind AS and generally accepted accounting principles in India, have been reviewed by the statutory auditors of Zee Studios Limited. The adjustments made to the previously issued financial results of the Company for the quarter and half year ended 30 September 2020, giving effect to the above mentioned acquisition, in accordance with Appendix C of Ind AS 103 which deals with Business Combinations of entities under common control, have been reviewed by us.

Our report on the Statement is not modified in respect of this matter.

For Deloitte Haskins & Sells LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



A. B. Jani  
Partner  
Membership No. 46488  
UDIN: 21046488AAAAES2501

Mumbai, 11 November 2021



## Consolidated Balance Sheet

Particulars	(₹ in Lakhs)	
	As at 30-Sep-2021 Unaudited	As at 31-Mar-2021 Audited
<b>ASSETS</b>		
<b>I) Non-current assets</b>		
(a) Property, plant and equipment	55,389	58,090
(b) Capital work-in-progress	1,789	1,294
(c) Investment property	5,149	5,199
(d) Goodwill	34,483	38,038
(e) Other Intangible assets	17,784	17,794
(f) Intangible assets under development	7,895	6,252
(g) Financial Assets		
(i) Investments		
(a) Investments in associates	45	38
(b) Investments in joint ventures	156	157
(c) Other investments	2,615	2,962
(ii) Other financial assets	3,214	3,473
(h) Income-tax assets (net)	38,124	42,293
(i) Deferred tax assets (net)	34,356	31,509
(j) Other non-current assets	3,109	2,272
<b>Total non-current assets</b>	<b>204,108</b>	<b>209,371</b>
<b>II) Current assets</b>		
(a) Inventories	562,993	540,304
(b) Financial assets		
(i) Other Investments	48,240	76,672
(ii) Trade receivables	193,104	194,515
(iii) Cash and cash equivalents	97,025	104,846
(iv) Bank balances other than (iii) above	14,976	4,221
(v) Other financial assets	36,560	34,178
(c) Other current assets	125,311	110,346
<b>Total current assets</b>	<b>1,078,209</b>	<b>1,065,082</b>
III) Non-current assets classified as held for sale (net) (Refer note 3)	13,474	7,419
<b>Total Assets (I + II+III)</b>	<b>1,295,791</b>	<b>1,281,872</b>
<b>EQUITY AND LIABILITIES</b>		
<b>A) Equity</b>		
(a) Equity Share capital	9,606	9,606
(b) Other equity	1,025,359	999,845
<b>Equity attributable to shareholders (a) + (b)</b>	<b>1,034,965</b>	<b>1,009,451</b>
Non controlling interests	(102)	1,292
<b>Total equity</b>	<b>1,034,863</b>	<b>1,010,743</b>
<b>B) Liabilities</b>		
<b>I) Non current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings		
Others	231	140
(ii) Lease liabilities	2,611	1,813
(b) Provisions	10,467	15,459
<b>Total non-current liabilities</b>	<b>13,309</b>	<b>17,412</b>
<b>II) Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings		
Redeemable preference shares	41,347	38,322
Others	116	100
(ii) Lease liabilities	1,627	1,937
(iii) Trade payables	140,186	139,818
(iv) Other financial liabilities	26,913	32,948
(b) Other current liabilities	25,031	28,113
(c) Provisions	4,016	1,629
(d) Income-tax liabilities (net)	8,383	10,850
<b>Total current liabilities</b>	<b>247,619</b>	<b>253,717</b>
<b>Total liabilities (I + II)</b>	<b>260,928</b>	<b>271,129</b>
<b>Total Equity and Liabilities (A + B)</b>	<b>1,295,791</b>	<b>1,281,872</b>



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Consolidated financial results for the quarter and half year ended 30 September 2021

(₹ in Lakhs)

Particulars	Quarter ended on			Half year ended on		Year ended on
	30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Revenue from operations						
(a) Advertisement revenue	108,929	92,661	90,279	201,590	132,385	374,884
(b) Subscription revenue	78,851	81,305	80,029	160,156	159,772	324,298
(c) Other sales and services	10,099	3,532	1,962	13,631	11,316	73,810
2 Other income	3,168	3,358	3,791	6,526	6,429	11,043
<b>Total income [1(a) to 1(c) + 2]</b>	<b>201,047</b>	<b>180,856</b>	<b>176,061</b>	<b>381,903</b>	<b>309,902</b>	<b>784,035</b>
3 Expenses						
(a) Operational cost	90,368	86,636	83,419	177,004	149,198	375,047
(b) Employee benefits expense	20,381	22,804	19,667	43,185	39,679	81,831
(c) Finance costs	219	193	131	412	583	5,708
(d) Depreciation and amortisation expense	5,982	5,896	6,514	11,878	13,699	26,492
(e) Fair value loss on financial instruments at fair value through profit and loss	887	974	2,073	1,861	13,306	19,622
(f) Advertisement and publicity expenses	24,492	17,814	17,603	42,306	28,712	61,665
(g) Other expenses	21,418	15,845	20,214	37,263	32,524	75,439
<b>Total expenses [3(a) to 3(g)]</b>	<b>163,747</b>	<b>150,162</b>	<b>149,621</b>	<b>313,909</b>	<b>277,701</b>	<b>645,804</b>
4 Profit before share of profit/(loss) of associates and joint ventures, exceptional item and taxes [ 1 + 2 - 3 ]	37,300	30,694	26,440	67,994	32,201	138,231
5 Share of profit/(loss) of associates/joint ventures	4	1	8	5	12	(10)
6 Profit before exceptional items and tax [ 4 + 5 ]	37,304	30,695	26,448	67,999	32,213	138,221
7 Exceptional items (Refer note 3 and 5)	(1,400)	(370)	(9,710)	(1,770)	(9,710)	(12,664)
8 Profit before tax [ 6 + 7 ]	35,904	30,325	16,738	66,229	22,503	125,557
9 Tax expense :						
(a) Current tax - current year	11,176	10,433	8,223	21,609	11,130	51,621
(b) Current tax - earlier years	-	-	-	-	-	(1,005)
(c) Deferred tax	(1,880)	(986)	(826)	(2,866)	(896)	(4,363)
<b>Total tax expense [9(a) + 9(b) + 9(c)]</b>	<b>9,296</b>	<b>9,447</b>	<b>7,397</b>	<b>18,743</b>	<b>10,234</b>	<b>46,253</b>
10 Profit for the period/year [ 8 - 9 ]	26,608	20,878	9,341	47,486	12,269	79,304
11 Other comprehensive income/(loss)						
(A) Items that will not be reclassified to profit or loss						
(a) (i) Re-measurement of defined benefit obligation	67	(478)	(28)	(411)	82	(24)
(ii) Fair value changes of equity instruments through other comprehensive income	(9)	16	63	7	60	62
(b) Income-tax relating to items that will not be reclassified to profit or loss	(17)	120	7	103	(21)	5
(B) Items that will be reclassified to profit or loss						
(a) Exchange differences on translation of financial statements of foreign operations	(550)	1,903	(2,825)	1,353	(1,833)	(2,142)
<b>Total other comprehensive (loss) / income [ 11(A) + 11(B)]</b>	<b>(509)</b>	<b>1,561</b>	<b>(2,783)</b>	<b>1,052</b>	<b>(1,712)</b>	<b>(2,099)</b>
12 Total comprehensive income [ 10 + 11 ]	26,099	22,439	6,558	48,538	10,557	77,205
13 Profit for the year attributable to :						
Shareholders of the Company	27,016	21,374	9,407	48,390	12,444	80,005
Non-controlling interests	(408)	(496)	(66)	(904)	(175)	(701)
14 Total comprehensive income attributable to						
Shareholders of the Company	26,507	22,935	6,624	49,442	10,732	77,906
Non-controlling interests	(408)	(496)	(66)	(904)	(175)	(701)
15 Paid-up Equity share capital of ₹ 1/- each	9,606	9,606	9,605	9,606	9,605	9,606
16 Other equity						999,845
17 Earnings per Share (not annualised) :						
Basic (₹)	2.81	2.23	0.98	5.04	1.30	8.33
Diluted (₹)	2.81	2.23	0.98	5.04	1.30	8.33



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## Consolidated Statement of Cash Flow for half year ended 30 September 2021

(` in Lakhs)

Particulars	30-Sep-21	30-Sep-20
	Unaudited	Unaudited
<b>A. Cash flow from operating activities</b>		
Profit before tax	66,229	22,503
Adjustments for:		
Depreciation and amortisation expense	11,878	13,699
Allowances for doubtful debts and advances	6,918	4,820
Exceptional item	1,770	9,710
Share based payment expense	2	14
Liabilities and excess provision written back	(367)	(821)
Unrealised gain on exchange adjustments (net)	(34)	(94)
Loss/(Profit) on sale of property, plant and equipment (net)	34	(313)
Interest expenses	412	583
Profit on sale of investments	(1,400)	(656)
Fair value loss on financial instruments at fair value through profit and loss	1,861	13,306
Share of profit in associates and joint ventures	(5)	(12)
Dividend income	-	(4)
Interest income	(1,152)	(1,101)
<b>Operating profit before working capital changes</b>	<b>86,146</b>	<b>61,634</b>
Adjustments for:		
(Increase) / Decrease in inventories	(22,568)	13,727
(Increase) / Decrease in trade and other receivables	(24,198)	32,757
(Decrease) in trade and other payables	(8,219)	(29,160)
<b>Cash generated from operations</b>	<b>31,161</b>	<b>78,958</b>
Direct taxes paid (net)	(19,902)	(23,349)
<b>Net cash flow from operating activities (A)</b>	<b>11,259</b>	<b>55,609</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment / capital work-in-progress	(5,108)	(3,615)
Purchase of intangible assets	(8,705)	(4,218)
Sale of property, plant and equipment / intangible assets	584	3,302
Fixed deposit invested	(13,944)	(8,739)
Fixed deposit matured	3,754	14,734
Purchase of non-current investments	(130)	(270)
Proceeds from sale of non-current investments	601	-
Purchase of current investments	-	(79,533)
Proceeds from sale / redemption of current investments	30,108	30,460
Dividend received	-	1,763
Interest received	1,083	1,085
<b>Net cash flow from / (used in) investing activities (B)</b>	<b>8,243</b>	<b>(45,031)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from borrowings	155	30
Repayment of lease liabilities	(985)	(1,762)
Repayment of borrowings	(48)	(53)
Dividend paid on equity shares and tax thereon	(24,010)	(2,897)
Dividend paid on Redeemable Non-Convertible Preference Shares	(2,232)	(5,823)
Interest paid	(412)	(583)
<b>Net cash flow (used in) financing activities (C)</b>	<b>(27,532)</b>	<b>(11,088)</b>
<b>Net cash flow during the period (A+B+C)</b>	<b>(8,030)</b>	<b>(510)</b>
Effect of exchange differences on translation of foreign currency cash and cash equivalents	209	(450)
Cash and cash equivalents at the beginning of the period	104,846	55,290
<b>Cash and cash equivalents at the end of the period</b>	<b>97,025</b>	<b>54,330</b>

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### Notes to consolidated financial results

1. The unaudited consolidated financial results of Zee Entertainment Enterprises Limited (Parent/Company) and its subsidiaries (collectively referred as the Group) and its share of the profit/(loss) of its joint venture and associate have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 11 November 2021. These results have been subjected to limited review carried out by the Statutory Auditors.
2. The unaudited consolidated financial results have been prepared in accordance with the recognition and measurement principles provided in Indian Accounting Standard (Ind AS) 34 on 'Interim Financial Reporting', the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.
3. During the year ended 31 March 2021, the Board of Directors of the Company had approved the sale of digital publishing business to Rapidcube Technologies Private Limited, a related party, subject to regulatory and other approvals. Based on the binding quote received for this sale, the Company had assessed the carrying value of Goodwill relating to the aforesaid business and accordingly, accounted for an impairment charge of Rs 2,654 lakhs in the quarter and year ended 31 March 2021 and disclosed the same as 'Exceptional item'. During the quarter, the Company has received the aforesaid approvals and accordingly, has classified and disclosed the assets relating to said business aggregating Rs 7,471 lakhs under 'Non-current asset classified as held for sale'. The Company is in the process of executing the business transfer agreement.
4. The outbreak of the Corona virus (COVID-19) pandemic has spread globally and in India, which has affected economic activities. The impact on the results for the quarter and half year ended 30 September 2021 is primarily due to restrictions caused by the COVID-19 on the business activities. Hence, the results for the quarter and half year ended 30 September 2021 are not strictly comparable with the results of the earlier periods presented.

Since early March 2021, India has witnessed a second wave of COVID-19 with sudden rise in COVID-19 cases across the country. This led to imposing lockdown like restrictions across the country and impacted the economic activity.

During the period, on account of the ongoing COVID-19 pandemic, the Group has incurred additional costs aggregating Rs 539 lakhs and Rs 3,245 lakhs for quarter and half year ended 30 September 2021 respectively relating to shifting of shooting locations to ensure uninterrupted operations.

The Group has assessed the impact of this pandemic and the same has been incorporated in the plans going forward. In addition to the aforesaid assessment and review of the current indicators of future economic conditions, the Group has also taken various steps aimed at augmenting liquidity, conserving cash including various cost saving initiatives, and sale of non-core and other assets.

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Based on the assessment and steps being taken, the Group expects no further adjustments to the carrying amounts of the property plant and equipment, intangible assets (including goodwill), investments, receivables, inventory and other current assets, as at 30 September 2021.

As a result of the growing uncertainties with respect to COVID-19, the impact of this pandemic may be different from that estimated as at the date of approval of these financial results. The Group will continue to closely monitor any material changes to future economic condition.

5. During earlier years, the Company had provided commitments for funding shortfalls in Debt Service Reserve Account (DSRA guarantee) in relation to certain financial facilities availed from banks by Siti Networks Limited (SNL), a related party, including certain facilities availed when the cable business undertaking was part of the Company before its demerger into SNL. The loan outstanding of SNL as at 30 September 2021 which is backed by DSRA guarantee is Rs 20,090 lakhs. On account of defaults made in repayments by SNL, during the year ended 31 March 2021, the Company has received demand notices/communications from the banks/representatives calling upon the Company to honor the obligations under the DSRA guarantee.

The Company has also been informed that SNL is in active discussions with the banks for renegotiating the repayment terms and also restructuring/rescheduling of its' facilities. The Company has also obtained legal advice about its obligations under the terms of the DSRA guarantee and for the demand raised by IndusInd Bank in respect of the DSRA guarantee which is sub-judice before the Hon'ble Delhi High Court.

Additionally, the Company has undertaken credit risk evaluation of SNL, including future cash flow assessments.

Based on the aforesaid, as a matter of abundant caution, the Company had estimated and accounted the liability aggregating Rs. 10,010 lakhs during the year ended 31 March 2021 (Rs 9,710 Lakhs for quarter and half year ended 30 September 2020). Further, during the half year ended 30 September 2021, the Company has estimated and accounted additional liability of Rs. 1,770 lakhs (Rs 1,400 lakhs for the quarter ended 30 September 2021 and Rs 370 lakhs for the quarter ended 30 June 2021). Further, the Company has provided for the receivable from SNL of the aforesaid amount and disclosed the same as 'Exceptional item'.

The Company has collected the receivables relating to the revenue accounted during the current quarter and for the half year ended 30 September 2021. As a matter of abundant caution the Company had, in the quarter ended 30 September 2020, also provided for the overdue trade receivables from SNL aggregating Rs. 8,120 lakhs.

6. ATL Media Limited (ATL), an overseas wholly owned subsidiary of the Company incorporated in Mauritius, is engaged in broadcasting business. Living Entertainment Limited, Mauritius (LEL), a related party of the Company, is a content provider. During the financial year ended 31 March 2016, ATL had entered into a Put Option agreement with LEL to acquire the issued share capital to the extent of 64.38% held by LEL in Veria International Limited (VIL) (another related party of the Group) at an exercise price of \$ 105 million.

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The exercise period of the Put Option was from the agreement date till the expiry date, i.e. 30 July 2019. In order to secure a borrowing, from Axis Bank Limited and Yes Bank Limited (Bank), LEL had assigned all its right, title, benefit and interest under the said Put Option agreement in favour of Axis Bank DIFC branch, the security trustee for the benefit of Axis Bank Limited and Yes Bank Limited. The Put Option agreement was amended and renewed by the parties (ATL and LEL) on 29 July 2019 and extended till 30 December 2026 based on certain representations made by LEL and the exercise price was set at \$52.50 million (Rs 38,960 lakhs as at 30 September 2021, Rs 38,997 lakhs as at 30 June 2021, Rs. 38,483 lakhs as at 31 March 2021) for the same quantum of shares as per the earlier Put Option agreement and LEL extended the assignment of the Put Option to the security trustee.

During the financial year ended 31 March 2020, the Bank invoked the Put Option pursuant to the assignment and demanded ATL to pay the exercise price. Subsequently, upon inquiry, ATL became aware of certain misrepresentations by LEL at the time of renewal of the Put Option agreement and consequently, ATL has rescinded the Put Option from the renewal date of the Put Option agreement and also filed a suit against LEL and the security trustee of the said Bank (security trustee subsequently excluded in the amended plaint filed during the quarter ended 30 September 2021) in the Hon'ble Supreme Court of Mauritius for inter-alia declaration that the amended Put Option agreement has been properly rescinded and no longer binding and enforceable. The matter is now sub-judice in Mauritius.

ATL does not consider that any liability will devolve on it and hence has not recognized any liability towards the fair value of the Put Option in its books of account. Further, the Management of ATL has determined that based on valuation reports of VIL provided by LEL annually for subsequent periods up till 31 March 2019, the value of the underlying shares in VIL was higher than the exercise price and hence no amount was required to be recognized as liability towards the fair value of the Put Option in respect of those financial year ends.

The statutory auditors of the Group have qualified this matter in their report on the financial results for the quarter ended 30 June 2021, for the quarter and half year ended 30 September 2020 and for the year ended 31 March 2021 based on a similar qualification by the auditors of ATL in Mauritius.

7. During the half year ended 30 September 2021, the Company has issued and allotted 11,240 Equity shares upon conversion of Stock Options granted under the Company's ESOP Scheme. Consequent to this allotment the Paid-up Equity share capital of the Company stands increased to 960,515,715 Equity Shares of Rs. 1/- each i.e. Rs. 9,606 Lakhs.

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8. The Group operates in a single reporting segment namely 'Content and Broadcasting'.

For and on behalf of the Board  
Zee Entertainment Enterprises Limited

Punit Goenka  
Managing Director & CEO

*m* Place: London  
Date : 11 November 2021

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM  
CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
ZEE ENTERTAINMENT ENTERPRISES LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Zee Entertainment Enterprises Limited (the Parent) and its subsidiaries (the Parent and its subsidiaries together referred to as 'the Group'), and its share of the net profit after tax and total comprehensive income of its associate and joint venture for the quarter and half year ended 30 September 2021 (the Statement) being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind AS) 34 on 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 on 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

**Deloitte  
Haskins & Sells LLP**

4. The Statement includes the results of the following entities:

Sr. No.	Particulars
	<b>Parent</b>
	Zee Entertainment Enterprises Limited
	<b>Subsidiaries</b>
1	Zee Studios Limited
2	Zee Digital Convergence Limited
3	Pantheon Productions Limited
4	Zee Unimedia Limited
5	Zee Network Distribution Limited
6	Margo Networks Private Limited
7	Asia Multimedia Distribution Inc.
8	Asia Today Limited
9	Asia Today Singapore Pte Limited
10	Asia TV GmbH
11	Asia TV Limited (UK)
12	Asia TV USA Limited
13	ATL Media FZ-LLC
14	ATL Media Limited
15	Expand Fast Holdings (Singapore) Pte Limited
16	OOO Zee CIS LLC
17	Taj TV Limited
18	Z5X Global FZ – LLC
19	Zee Entertainment Middle East FZ-LLC
20	Zee Multimedia Worldwide (Mauritius) Limited
21	Zee Studio International Limited
22	Zee TV South Africa (Proprietary) Limited
23	India Webportal Private Limited
24	Idea Shop Web Private Limited
25	Fly by Wire International Private Limited
26	OOO Zee CIS Holding LLC
	<b>Joint Venture</b>
1	Media Pro Enterprise India Private Limited
	<b>Associate</b>
1	Asia Today Thailand Limited

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5. We draw attention to Note 6 to the Statement, where the Management has explained reasons for not accounting for the Put Option. As explained in the said Note, the Put Option agreement was initially entered into by ATL Media Limited (ATL), a wholly owned subsidiary of the Parent on 20 January 2016 and renewed on 29 July 2019 to be valid until 30 December 2026. The Put Option agreement requires ATL to purchase the issued share capital of Veria International Limited (VIL), a related party of the Parent to the extent of 64.38% held by Living Entertainment Limited (LEL), another related party of the Parent (total exercise price of the Put Option \$52.50 million (Rs. 38,960 lakhs as at 30 September 2021, Rs. 38,997 lakhs as at 30 June 2021, Rs. 38,483 lakhs as at 31 March 2021)). In order to secure a borrowing from Yes Bank Limited (Bank), LEL had assigned all its right, title, benefit and interest under the said Put Option agreement in favour of the Bank. As explained in the note, ATL has rescinded the renewal of the Put Option from the date of its renewal and the validity of the Put Option agreement is sub-judice in the Hon'ble Supreme Court of Mauritius. In view of the above, the auditors of ATL have been unable to determine whether any adjustments are required to be made in respect of the fair value of the Put Option (including any impact in the prior periods) in the interim financial information of ATL that have been reviewed and provided for inclusion in the Statement and have modified their reviewed report on the said interim financial information of ATL on the said matter. Consequently, we are unable to comment if any adjustments are required to these consolidated financial results under Ind AS 109 on 'Financial Instruments' in respect of the said Put Option (including any impact in the prior periods).

This matter was also qualified in our report on the consolidated financial results for the quarter ended 30 June 2021, quarter and half year ended 30 September 2020, and for the year ended 31 March 2021.

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, except for the possible effect of the matter described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, has not been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We did not review the interim financial results of 9 subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total assets of Rs. 480,920 lakhs as at 30 September 2021, total revenues of Rs. 21,015 lakhs and Rs. 40,898 lakhs for the quarter and half year ended 30 September 2021 respectively, total net loss after tax of Rs. 5,893 lakhs and Rs. 8,562 lakhs for the quarter and half year ended 30 September 2021 respectively and total comprehensive loss of Rs. 5,898 lakhs and Rs. 8,571 lakhs for the quarter and half year ended 30 September 2021 respectively and net cash outflows

**Deloitte  
Haskins & Sells LLP**

of Rs. 120 lakhs for the half year ended 30 September 2021, as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

8. The consolidated unaudited financial results includes the interim financial results of 16 subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 35,525 lakhs as at 30 September 2021, total revenue of Rs. 5,255 lakhs and Rs.10,149 lakhs for the quarter and half year ended 30 September 2021 respectively, total (loss) / profit after tax of Rs. (60) lakhs and Rs. 539 lakhs for the quarter and half year ended 30 September 2021 respectively and total comprehensive (loss) / income of Rs. (60) lakhs and Rs. 539 lakhs for the quarter and half year ended 30 September 2021 respectively and net cash inflows of Rs. 2,695 lakhs for the half year ended 30 September 2021, as considered in the Statement. The consolidated unaudited financial results also include the Group's share of profit after tax of Rs. 4 lakhs and Rs. 5 lakhs for the quarter and half year ended 30 September 2021 respectively and total comprehensive income of Rs. 4 lakhs and Rs. 5 lakhs for the quarter and half year ended 30 September 2021 respectively, as considered in the Statement, in respect of an associate and a joint venture, based on their interim financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the Management.

For Deloitte Haskins & Sells LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



A. B. Jani  
Partner

Membership No. 46488  
UDIN: 21046488AAAAER4186

 Mumbai, 11 November 2021



## Earnings Update for Q2'FY22

Zee Entertainment Enterprises Limited – 11th November, 2021



This Release/Communication, except for the historical information, may contain statements, including the words or phrases such as ‘expects, anticipates, intends, will, would, undertakes, aims, estimates, contemplates, seeks to, objective, goal, projects, should’ and similar expressions or variations of these expressions or negatives of these terms indicating future performance or results, financial or otherwise, which are forward looking statements. These forward looking statements are based on certain expectations, assumptions, anticipated developments and other factors which are not limited to, risk and uncertainties regarding fluctuations in earnings, market growth, intense competition and the pricing environment in the market, consumption level, ability to maintain and manage key customer relationship and supply chain sources and those factors which may affect our ability to implement business strategies successfully, namely changes in regulatory environments, political instability, change in international oil prices and input costs and new or changed priorities of the trade. The Company, therefore, cannot guarantee that the forward-looking statements made herein shall be realized. The Company, based on changes as stated above, may alter, amend, modify or make necessary corrective changes in any manner to any such forward looking statement contained herein or make written or oral forward looking statements as may be required from time to time on the basis of subsequent developments and events. The Company does not undertake any obligation to update forward looking statements that may be made from time to time by or on behalf of the Company to reflect the events or circumstances after the date hereof.

# Network share increases to 17.7%, ZEE5 MAU's up by 13mn to 93.2mn from Q1'22



**17.7%**

All India TV network share

**93.2 mn**

ZEE5 global MAUs in Q2'22

**186 min**

Average watch time of ZEE5 viewer per month



**+14.9%**

YoY Total Revenue Growth;

**+20.1%**

YoY domestic ad growth;

**20.8%**

EBITDA margin for the quarter with EBITDA of Rs. 4,121mn



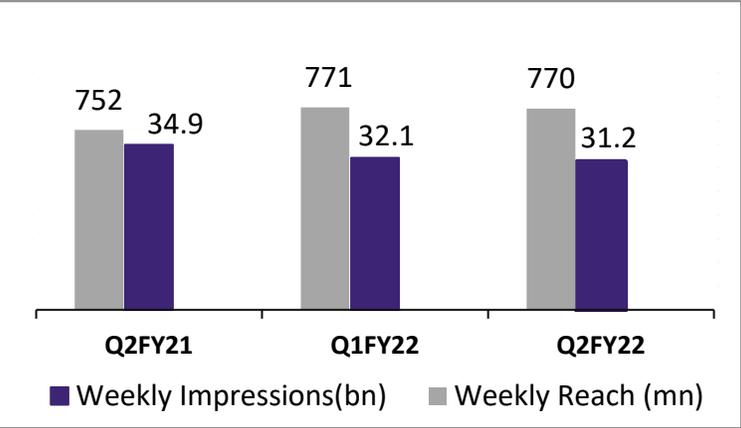
# Business Performance



# Network share up by 70 bps on the back of new launches across all markets

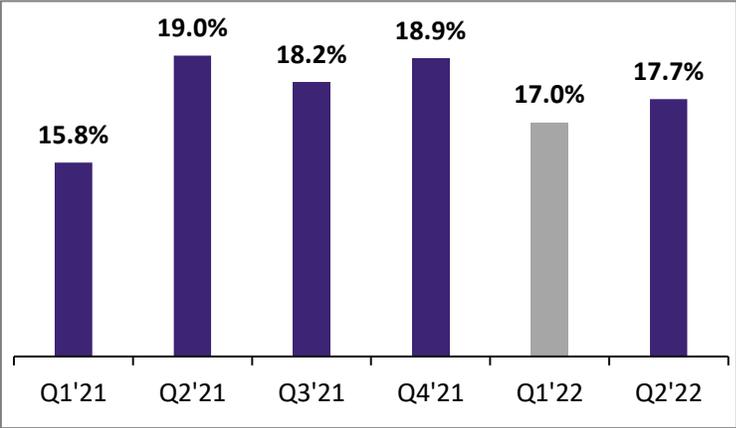
## New channels contribute 1.2% of viewership share

### TV Reach and Impressions



Total TV viewership down during the quarter due to lower contribution by News & Movies

### ZEE network share



Network share up 70 bps on the back of new show launches across all markets

### Strengthen the leadership



Bengali, Kannada & Telugu continue strong performance

### Bridging the Gap by Winning back Share



Zee TV, Zee Marathi and Zee Tamil performance was soft during the quarter

### Big bang launches in Q2'22



# Big bang launches planned across markets in Q3 to continue upward momentum in network share



## Hindi GEC's



Sa Re Ga Ma Pa (Zee TV)



Kashibai Bajirao Ballal (Zee TV)



Baal Shiv (&TV)

## South GEC's



Ambe Sivam (Zee Tamil)



Puttakana Makkalu (Zee Kannada)



Agni Pareeksha (Zee Telugu)

## HSM



Tere Dil vich rehnde de (Zee Punjabi)



Swaad Aa gaya S2 (Zee Punjabi)

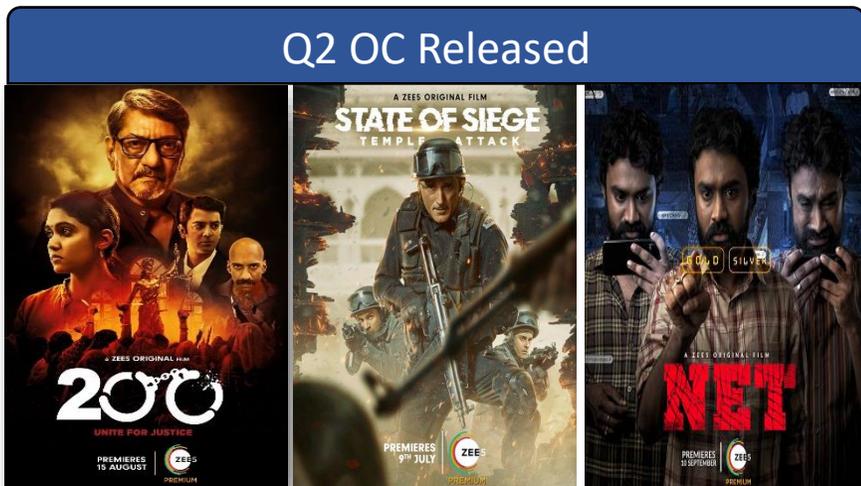


Didi No.1 New Season (Zee Bangla)

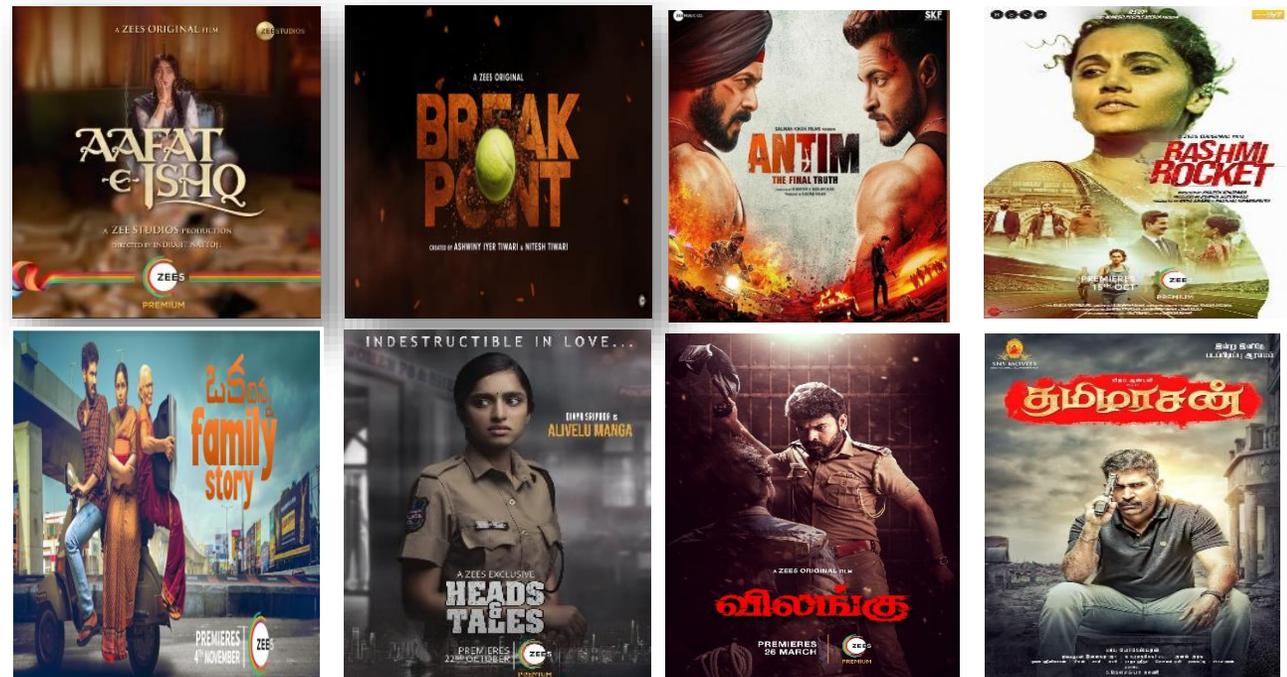
# ZEE5: Gaining momentum backed by an extensive content catalogue



- 93.2mn global MAUs, 9.3mn global DAUs in Sep'21
- 186 minutes average watch time per viewer per month in Q2
- Q2 Revenues stood at Rs.1,305mn, up 17% sequentially; EBITDA\* at Rs. (1,720mn)
- 13 original shows and movies released during the quarter



## Q3'FY22 Slate



Family Story – Telugu series

Head & Tale – Telugu Series

Vilangu – Tamil series

Thamizharasan Tamil Movie

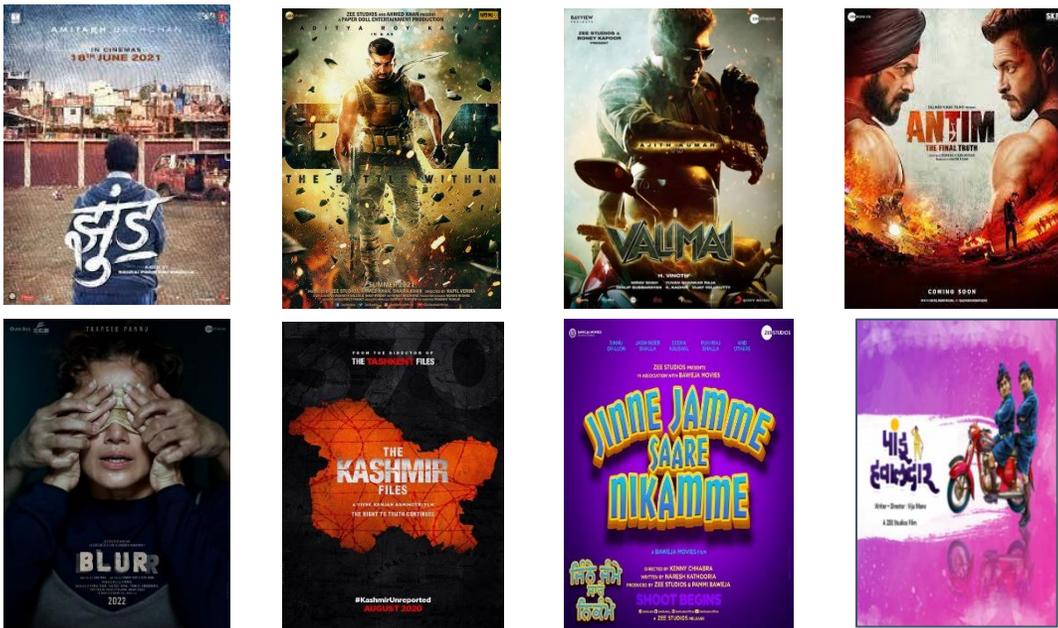
7 \*EBITDA loss excludes costs incurred by the business on ZEEL network

# Zee Studios: Strong slate of movies ready for release in H2FY22



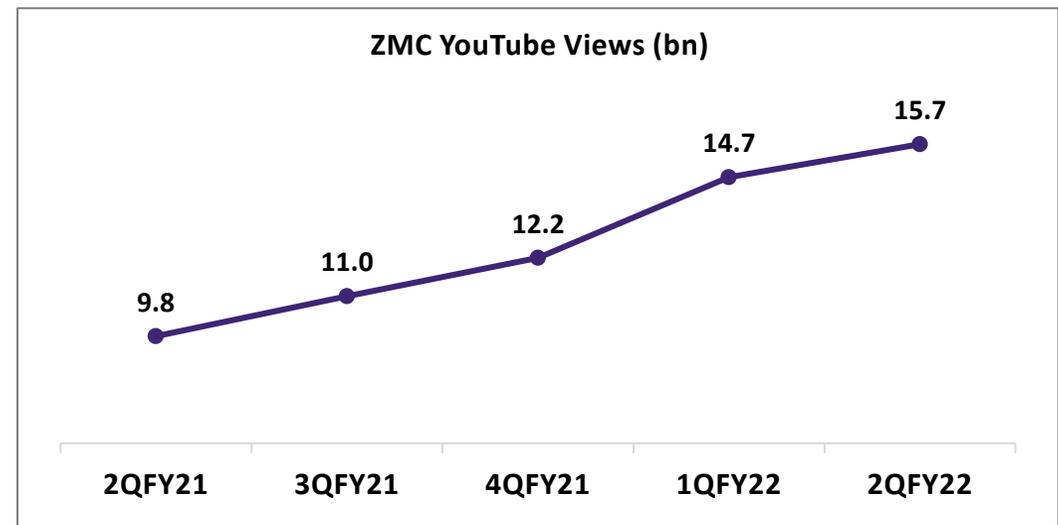
## ZEESTUDIOS

- Strong slate of movies across Hindi, Tamil, Telugu, Marathi and Punjabi languages being planned for release in H2FY22
- Opening of cinemas across the country to boost prospects of theatrical revenue in second half of the fiscal



## ZEEMUSIC CO.

- 60%+ YoY growth in YouTube video views, highlighting strength of ZMC music catalogue and library
- ZMC added ~1mn subscribers on YouTube in Q2; with 78mn+ subscribers it is the second most subscribed Indian music channel on YouTube



Extraordinary Together

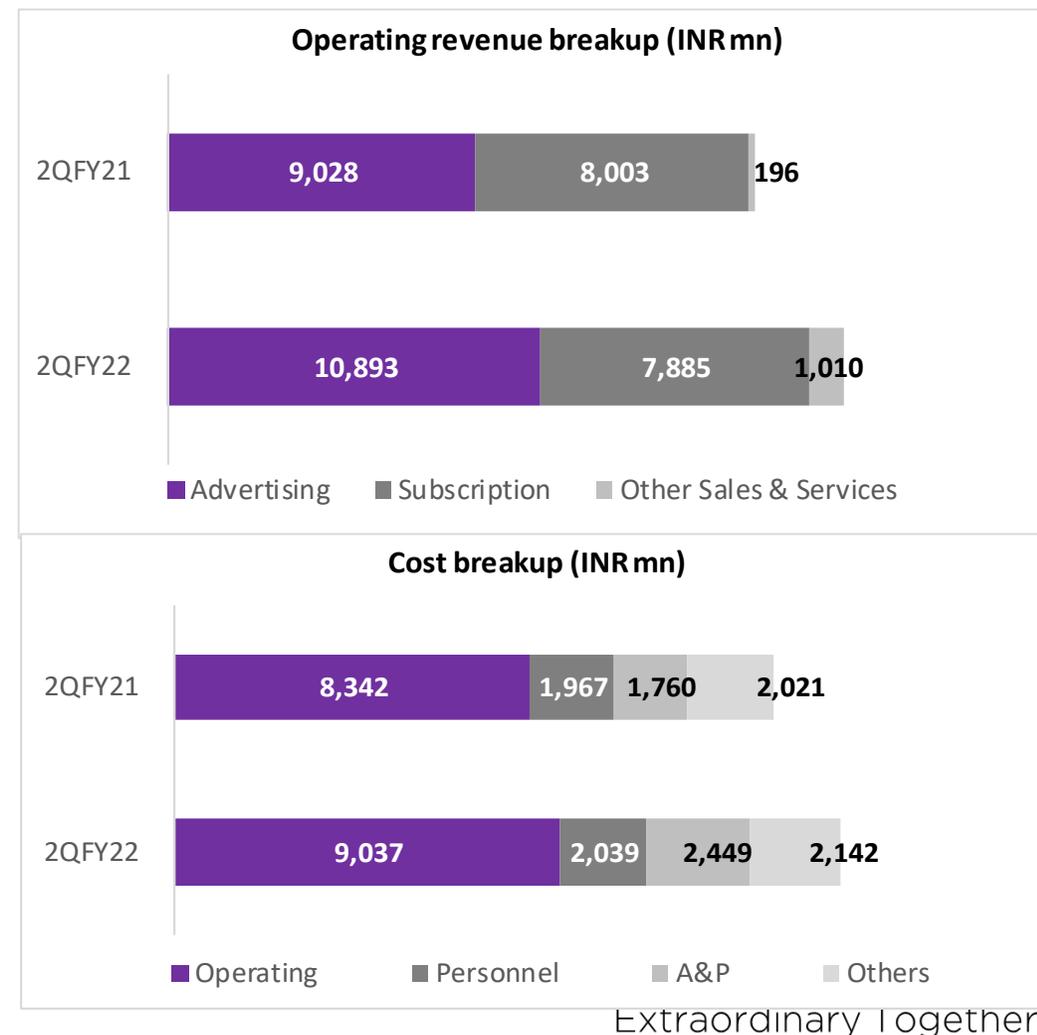


# Financial Performance

# Ad Sales bounced back in Q2; up 20.7% YoY, Margin for the quarter at 20.8%



(INR Million)	2QFY22	2QFY21	Growth
Operating revenue	19,788	17,227	14.9%
Expenditure	-15,666	-14,090	11.2%
<b>EBITDA</b>	<b>4,121</b>	<b>3,136</b>	<b>31.4%</b>
<b>EBITDA Margin</b>	<b>20.8%</b>	<b>18.2%</b>	
Other Income	317	379	-16.4%
Depreciation	-598	-651	-8.2%
Finance cost	-22	-13	67.2%
Fair value through P&L	-89	-207	-57.2%
Exceptional Items	-140	-971	-85.6%
<b>Profit Before Tax (PBT)</b>	<b>3,590</b>	<b>1,673</b>	<b>114.6%</b>
Provision for Tax	-929	-740	25.6%
Minority interest	41	7	454.1%
<b>Profit after Tax (PAT)</b>	<b>2,702</b>	<b>940</b>	<b>187.3%</b>



# QoQ EBITDA grew by 19.8% on the back of Ad revenue recovery



<b>Advertising revenues</b>	Domestic Ad revenues grew both YoY & QoQ by 20.1% % & 18.9% respectively, While revenue grew but Q2 continued to be partially impacted by Covid in first half of the quarter
<b>Subscription revenues</b>	Subscription revenues down marginally by 1.5% YoY, Delay in NTO 2.0 implementation continue to impact pricing. The new implementation timeline for NTO 2.0 implementation is April 01, 2022.
<b>Other Sales &amp; Services revenues</b>	Increase is on account of a movie syndication deal
<b>Operating cost</b>	Programming cost increased QoQ & YoY due to new launches across all the markets
<b>A&amp;P and Other expenses</b>	Increase in marketing cost on a YoY basis is on account of new launches and continued investments in ZEE5.
<b>EBITDA</b>	EBITDA for the quarter grew by 19.8% QoQ. Margin for Q2 came at 20.8%
<b>International revenue break-up</b>	Advertising revenue : Rs. 487mn, Subscription revenue : Rs. 878mn, Other Sales & Services : Rs. 135mn

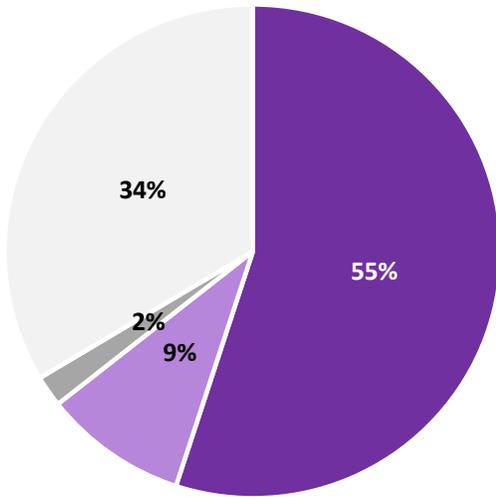
# Condensed Balance Sheet



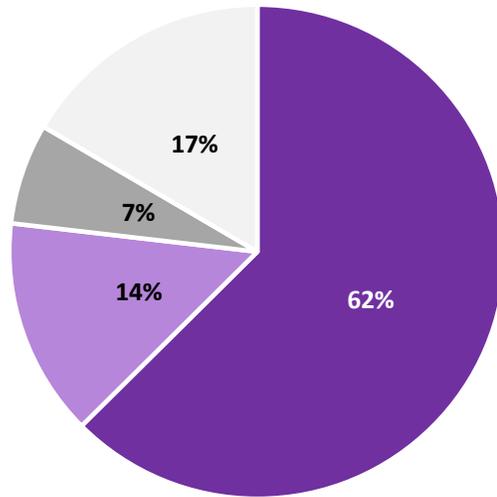
Assets (Rs. Mn)	Sep'21	Mar'21
<b>Non-Current Assets</b>		
Fixed assets	12,249	12,667
Investments	282	316
Other financial assets	321	347
Income tax & Deferred tax assets	7,248	7,380
Others Non-Current Assets	311	227
<b>Current Assets</b>		
Inventories	56,299	54,030
Cash, Loans and other investments	16,024	18,574
Trade receivables	19,310	19,452
Others financial assets	3,656	3,418
Other current assets	12,531	11,035
Non-current assets - HFS	1,347	742
<b>Total Assets</b>	<b>129,579</b>	<b>128,187</b>

Liabilities (Rs. Mn)	Sep'21	Mar'21
Equity Capital	103,486	101,074
<b>Non-Current Liabilities</b>		
Other borrowings/Lease Liab.	284	195
Provisions	1,047	1,546
<b>Current Liabilities</b>		
Other borrowings/Lease Liab.	174	204
Trade Payables	14,019	13,982
Redeemable preference shares	4,135	3,832
Other financial liabilities	2,691	3,295
Other current liabilities	2,503	2,811
Provisions	402	163
Income tax liabilities	838	1,085
<b>Total Equity &amp; Liabilities</b>	<b>129,579</b>	<b>128,187</b>

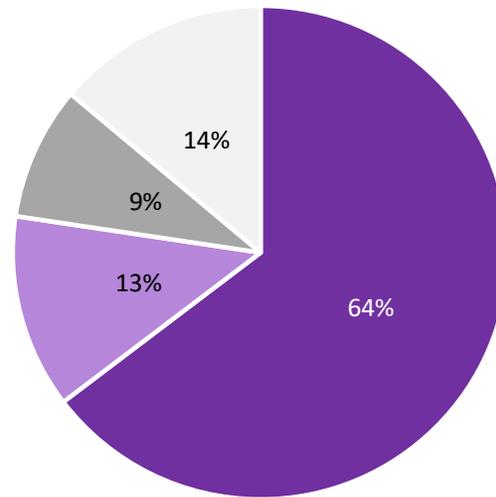
# Break-up of content inventory, advances and deposits



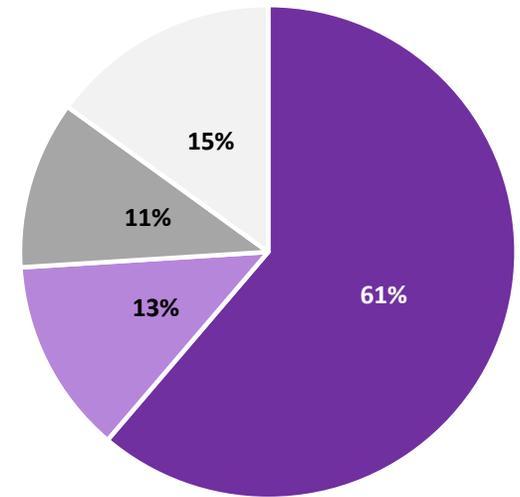
FY19: Rs. 58.0bn



FY20: Rs. 64.1bn



FY21: Rs. 62.7bn



Q2FY22: Rs. 66.2bn

■ Movie Rights ■ Shows ■ Movie production, Music & Others ■ Content Advances & Deposits



THANK YOU