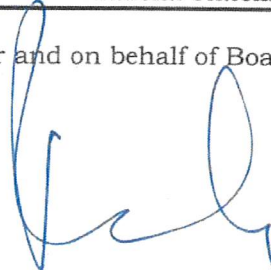


KERALA FIBRE OPTIC NETWORK LIMITED
1st Floor , Sankethika, PF Road, Vrindavan Gardens, Pattom
Thiruvananthapuram 695004
CIN: U64200KL2018SGC054541

BALANCE SHEET AS AT 31.03.2021

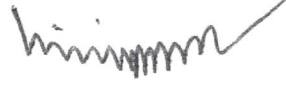
Particulars		Note No.	As at 31.03.2021	As at 31.03.2020
			Amount (Rs. in Lakhs)	Amount (Rs. in Lakhs)
A ASSETS				
1 Non Current Assets				
(a) Deferred Tax	2		0.28	0.41
Sub Total			0.28	0.41
2 Current Assets				
(a) Financial Assets	3			
i. Cash & Cash Equivalents			5.74	-
ii. Bank balance other than (i) above			100.00	100.64
iii Other Receivables			-	0.34
(b) Other Current Assets	4		0.49	0.07
Sub Total			106.23	101.05
TOTAL			106.51	101.46
B EQUITY & LIABILITIES				
1 EQUITY				
(a) Equity Share Capital	5		100.00	100.00
(b) Other Equity	6		4.24	0.67
Sub Total			104.24	100.67
2 LIABILITIES				
Current Liabilities				
(a) Financial Liabilities	7		0.52	0.43
(b) Other Current Liabilities	8		0.10	-
(c) Provisions	9		1.65	0.36
Sub Total			2.27	0.79
TOTAL			106.51	101.46
Notes on financial statements		1		

For and on behalf of Board of Directors


Bishwanath Sinha IAS
Chairman
DIN : 01027983


Dr. Santhosh Babu IAS
Director
DIN: 01732308

Vide our report of even date
For Kannan & Kassim
Chartered Accountants
FRN: 008896S


PB Vijayabhaskar FCA
(Partner)
Membership No: 206038

Thiruvananthapuram
29/01/2022



Thiruvananthapuram
04.08.2022

KERALA FIBRE OPTIC NETWORK LIMITED

1st Floor , Sankethika, PF Road, Vrindavan Gardens, Pattom
Thiruvananthapuram 695004
CIN: U64200KL2018SGC054541

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021

Particulars	Note No.	For the year ended 31st March 2021 (Rs. in Lakhs)	For the year ended 31st March 2020 (Rs. in Lakhs)
1 Revenue from operations (Gross)		-	-
2 Other Income	10	6.24	0.72
3 Total Revenue (1+2)		6.24	0.72
4 Expenses			
(a) Employee Benefit Expense		-	-
(b) Finance Cost		-	-
(c) Depreciation and amortisation		-	-
(d) Other expenses	11	1.41	0.46
Total expenses		1.41	0.46
5 Profit / (Loss) before exceptional items and tax (3 - 4)		4.83	0.26
6 Exceptional items		-	-
7 Profit / (Loss) before tax (5 + 6)		4.83	0.26
8 Tax expense:			
(a) Current tax		1.13	-
(b) Deferred tax		0.13	0.13
Total Tax expense		1.26	0.13
9 Profit / (Loss) for the year from continuing operations (7 - 8)		3.57	0.13
10 Discontinued Operations			
(a) Profit/(Loss) from discontinued operations		-	-
(b) Tax expense of discontinued operations		-	-
11 Profit / (Loss) from discontinuing operations (after tax) (10a-10b)		-	-
12 Profit / (Loss) for the year (9+11)		3.57	0.13
13 Other Comprehensive Income		-	-
14 Total Comprehensive Income for the year (12 +13)		3.57	0.13
15 Earnings per Equity Share (for continuing operations)			
(a) Basic (Amount in Rupees)		0.3577	0.0122
(b) Diluted (Amount in Rupees)		0.3577	0.0122
16 Earnings per Equity Share (for discontinuing operations)			
(a) Basic (Amount in Rupees)		-	-
(b) Diluted (Amount in Rupees)		-	-
16 Earnings per Equity Share (for continuing & discontinuing operations)			
(a) Basic (Amount in Rupees)		0.3577	0.0122
(b) Diluted (Amount in Rupees)		0.3577	0.0122
Notes to the financial statements	1		

For and on behalf of Board of Directors

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KERALA FIBRE OPTIC NETWORK LIMITED

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Statement of Changes in Equity for the year ended 31.03.2021**(Rs. in Lakhs)**

Particulars	Share Capital	Translation Reserve	Retained Earnings	Total
Equity as at 31.03.2020 (A)	100.00	-	0.67	100.67
Profit for the year	-	-	3.57	3.57
Other comprehensive income for the year	-	-	-	-
Dividend paid to Share holders	-	-	-	-
Equity Compensation Plans	-	-	-	-
Reduction in Share Capital	-	-	-	-
Total Transactions	-	-	-	-
Equity as at 31.03.2021	100.00	-	4.24	104.24

For and on behalf of Board of Directors

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Chairman
DIN : 01027983

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Director
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Thiruvananthapuram
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KERALA FIBRE OPTIC NETWORK LIMITED

1st Floor, Sankethika, PF Road, Vrindavan Gardens, Pattom
Thiruvananthapuram 695004
CIN: U64200KL2018SGC054541

Cash Flow Statement for the year ended 31st March 2021

	2020-21		2019-20	
	Amount (Rs. in Lakhs)		Amount (Rs. in Lakhs)	
A CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit / (Loss) Before Tax		4.83		0.26
Adjustments for:				
Depreciation	-		-	
Assets written off/Extraordinary item	-		-	
Interest & Finance Charges	-		-	
Interest on FD	6.24		0.72	
Round off	-		-	
Operating Profit before Working Capital Changes		(1.41)		(0.46)
Adjustments for:				
Decrease/(Increase) in short term loans and advances	-		-	
Decrease/(Increase) in Current assets	(0.08)		45.17	
Increase/(Decrease) in current liabilities	1.48		(2.39)	
Cash generated from operations		1.40		42.78
Less: Income Tax		1.13		-
Net Cash used in Operating activities		(1.14)		42.32
B CASH FLOW FROM INVESTING ACTIVITIES				
Acquisition of Fixed Assets	-		-	
Fixed deposits with maturity more than 3 months	(100.00)		(100.64)	
Maturity of Fixed Deposits with period more than 3 months	100.64			
Movement in Work in Progress	-		-	
(Increase)/Decrease in Advances & others	-		-	
(Increase)/Decrease in Other assets	-		-	
Interest income	6.24		0.72	
Non Current investment	-		-	
Net Cash used in Investing activities		6.88		(99.92)
C CASH FLOW FROM FINANCING ACTIVITIES				
Fresh equity investments	-		-	
Long term borrowings repaid	-		-	
Other long term liability	-		-	
Interest paid	-		-	
Net Cash from financing activities		-		-
Net increase in cash & Cash Equivalents (A+B+C)		5.74		(57.60)
Cash and Cash equivalents as at the beginning of the period		-		57.60
Cash and Cash equivalents as at the end of the year		5.74		0.00

For and on behalf of Board of Directors

Bishwanath Sinha IAS
Chairman
DIN : 01027983

Thiruvananthapuram

29/01/2022



Dr. Santhosh Babu IAS
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KERALA FIBRE OPTIC NETWORK LIMITED

1st Floor, Sankethika, PF Road, Vrindavan Gardens, Pattom

Thiruvananthapuram 695004

CIN: U64200KL2018SGC054541

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2021

Particulars	2020-21 (Rs. in lakhs)	2019-20 (Rs. in lakhs)
NOTE : 2		
DEFERRED TAX (ASSET)		
Opening balance	0.41	0.54
Less: Deferred Tax Expense	0.13	0.13
Closing Deferred Asset (Liability)	0.28	0.41
NOTE : 3		
FINANCIAL ASSETS		
i. Cash & cash equivalents		-
- Current Account in State Bank of India	5.74	-
ii. Bank balance other than (i) above		
- Fixed Deposit with State Bank of India	100.00	100.64
iii. Receivable from Kerala State IT Infrastructure Ltd	-	0.34
Total	105.74	100.98
NOTE : 4		
OTHER CURRENT ASSETS		
TDS Credit/ Income Tax Refundable	0.45	0.07
MAT Credit	0.04	-
Total	0.49	0.07
NOTE : 5		
SHARE CAPITAL		
a) AUTHORIZED		
10,00,000 equity shares of Rs.10 each	100.00	100.00
b) ISSUED SUBSCRIBED & PAID UP		
10,00,000 equity shares of Rs.10 each with 100% voting right	100.00	100.00
Total	100.00	100.00

c) Details of Share holders who hold more than 5% shares of the company and their capital contributions

Particulars	As at 31.03.2021		
	No. of shares	Amount (Rs. in Lakhs)	Percentage of Holding
Kerala State IT Infrastructure Ltd	4,90,000	49.00	49%
Kerala State Electricity Board Limited	4,90,000	49.00	49%
Particulars	As at 31.03.2020		
	No. of shares	Amount (Rs. in Lakhs)	Percentage of Holding
Kerala State IT Infrastructure Ltd	4,90,000	49.00	49%
Kerala State Electricity Board Limited	4,90,000	49.00	49%



d) Reconciliation of number of shares at beginning and close of year

Particulars	2020-21	2019-20
No of equity shares as at the beginning of the year	10,00,000	10,00,000
No of equity shares allotted during the year	-	-
No of equity shares as at the end of the year	10,00,000	10,00,000

e) Terms /Rights attached to equity shares

The company have only one class of equity shares with par value of Rs.10/- per share, with similar rights. The company have not declared any dividend during the year.

f) Shares held by any holding/associate company/or their subsidiaries/associates

98% of the share holding of the company is held by its Associate Companies, namely,(a) Kerala State IT Infrastructure Ltd (49% share holding) & Kerala State Electricity Board Ltd (49% share holding) & the remaining 2% is held by Hon. Governor of Kerala on behalf of Government of Kerala.

g) Aggregate number of bonus shares issued/shares issued for consideration other than cash and share bought back

Nil (Previous Year- Nil)

h) Dividend per share proposed as distribution to equity share holders

Nil (Previous Year - Nil)

	2020-21	2019-20
NOTE : 6		
OTHER EQUITY		
Opening balance	0.67	0.54
Add: Current year profit (Loss)	3.57	0.13
Total	4.24	0.67
NOTE : 7		
CURRENT FINANCIAL LIABILITIES		
Audit Fee & Audit Expenses payable for FY 2019-20	0.52	0.43
Total	0.52	0.43
NOTE : 8		
OTHER CURRENT LIABILITIES		
Payable to Kerala State IT Infrastructure Ltd	0.10	-
Total	0.10	-
	2020-21	2019-20
NOTE : 9		
PROVISIONS		
Provision for Statutory Audit Fee	0.35	0.00
Provision for ROC filing charges	0.17	0.01
Provision for Income Tax	1.13	-
Total	1.65	0.36



NOTE : 9.1**MOVEMENT OF PROVISION**

Particulars	Audit Fee		ROC Filing		Income Tax	
	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20
Opening Balance	0.35	0.35	0.01	-	-	-
Add:Addition during the year	0.35	0.35	0.16	0.01	1.13	-
Less:Utilized during the year	-	-	-	-	-	-
Less:Reversed during the year	-	-	-	-	-	-
Less: Transferred to Liabilities during the year	0.35	0.35	-	-	-	-
Closing Balance	0.35	0.35	0.17	0.01	1.13	-

NOTE : 12**RELATED PARTY DISCLOSURE**

Name of Related Party		Nature of Relationship	
(i) Kerala State IT Infrastructure Ltd		Associate Company	
Related Party	Nature of Transactions	As at 31.03.2020	As at 31.03.2019
Kerala State IT Infrastructure Ltd	Temporary advance given (Note No. 3)	-	0.34
Kerala State IT Infrastructure Ltd	Temporary advance taken (Note No. 8)	0.10	-

NOTE : 13**CONTINGENCIES AND COMMITMENTS**

Particulars	2020-21	2019-20
a) Contingencies and Commitments	Nil	Nil
b) Claims against the company not acknowledged as debt	Nil	Nil

c) Estimation of uncertainties relating to global health pandemic from COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of loans, advances, receivables, unbilled revenues and other assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements, has used internal and external sources of information including credit reports and related information, economic forecasts and consensus estimates from market sources on the expected future performance of the Company. The Company has performed sensitivity analysis on the assumptions used and, based on the current estimates, expect the carrying amount of these assets will be recovered. The Company based on its assessment believes that the probability of the occurrence of forecasted transactions is not impacted by COVID-19. The impact of COVID-19 on the financial statements of the Company may differ from that estimated as at the date of approval of these financial statements.



(c) Current and Non-current Classification

The Company presents assets and liabilities in the Balance Sheet based on current/ non-current classification.

An asset shall be classified as current when it satisfies any of the following criteria: —

- It is expected to be realised in, or is intended for sale or consumption in, the company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is expected to be realised within twelve months after the reporting date; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

All other assets are classified as non-current.

A liability shall be classified as current when it satisfies any of the following criteria: —

- It is expected to be settled in the company's normal operating cycle;
- It is held primarily for the purpose of being traded;
- It is due to be settled within twelve months after the reporting date; or
- The company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

(d) Provisions, Contingent Liabilities & Contingent Assets

Provisions are recognized when the company has a present obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote.

Contingent Assets are not recognised in the financial statements. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.



(e) Cash flow statement

Cash flows have been prepared under "Indirect Method" as per IND AS 7. The cash flows from operating, investing and financing activities of the company are segregated.

III. Notes forming part of Financial Statements

Kerala Fibre Optic Network Limited (KFON Ltd) is a joint venture company of Kerala State IT Infrastructure Limited (KSITIL) and Kerala State Electricity Board Limited (KSEB). The implementation of KFON project is being done by KSITIL and further to this, the monetisation of KFON project is to be done by KFON Ltd. The implementation part of KFON Project is assigned to KSITIL by the Government as per G.O (Ms) No. 10/2017/ITD dated 18/05/2017. During the current financial year all the transactions related with the KFON Project are reflected in the books of KSITIL. Revenue from KFON Project will be generated to KFON Ltd. only after the implementation of the Project and therefore Going Concern Concept is not affected in preparation of financial statements.

