



### **NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed consolidated financial statements of the company have been prepared by and are the responsibility of the company's management.

No auditor has performed a review of these financial statements.

"Kyrill Classen"

Chief Financial Officer

Dated as of the 27th day of November 2018

# Asian Television Network International Limited

## Unaudited Interim Condensed Consolidated Income Statements

For the three months and nine months ended September 30, 2018 and September 30, 2017

	Note	Three months ended September 30,		Nine months ended September 30,	
		2018	2017	2018	2017
<b>Operating revenue</b>	4	\$ 3,765,733	\$ 5,142,875	\$ 11,934,226	\$ 15,538,174
<b>Operating expenses</b>					
Administrative expenses		497,442	587,733	1,557,370	1,629,846
Marketing and distribution costs	6	2,605,397	3,299,917	8,401,337	10,263,887
Employee costs		911,376	1,055,340	2,859,676	3,183,010
Depreciation and amortization	5	118,713	124,698	366,327	381,064
Finance costs		4,145	5,650	12,112	19,721
Gain on sale of asset		-	(752)	-	(752)
Loss (gain) on foreign exchange differences		(2,371)	(259)	6,682	4,437
<b>Total operating expenses</b>		<b>4,134,702</b>	<b>5,072,327</b>	<b>13,203,504</b>	<b>15,481,213</b>
<b>(Loss) income before tax</b>		<b>(368,969)</b>	<b>70,548</b>	<b>(1,269,278)</b>	<b>56,961</b>
Income tax (recovery) expense	12	(126,312)	93,762	(344,328)	109,433
<b>Net (loss) income for the period</b>		<b>\$ (242,657)</b>	<b>\$ (23,214)</b>	<b>\$ (924,950)</b>	<b>\$ (52,472)</b>
<b>(Loss) per share</b>					
Basic	8	\$ (0.01)	\$ (0.00)	\$ (0.04)	\$ (0.00)
Diluted	8	\$ (0.01)	\$ (0.00)	\$ (0.04)	\$ (0.00)

See accompanying notes.

# Asian Television Network International Limited

Unaudited Interim Condensed Consolidated Statements of Comprehensive Income  
For the three months and nine months ended September 30, 2018 and September 30, 2017

	Three months ended September 30,		Nine months ended September 30,	
	2018	2017	2018	2017
Net (loss) for the period	\$ (242,657)	\$ (23,214)	\$ (924,950)	\$ (52,472)
Other comprehensive income	-	-	-	-
<b>Comprehensive (loss) for the period</b>	<b>\$ (242,657)</b>	<b>\$ (23,214)</b>	<b>\$ (924,950)</b>	<b>\$ (52,472)</b>

See accompanying notes.

# Asian Television Network International Limited

Unaudited Interim Condensed Consolidated Statements of Financial Position

As at September 30, 2018 and December 31, 2017

	Note	2018	2017
<b>Current assets</b>			
Cash and cash equivalents	15	\$ 3,318,895	\$ 5,316,150
Short-term investments	16	500,000	500,000
Trade and other receivables		2,237,858	2,364,263
Income taxes recoverable		342,882	46,225
Prepaid expenses		41,224	42,418
<b>Total current assets</b>		<b>6,440,859</b>	<b>8,269,056</b>
<b>Non-current assets</b>			
Plant and equipment	10	2,155,036	2,502,206
Intangible assets	11	1,640,768	512,278
Deferred tax assets		51,175	30,082
Other long-term assets		45,998	55,485
<b>Total non-current assets</b>		<b>3,892,977</b>	<b>3,100,051</b>
<b>TOTAL ASSETS</b>		<b>\$ 10,333,836</b>	<b>\$ 11,369,107</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	14	\$ 3,853,633	\$ 3,428,560
Bank indebtedness		110,000	-
Finance lease obligations - current portion	13	48,761	47,329
<b>Total current liabilities</b>		<b>4,012,394</b>	<b>3,475,889</b>
<b>Non-current liabilities</b>			
Finance lease obligations	13	77,875	114,627
<b>TOTAL LIABILITIES</b>		<b>4,090,269</b>	<b>3,590,516</b>
<b>SHAREHOLDERS' EQUITY</b>		<b>6,243,567</b>	<b>7,778,591</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>\$ 10,333,836</b>	<b>\$ 11,369,107</b>

Commitments and contingencies (Note 18)

See accompanying notes.

On behalf of the Board:

Signed  
Dr. Shan Chandrasekar  
Director

Signed  
Prakash Naidoo  
Director

# Asian Television Network International Limited

Unaudited Interim Condensed Consolidated Statements of Changes in Shareholders' Equity  
For the three months and nine months ended September 30, 2018 and September 30, 2017

	Note	Common shares amounts	Number of common shares	Retained earnings	Total shareholders' equity
Balances, January 1, 2018		\$ 6,025,852	24,402,914	\$ 1,752,739	\$ 7,778,591
Net loss for the period		-	-	(924,950)	(924,950)
Dividends paid or payable	9	-	-	(610,074)	(610,074)
<b>Balances, September 30, 2018</b>	<b>7</b>	<b>\$ 6,025,852</b>	<b>24,402,914</b>	<b>\$ 217,715</b>	<b>\$ 6,243,567</b>

Balances, January 1, 2017		\$ 6,025,852	24,402,914	\$ 3,380,943	\$ 9,406,795
Net loss for the period		-	-	(52,472)	(52,472)
Dividends paid or payable	9	-	-	(1,220,145)	(1,220,145)
<b>Balances, September 30, 2017</b>	<b>7</b>	<b>\$ 6,025,852</b>	<b>24,402,914</b>	<b>\$ 2,108,326</b>	<b>\$ 8,134,178</b>

See accompanying notes.

# Asian Television Network International Limited

## Unaudited Interim Condensed Consolidated Statements of Cash flows

For the three months and nine months ended September 30, 2018 and September 30, 2017

	Note	Three months ended September 30,		Nine months ended September 30,	
		2018	2017	2018	2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Net (loss) income for the period		\$ (242,657)	\$ (23,214)	\$ (924,950)	\$ (52,472)
Adjustments for:					
Depreciation and amortization		384,999	279,737	1,123,668	921,766
Gain on disposal of assets		-	(752)	-	(752)
Finance costs		4,145	5,650	12,112	19,721
Income tax (recovery) expense	12	(126,312)	93,762	(344,328)	109,433
Changes in working capital:					
Decrease (increase) in trade and other receivables		(214,466)	87,520	126,405	500,979
(Increase) decrease in prepaid expenses		367	179	1,194	170
Increase (decrease) in accounts payable and accrued liabilities		(124,147)	143,712	425,073	(1,650,738)
Payment of finance costs		(4,145)	(5,650)	(12,112)	(19,721)
Refund (payment) of income taxes		(1)	-	26,578	(50,000)
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>(322,217)</b>	<b>580,944</b>	<b>433,640</b>	<b>(221,614)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
Payments to acquire plant and equipment		(10,757)	-	(19,157)	(13,024)
Payments to acquire intangible assets		(198,950)	(202,413)	(1,885,831)	(202,413)
Proceeds from disposition of short-term investments		-	-	-	37,781
Proceeds from disposal of assets		-	752	-	752
Proceeds from disposal of other long term assets		3,162	1,779	9,487	16,650
Payments to acquire short-term investments		-	-	-	(500,000)
<b>NET CASH FLOWS USED IN INVESTING ACTIVITIES</b>		<b>(206,545)</b>	<b>(199,882)</b>	<b>(1,895,501)</b>	<b>(660,254)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>					
Repayment of finance lease obligation		(11,889)	(11,431)	(35,320)	(30,842)
Advance of finance lease obligation		-	-	-	67,007
Advance of bank indebtedness		110,000	260,000	110,000	260,000
Repayment of long-term debt		-	(169,881)	-	(509,653)
Payments of dividends		(122,016)	(244,029)	(610,074)	(1,220,145)
<b>NET CASH FLOWS USED IN FINANCING ACTIVITIES</b>		<b>(23,905)</b>	<b>(165,341)</b>	<b>(535,394)</b>	<b>(1,433,633)</b>
<b>Net decrease (increase) in cash and cash equivalents</b>		<b>(552,667)</b>	<b>215,721</b>	<b>(1,997,255)</b>	<b>(2,315,501)</b>
Cash and cash equivalents at beginning of period		3,871,562	4,745,868	5,316,150	7,277,090
<b>Cash and cash equivalents at end of period</b>		<b>\$ 3,318,895</b>	<b>\$ 4,961,589</b>	<b>\$ 3,318,895</b>	<b>\$ 4,961,589</b>

See accompanying notes.

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 1 Nature of Business

Asian Television Network International Limited ("ATN" or the "Company") is incorporated under the laws of the province of Ontario and its shares are traded on the TSX Venture Exchange. The Company's executive offices are located at 330 Cochrane Drive, Markham, Ontario, Canada L3R 8E4. Its activities consist primarily of specialty, pay television broadcasting and television broadcasting advertising primarily aimed at the South Asian community in Canada. ATN is the ultimate parent of the group of companies.

### 2 Summary of Significant Accounting Policies

#### a. Statement of Compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB") and on a basis consistent with the accounting policies disclosed in the annual audited consolidated financial statements for the year ended December 31, 2017. These unaudited interim condensed consolidated financial statements of ATN for the three months and nine months ended September 30, 2018 were approved by the Audit Committee on November 27, 2018.

#### b. Basis of Presentation

These unaudited interim condensed consolidated financial statements include the accounts of Asian Television Network International Limited and its subsidiaries. The notes presented in these unaudited interim condensed consolidated financial statements include in general only significant changes and transactions occurring since the Company's last year end, and are not fully inclusive of all disclosures required by IFRS for annual financial statements. These unaudited interim condensed consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements, including the notes thereto, for the year ended December 31, 2017.

These unaudited interim condensed consolidated financial statements follow the same accounting policies and methods of application as the annual audited consolidated financial statements for the year ended December 31, 2017.

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 2 Summary of Significant Accounting Policies - continued

#### b. Basis of Presentation - continued

Adoption of new accounting standards

##### IFRS 9

IFRS 9 Financial Instruments - The standard was issued and has replaced IAS 39 – Financial Instruments: Recognition and Measurement. The standard introduces new requirements for classification and measurement, impairment, and hedge accounting. Retrospective application is required, but comparative information is not compulsory. Effective January 1, 2018, the Company has adopted IFRS 9, which did not have a material impact on the Company's unaudited interim condensed consolidated financial statements.

##### IFRS 15

IFRS 15 Revenue from Contracts with Customers - IFRS 15 was issued in May 2014 and established a new five-step model that applies to revenue arising from contracts with customers. Under IFRS 15, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IFRS 15 provide a more structured approach to measuring and recording revenue. Effective January 1, 2018, the Company has adopted IFRS 15, which did not impact the Company's financial results.

Future accounting standards

##### IFRS 16

IFRS 16 Leases - In January 2016, the IASB issued this standard which introduces a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. A lessee is required to recognize a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. Adoption of the new standard will be required effective for annual periods beginning on or after January 1, 2019. To assess the impact of this new standard, the Company has formed an internal working group and continues to progress on its in-depth assessment of IFRS 16 on the Company's consolidated financial statements. The Company expects that IFRS 16 will result in an increase in assets and liabilities as the majority of leases will be brought onto the consolidated statements of financial position. The Company expects an increase in depreciation and interest expenses and also an increase in cash flow from operating activities as cash payments for the principal portion of the lease will be recorded as financing outflows in the consolidated statements of cash flows. The Company intends to adopt the new standard on the required effective date.

### 3 Segment Information

Management has determined the Company has one operating segment.

### 4 Operating Revenue

	Three months ended September 30,		Nine months ended September 30,	
	2018	2017	2018	2017
Subscription	\$ 2,474,518	\$ 3,736,714	\$ 8,387,365	\$ 11,502,213
Advertising	1,205,471	1,164,373	3,276,048	3,521,714
Programming	69,587	228,600	222,239	476,114
Finance income	16,157	13,188	48,574	38,133
Total	\$ 3,765,733	\$ 5,142,875	\$ 11,934,226	\$ 15,538,174

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 5 Depreciation and Amortization

Depreciation and amortization for the period is recognized in the consolidated income statements as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2018	2017	2018	2017
Depreciation - furniture and fixtures	\$ 3,555	\$ 4,444	\$ 10,665	\$ 13,331
Depreciation - leasehold improvements	7,780	7,780	23,341	23,341
Depreciation - IT equipment	4,653	4,528	13,704	16,177
Depreciation - broadcast equipment	102,725	107,946	318,617	328,215
Depreciation and amortization	118,713	124,698	366,327	381,064
Amortization - broadcast licenses included in marketing and distribution costs	266,286	155,039	757,341	540,702
Total depreciation and amortization	\$ 384,999	\$ 279,737	\$ 1,123,668	\$ 921,766

### 6 Marketing and Distribution Costs

	Three months ended September 30,		Nine months ended September 30,	
	2018	2017	2018	2017
Programming and broadcast costs	\$ 2,118,642	\$ 2,753,861	\$ 6,841,510	\$ 8,623,234
Satellite and fibre costs	374,794	393,396	1,195,191	1,219,862
Advertising	31,898	66,719	110,847	149,414
Marketing and other distribution costs	80,063	85,941	253,789	271,377
Total	\$ 2,605,397	\$ 3,299,917	\$ 8,401,337	\$ 10,263,887

### 7 Share Capital

#### Issued capital

The Company has authorized an unlimited number of Class "A" preference shares with a \$0.12 cumulative dividend, payable on the third anniversary date from issuance, are non-voting, redeemable at the amount paid thereon, retractable at the amount paid thereon after the third anniversary date from issuance, convertible at the rate of \$225,000 of preference shares in exchange for 1% issued and outstanding common shares of which there are none outstanding.

The Company has authorized an unlimited number of Class "B" preference shares which have non-cumulative dividends, are non-voting, and are redeemable and retractable at the amount paid thereon, of which none are outstanding.

The Company has authorized an unlimited number of common shares with no par value. The following details the changes in issued and outstanding common shares for the periods ended September 30, 2018 and December 31, 2017:

Common shares	Number	Dollar amount
Balance, December 31, 2016	24,402,914	\$ 6,025,852
Issued, repurchased and cancelled shares	-	-
Balance, December 31, 2017	24,402,914	6,025,852
Issued, repurchased and cancelled shares	-	-
Balance, September 30, 2018	24,402,914	\$ 6,025,852

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 8 (Loss) per Share

The following table sets forth the computation of basic and diluted (loss) per share for the comparable periods:

	Three months ended September 30,		Nine months ended September 30,	
	2018	2017	2018	2017
Numerator for basic and diluted (loss) earnings per share available to common shareholders				
Net (loss) attributable to common shareholders	\$ (242,657)	\$ (23,214)	\$ (924,950)	\$ (52,472)
Denominator for basic (loss) per share - weighed average number of shares outstanding	24,402,914	24,402,914	24,402,914	24,402,914
Effect of dilutive securities				
Potential dilutive common shares	-	-	-	-
Denominator for dilutive (loss) per share - adjusted weighted average shares	24,402,914	24,402,914	24,402,914	24,402,914
Basic and diluted (loss) per share	\$ (0.01)	\$ (0.00)	\$ (0.04)	\$ (0.00)

### 9 Shareholders' Equity

The Board of Directors declared quarterly dividends on each common share outstanding as per schedule:

Dividends	Declaration date	Record date	Payment date	Dividend per share
Declared	7/4/2016	07/15/2016	7/29/2016	0.020
Declared	10/3/2016	10/15/2016	10/31/2016	0.020
Declared	1/3/2017	1/15/2017	1/31/2017	0.020
Declared	4/3/2017	4/13/2017	4/28/2017	0.020
Declared	7/4/2017	7/14/2017	7/31/2017	0.010
Declared	10/3/2017	10/16/2017	10/31/2017	0.010
Declared	1/15/2018	1/15/2018	1/31/2018	0.010
Declared	4/3/2018	4/15/2018	4/30/2018	0.010
Declared	7/3/2018	7/15/2018	7/31/2018	0.005

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 10 Plant and Equipment

	September 30, 2018			December 31, 2017		
	Cost	Accumulated depreciation	Net book value	Cost	Accumulated depreciation	Net book value
Furniture and fixtures	\$ 236,834	\$ 171,695	\$ 65,139	\$ 236,834	\$ 161,030	\$ 75,804
IT equipment	497,599	405,200	92,399	489,199	391,496	97,703
Broadcast equipment	5,975,079	4,267,162	1,707,917	5,964,322	3,948,545	2,015,777
Leasehold improvements	463,275	173,694	289,581	463,275	150,353	312,922
	\$ 7,172,787	\$ 5,017,751	\$ 2,155,036	\$ 7,153,630	\$ 4,651,424	\$ 2,502,206

Changes in the net carrying amounts of plant and equipment can be summarized as follows:

	January 1, 2018					September 30, 2018	
	Net book value	Additions	Disposals	Depreciation	Disposal/other	Net book value	
Furniture and fixtures	\$ 75,804	\$ -	\$ -	\$ (10,665)	\$ -	\$ 65,139	
IT equipment	97,703	8,400	-	(13,704)	-	92,399	
Broadcast equipment	2,015,777	10,757	-	(318,617)	-	1,707,917	
Leasehold improvements	312,922	-	-	(23,341)	-	289,581	
	\$ 2,502,206	\$ 19,157	\$ -	\$ (366,327)	\$ -	\$ 2,155,036	

Changes in the net carrying amounts of plant and equipment can be summarized as follows:

	January 1, 2017					December 31, 2017	
	Net book value	Additions	Disposal	Depreciation	Disposal/other	Net book value	
Furniture and fixtures	\$ 91,741	\$ 1,710	\$ -	\$ (17,773)	\$ 126	\$ 75,804	
IT equipment	118,409	-	-	(20,706)	-	97,703	
Broadcast equipment	2,439,084	13,024	(325,008)	(436,161)	324,838	2,015,777	
Leasehold improvements	344,044	-	-	(31,122)	-	312,922	
	\$ 2,993,278	\$ 14,734	\$ (325,008)	\$ (505,762)	\$ 324,964	\$ 2,502,206	

Included in leasehold improvements is equipment acquired under finance lease obligation having a cost of \$94,125 and net carrying amount of \$71,285. Depreciation for the period amounted to \$4,884 (2017 - \$4,884).

Included in broadcast equipment is equipment acquired under finance lease obligation having a cost of \$271,544 and net carrying amount of \$205,742. Depreciation for the period amounted to \$20,975 (2017 - \$20,975).

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 11 Intangible Assets

	September 30, 2018			December 31, 2017		
	Cost	Accumulated amortization	Net book value	Cost	Accumulated amortization	Net book value
Broadcast license	\$ 3,733,194	\$ 2,092,426	\$ 1,640,768	\$ 1,847,363	\$ 1,335,085	\$ 512,278
	\$ 3,733,194	\$ 2,092,426	\$ 1,640,768	\$ 1,847,363	\$ 1,335,085	\$ 512,278

Changes in the net carrying amounts of intangible assets can be summarized as follows:

	January 1, 2018			September 30, 2018		
	Net book value	Additions	Amortization	Disposals / Other	Net book value	
Broadcast license	\$ 512,278	\$ 1,885,831	\$ (757,341)	\$ -	\$ 1,640,768	
	\$ 512,278	\$ 1,885,831	\$ (757,341)	\$ -	\$ 1,640,768	

Changes in the net carrying amounts of intangible assets can be summarized as follows:

	January 1, 2017			December 31, 2017		
	Net book value	Additions	Amortization	Disposals / Other	Net book value	
Broadcast license	\$ 820,498	\$ 375,884	\$ (684,104)	\$ -	\$ 512,278	
	\$ 820,498	\$ 375,884	\$ (684,104)	\$ -	\$ 512,278	

### 12 Income tax (recovery) expense

	Three months ended September 30,		Nine months ended September 30,	
	2018	2017	2018	2017
Current	\$ (124,105)	\$ 55,787	\$ (323,236)	\$ 61,779
Deferred	(2,207)	37,975	(21,092)	47,654
Total	\$ (126,312)	\$ 93,762	\$ (344,328)	\$ 109,433

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 13 Finance Lease Obligations

Finance lease obligations are secured by the specific equipment being financed, bears interest from 2.95% to 7.87% per annum and has monthly payments of \$3,141 and matures on May 1, 2021.

	September 30, 2018	December 31, 2017
Finance lease obligations	\$ 126,636	\$ 161,956
Less: current portion of Finance lease obligations	(48,761)	(47,329)
	<u>\$ 77,875</u>	<u>\$ 114,627</u>

**Minimum lease payments required in the next five years under capital lease are as follows:**

2018	\$ 52,092
2019	43,758
2020	32,120
2021	7,200
2022	-
	<u>135,170</u>
Less interest included in minimum payments	8,534
	<u>\$ 126,636</u>

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 14 Accounts Payable and Accrued Liabilities

	September 30, 2018	December 31, 2017
Accounts and other payable	\$ 3,586,336	\$ 3,152,261
Accrued expense	267,297	276,299
<b>Total</b>	<b>\$ 3,853,633</b>	<b>\$ 3,428,560</b>

### 15 Cash and Cash Equivalents

	September 30, 2018	December 31, 2017
Cash on hand	\$ 500	\$ 500
Bank balances	68,395	815,650
Short-term deposits	3,250,000	4,500,000
<b>Total</b>	<b>\$ 3,318,895</b>	<b>\$ 5,316,150</b>

### 16 Short-term Investments

Short-term investments are Guaranteed Investment Certificates held in major Canadian financial institutions with an original maturity of more than 3 months.

### 17 Financial Instruments

The carrying value of cash and cash equivalents, short-term investments, trade and other receivables, and accounts payable and accrued liabilities approximate their fair values because of the short-term nature of these financial instruments.

The carrying value of the bank credit facility when amounts are drawn approximates its fair value due to the market interest rates applicable on these financial instruments.

Fair value estimates are made at a specific point in time based on relevant market information and information about the financial instruments. The estimates are subjective in nature and involve uncertainties and matters of judgment. Changes in assumptions could significantly affect these statements.

The Company provides disclosure of the three-level hierarchy that reflects the significance of the inputs used in making the fair value measurements. The fair value of financial assets and financial liabilities included in Level 1 are determined by reference to quoted prices in active markets for identical assets and liabilities. The fair value of financial assets and financial liabilities in Level 2 include valuations using inputs based on observable market data, either directly or indirectly, other than the quoted prices. Level 3 valuations are based on inputs that are not based on observable market data. There were no material financial instruments categorized in Level 3 (valuation technique using non-observable market inputs) as at September 30, 2018 or December 31, 2017.

There were no changes in categorization of financial assets and liabilities into the three levels of the fair value hierarchy during the 3 months and 9 months ended September 30, 2018.

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

### 17 Financial Instruments - continued

The following table outlines the hierarchy of inputs used in the calculations of fair value for each financial instrument:

Description	Total	Level 1	Level 2	Level 3
		Quoted prices in active market for identical assets	Significant other observable inputs	Significant other unobservable inputs
<b>Financial assets at fair value through net income for the period:</b>				
Cash and cash equivalents	\$ 3,318,895	\$ 3,318,895	\$ -	\$ -
<b>Held-to-maturity</b>				
Short-term investments	500,000	500,000	-	-
<b>Loans and receivables:</b>				
Accounts receivable	2,237,858	-	2,237,858	-
<b>Other liabilities at cost:</b>				
Accounts payable and accrued liabilities	(3,853,633)	-	(3,853,633)	-
Current and long-term debt	(126,636)	-	(126,636)	-

### 18 Commitments

Our material obligations under firm contractual arrangements are summarized below at September 30, 2018. See also Note 18 to the 2017 Audited Consolidated Financial Statements.

Obligations	2019	2020	2021	2022	After 2022	Totals
Lease commitments	\$ 583,452	\$ 567,200	\$ 530,735	\$ 341,824	\$ -	\$ 2,023,211
Purchase commitments	2,140,001	1,775,276	335,276	-	-	4,250,553
Totals	\$ 2,723,453	\$ 2,342,476	\$ 866,011	\$ 341,824	\$ -	\$ 6,273,764