



### **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.

"Ankit Bhandari"

Chief Financial Officer

Dated as of the 25<sup>th</sup> day of November 2022.

# Asian Television Network International Limited

## Unaudited Interim Condensed Consolidated Income Statements

For the three months and nine months ended September 30, 2022 and September 30, 2021

	Note	Three months ended September 30,		Nine months ended September 30,	
		2022	2021	2022	2021
<b>Operating revenue</b>	4	\$ 1,982,197	\$ 2,378,476	\$ 5,935,282	\$ 7,258,790
<b>Operating expenses</b>					
Administrative expenses		207,575	156,985	638,546	619,376
Marketing and distribution costs	5	1,220,199	1,630,416	3,712,779	5,068,299
Employee costs		578,114	473,701	1,700,403	1,532,047
Depreciation and amortization	6	200,142	205,336	700,931	610,895
Finance costs		27,751	8,871	76,079	31,566
Loss (gain) on foreign exchange		2,934	(1,372)	9,024	(2,853)
<b>Total operating expenses</b>		<b>2,236,715</b>	<b>2,473,937</b>	<b>6,837,762</b>	<b>7,859,330</b>
<b>Income (Loss) before tax</b>		<b>(254,518)</b>	<b>(95,461)</b>	<b>(902,480)</b>	<b>(600,540)</b>
Income tax expense (recovery)	7	-	-	-	-
<b>Net Loss &amp; Comprehensive Loss for the period</b>		<b>\$ (254,518)</b>	<b>\$ (95,461)</b>	<b>\$ (902,480)</b>	<b>\$ (600,540)</b>
<b>Loss per share</b>					
Basic	9	\$ (0.01)	\$ (0.00)	\$ (0.04)	\$ (0.02)
Diluted	9	\$ (0.01)	\$ (0.00)	\$ (0.04)	\$ (0.02)

See accompanying notes.

# Asian Television Network International Limited

## Unaudited Interim Condensed Consolidated Statements of Financial Position

As at September 30, 2022 and December 31, 2021

	Note	2022	2021
<b>Current assets</b>			
Cash and cash equivalents	12 \$	84,432 \$	54,900
Restricted cash	15	500,000	500,000
Short-term investments		500,000	-
Trade and other receivables		1,602,774	1,947,118
Income taxes recoverable		244,198	134,719
Prepaid expenses		-	-
<b>Total current assets</b>		<b>2,931,404</b>	<b>2,636,737</b>
<b>Non-current assets</b>			
Plant and equipment	10	3,060,575	3,552,246
Intangible assets	11	5,041	4,748
Long-term investments	13	1,500,000	2,000,000
Other long-term assets		95,130	95,130
<b>Total non-current assets</b>		<b>4,660,746</b>	<b>5,652,124</b>
<b>TOTAL ASSETS</b>		<b>\$ 7,592,150</b>	<b>\$ 8,288,861</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	14 \$	3,041,783 \$	2,698,253
Bank indebtedness	15	250,000	200,000
Lease liabilities - current portion		\$ 575,558	519,723
<b>Total current liabilities</b>		<b>3,867,341</b>	<b>3,417,976</b>
<b>Non-current liabilities</b>			
Lease liabilities		2,176,195	2,419,791
<b>TOTAL LIABILITIES</b>		<b>6,043,536</b>	<b>5,837,767</b>
<b>SHAREHOLDERS' EQUITY</b>		<b>1,548,614</b>	<b>2,451,094</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>\$ 7,592,150</b>	<b>\$ 8,288,861</b>

Commitments (Note 16)

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, 2022 and September 30, 2021

	Note	Number of common shares	Common shares amounts	Retained earnings	Total shareholders' equity
Balances, January 1, 2022		24,402,914	\$ 6,025,852	\$ (3,574,758)	\$ 2,451,094
Net loss for the period		-	-	(902,480)	(902,480)
<b>Balances, September 30, 2022</b>	<b>8</b>	<b>24,402,914</b>	<b>\$ 6,025,852</b>	<b>\$ (4,477,238)</b>	<b>\$ 1,548,614</b>
Balances, January 1, 2021		24,402,914	\$ 6,025,852	\$ (3,407,873)	\$ 2,617,979
Net loss for the period		-	-	(600,540)	(600,540)
<b>Balances, September 30, 2021</b>	<b>8</b>	<b>24,402,914</b>	<b>\$ 6,025,852</b>	<b>\$ (4,008,413)</b>	<b>\$ 2,017,439</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, 2022 and September 30, 2021

	Note	Three months ended September 30, 2022	September 30, 2021	Nine months ended September 30, 2022	September 30, 2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Net loss for the period		\$ (254,518)	\$ (95,461)	\$ (902,480)	\$ (600,540)
Adjustments for:					
Finance costs		27,751	8,871	76,079	31,566
Depreciation and amortization	6	231,565	256,346	826,952	859,529
Deferred income tax		-	-	-	-
Changes in working capital:					
(Increase) decrease in trade and other receivables		(34,371)	(200,275)	234,865	194,728
Increase (decrease) in accounts payable and accrued liabilities		197,002	514,889	320,941	14,222
Interest paid		(27,751)	(8,871)	(76,079)	(31,567)
<b>NET CASH FLOWS FROM OPERATIONS</b>		<b>139,677</b>	<b>475,499</b>	<b>480,277</b>	<b>467,938</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
Payments to acquire plant and equipment		-	(2,350)	(1,875)	(59,028)
Payments to acquire intangible assets		(11,375)	(55,403)	(103,725)	(156,590)
Proceeds from disposal of other long-term assets		-	-	-	-
(Payments to acquire) Proceeds from disposition of investments		-	-	-	200,000
<b>NET CASH FLOWS (USED IN) FROM INVESTING</b>		<b>(11,375)</b>	<b>(57,753)</b>	<b>(105,600)</b>	<b>(15,618)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>					
Advances from finance lease obligation			(5,011)		29,102
Repayment of lease obligation		(143,635)	(125,488)	(395,145)	(381,960)
Proceeds from (repayment of) bank indebtedness		10,000	(240,756)	50,000	(60,000)
Proceeds from (repayment of) long-term debt		-	-	-	-
Payments of dividends		-	-	-	-
<b>NET CASH FLOWS (USED IN) FROM FINANCING</b>		<b>(133,635)</b>	<b>(371,255)</b>	<b>(345,145)</b>	<b>(412,858)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(5,333)</b>	<b>46,491</b>	<b>29,532</b>	<b>39,462</b>
Cash and cash equivalents at beginning of period		89,765	61,863	54,900	68,892
<b>Cash and cash equivalents at end of period</b>		<b>84,432</b>	<b>108,354</b>	<b>\$ 84,432</b>	<b>\$ 108,354</b>

See accompanying notes.

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2022 and September 30, 2021

### 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 under the symbol SAT.V. The Company's executive offices are located at 330 Cochrane Drive, Markham, Ontario, Canada L3R 8E4. Its activities comprise providing specialty, pay television broadcasting and advertising primarily aimed at the South Asian community in Canada. ATN is the ultimate parent of the group of companies listed in Note 2 below.

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, 2021. These unaudited interim condensed consolidated financial statements of ATN for the nine months ended September 30, 2022 were approved by the Audit Committee on November 23, 2022.

### 2 Summary of Significant Accounting Policies

#### a. 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, 2021.

#### b. Basis of Consolidation

The consolidated financial statements include the accounts of Asian Television Network International Limited and its wholly-owned subsidiaries. All intercompany transactions and balances are eliminated on consolidation.

Significant subsidiaries are as follows:

	Percentage Owned	
	2022	2021
Subsidiaries:		
Asian Television Network Inc.	100%	100%
Commonwealth Broadcasting Ltd.	100%	100%
JCTV Productions Ltd.	100%	100%
South Asian Television Network Limited	100%	100%
South Asian Television Canada Limited	100%	100%

### 3 Segment Information

Management has determined the Company has one operating segment.

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2022 and September 30, 2021

### 4 Operating Revenue

	Three months ended September 30,		Nine months ended September 30,	
	2022	2021	2022	2021
Subscription	\$ 1,487,650	\$ 1,604,110	\$ 4,544,420	\$ 5,214,520
Advertising	449,584	720,939	1,266,676	1,926,642
Programming	33,673	33,691	104,768	86,644
Finance income	11,290	19,736	19,418	30,984
<b>Total</b>	<b>\$ 1,982,197</b>	<b>\$ 2,378,476</b>	<b>\$ 5,935,282</b>	<b>\$ 7,258,790</b>

### 5 Marketing and Distribution Costs

	Three months ended September 30,		Nine months ended September 30,	
	2022	2021	2022	2021
Programming and broadcast costs	\$ 1,044,693	\$ 1,432,485	\$ 3,183,948	\$ 4,496,647
Satellite and fibre costs	124,703	128,715	388,863	387,881
Advertising	11,375	23,493	39,714	61,318
Marketing and other distribution costs	39,428	45,723	100,254	122,453
<b>Total</b>	<b>\$ 1,220,199</b>	<b>\$ 1,630,416</b>	<b>\$ 3,712,779</b>	<b>\$ 5,068,299</b>

### 6 Depreciation and amortization

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

	Three months ended September 30,		Nine months ended September 30,	
	2022	2021	2022	2021
Broadcast equipment	\$ 48,682	\$ 97,325	\$ 245,852	\$ 292,069
IT equipment	2,709	3,136	8,826	7,599
Furniture and fixtures	1,442	1,820	4,325	5,460
Right of use assets	139,308	95,054	417,924	281,765
Leasehold improvements	8,001	8,001	24,004	24,002
Depreciation	200,142	205,336	700,931	610,895
Amortization - broadcast licenses included in marketing and distribution costs	31,423	313,347	126,021	248,634
Impairments	-	-	-	-
<b>Total depreciation and amortization</b>	<b>\$ 231,565</b>	<b>\$ 518,683</b>	<b>\$ 826,952</b>	<b>\$ 859,529</b>

### 7 Income Taxes

	Three months ended September 30,		Nine months ended September 30,	
	2022	2021	2022	2021
Current	\$ -	\$ -	\$ -	\$ -
Deferred	-	-	-	-
<b>Income tax expense</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2022 and September 30, 2021

### 8 Authorized & Share Capital

Issued capital

The Company's authorized and issued capital are as follows:

- An unlimited number of Class "A" preference shares, with no par value, with a \$0.12 cumulative dividend, payable on the third anniversary date from issuance. They are non-voting, redeemable and retractable at the amount paid thereon after the third anniversary date from issuance and convertible at the option of the holder at the rate of \$225,000 of preference shares in exchange for 1% issued and outstanding common shares. None of this class of shares are outstanding.

- An unlimited number of Class "B" preference shares, with no par value, which have non-cumulative dividends, are non-voting, and are redeemable and retractable at the amount paid thereon. None of this class of shares are outstanding.

- An unlimited number of common shares with no par value. The following details the issued and outstanding common shares for the periods ended September 30, 2022 and December 31 2021:

Common shares	Number	Dollar amount
Balance, December 31, 2021	24,402,914	6,025,852
Issued, repurchased or cancelled shares	-	-
Balance, September 30, 2022	24,402,914	\$ 6,025,852

### 9 Loss per Share

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

	Three months ended September 30,		Nine months ended September 30,	
	2022	2021	2022	2021
Numerator for basic and diluted income (loss) per share available to common shareholders				
Net income (loss) attributable to common shareholders	\$ (254,518)	\$ (95,461)	\$ (902,480)	\$ (600,540)
Denominator for basic income (loss) per share - weighted average number of shares outstanding	24,402,914	24,402,914	24,402,914	24,402,914
Effect of potentially dilutive instruments	-	-	-	-
Denominator for dilutive income (loss) per share - adjusted weighted average shares	24,402,914	24,402,914	24,402,914	24,402,914
Basic and dilutive income (loss) per share	\$ (0.01)	\$ (0.00)	\$ (0.04)	\$ (0.02)

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2022 and September 30, 2021

### 10 Plant and equipment

	September 30, 2022			December 31, 2021		
	Cost	Accumulated depreciation	Net book value	Cost	Accumulated depreciation	Net book value
Furniture and fixtures	327,661	299,866	27,795	327,661	295,541	32,120
IT equipment	517,377	453,607	63,770	517,377	444,781	72,596
Broadcast equipment	6,208,576	5,806,993	401,583	5,999,316	5,561,141	438,175
Leasehold improvements	466,580	301,265	165,315	466,580	277,261	189,319
Right of use asset - building	6,220,303	3,863,554	2,356,749	6,220,303	3,484,732	2,735,571
Right of use asset - other	211,177	165,814	45,363	211,177	126,712	84,465
	\$ 13,951,674	\$ 10,891,099	\$ 3,060,575	\$ 13,742,414	\$ 10,190,168	\$ 3,552,246

Changes in the net carrying amounts of plant and equipment during 2022 are summarized as follows:

	January 1, 2022				September 30, 2022	
	Net book value	Additions	Disposals	Depreciation	Disposals / Other	Net book value
Furniture and fixtures	32,120	-	-	(4,325)	-	27,795
IT equipment	72,596	-	-	(8,826)	-	63,770
Broadcast equipment	438,175	209,260	-	(245,852)	-	401,583
Leasehold improvements	189,319	-	-	(24,004)	-	165,315
Right of use - building	2,735,571	-	-	(378,822)	-	2,356,749
Right of use - other	84,465	-	-	(39,102)	-	45,363
	\$ 3,552,247	\$ 209,260	\$ -	\$ (700,931)	\$ -	\$ 3,060,576

Broadcast equipment includes a right of use asset with a net book value of \$193,559 (2021 - \$nil).

Changes in the net carrying amounts of plant and equipment during 2021 are summarized as follows:

	January 1, 2021				December 31, 2021	
	Net book value	Additions	Disposals	Depreciation	Disposals / Other	Net book value
Furniture and fixtures	39,400	-	\$ -	(7,280)	-	32,120
IT equipment	70,816	12,612	-	(10,832)	-	72,596
Broadcast equipment	821,888	5,680	-	(389,393)	-	438,175
Leasehold improvements	221,321	-	-	(32,002)	-	189,319
Right of use - building	509,781	2,621,853	-	(396,063)	-	2,735,571
Right of use - other	0	104,271	-	(19,806)	-	84,465
	\$ 1,663,206	\$ 2,744,416	\$ -	\$ (855,376)	\$ -	\$ 3,552,247

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2022 and September 30, 2021

### 11 Intangible assets

	September 30, 2022			December 31, 2021		
	Cost	Accumulated amortization	Net book value	Cost	Accumulated depreciation	Net book value
Broadcast licenses	\$ 4,699,821	\$ 4,694,780	\$ 5,041	\$ 4,573,507	\$ 4,568,759	\$ 4,748
	\$ 4,699,821	\$ 4,694,780	\$ 5,041	\$ 4,573,507	\$ 4,568,759	\$ 4,748

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

	January 1, 2022				September 30, 2022	
	Net book value	Additions	Disposals	Amortization	Disposals / Other	Net book value
Broadcast licenses	\$ 4,748	\$ 126,314	\$ -	\$ (126,021)	\$ -	\$ 5,041
	\$ 4,748	\$ 126,314	\$ -	\$ (126,021)	\$ -	\$ 5,041

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

	January 1, 2021				December 31, 2021	
	Net book value	Additions	Disposals	Amortization	Disposals / Other	Net book value
Broadcast license	\$ 96,437	\$ 212,121	\$ -	\$ (303,810)	\$ -	\$ 4,748
	\$ 96,437	\$ 212,121	\$ -	\$ (303,810)	\$ -	\$ 4,748

### 12 Cash and Cash Equivalents

	September 30, 2022	December 31, 2021
Cash on hand	\$ 500	\$ 500
Bank balances	83,932	54,400
<b>Total</b>	<b>\$ 84,432</b>	<b>\$ 54,900</b>

### 13 Investments

Long-term investments are Guaranteed Investment Certificates held at a major Canadian financial institution with maturities greater than one year from the date of the balance sheet.

### 14 Accounts Payable and Accrued Liabilities

	September 30, 2022	December 31, 2021
Accounts and other payable	\$ 2,721,996	\$ 2,510,628
Accrued liabilities	319,787	187,625
<b>Total</b>	<b>\$ 3,041,783</b>	<b>\$ 2,698,253</b>

### 15 Bank indebtedness

The Company has an authorized line of credit (the "Line") of a maximum of \$500,000 at a Canadian financial institution. The interest rate applicable is the financial institution's prime rate plus 0.5%, per annum. \$250,000 (2021 - \$200,000) of the \$500,000 line of credit is utilized as of September 30, 2022 (as on December 31, 2021). The lending is secured by a \$500,000 Guaranteed Investment Certificate held with the same major Canadian financial institution which bears interest at the prevailing GIC rate when it is renewed.

# Asian Television Network International Limited

## Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2022 and September 30, 2021

### 16 Commitments

In the normal course of its operations, the Company has entered into agreements, with terms ranging from one to seven years, for the acquisition of program rights to be aired on its television network along with agreements for signal delivery to distribute the acquired rights to Broadcast Distribution Undertakings. The acquisition of the rights and related obligations is contingent on the actual delivery of programming by the supplying partners and on other contractual terms. The total commitment for programming rights, signal delivery and other commitments that are measurable, as at September 30, 2022, are estimated as follows. See also Note 17 to the 2021 Audited Consolidated Financial Statements:

2022	321,000
2023	936,000
	<u>\$ 1,257,000</u>

### 17 Financial Instruments

The carrying values of cash, trade and other receivable, accounts payable and accrued liabilities approximates their fair values because of the short term nature of these financial instruments. The fair value of the Company's long-term debt and lease obligation is not significantly different from its carrying amount, due to the market rate of interest charged on the balance.

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, 2022 or December 31, 2021.

There were no changes in categorization of financial assets and liabilities into the three levels of the fair value hierarchy during the nine months ended September 30, 2022.

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	\$ 84,432	\$ 84,432	\$ -	-
<b>Held-to-maturity</b>				
Short-term investments	500,000		500,000	-
Long-term investments	1,500,000		1,500,000	
Restricted cash	500,000		500,000	
<b>Loans and receivables:</b>				
Accounts receivable	1,602,774	-	1,602,774	-
<b>Other liabilities at cost:</b>				
Accounts payable and accrued liabilities	3,041,783	-	3,041,783	-
Current and long-term debt	2,751,753	-	2,751,753	-

### 21 Subsequent Events

On October 14th, the Company received \$374,000 of the \$484,000 tax credits accrued as at December 31, 2021 in accounts receivable. The remaining balance to be received is presented as part of income taxes recoverable.