

Asian Television Network International Limited

Unaudited Interim Condensed Consolidated Income Statements

For the three months and nine months ended September 30, 2024 and September 30, 2023

	Note	Three months ended September 30,		Nine months ended September 30,	
		2024	2023	2024	2023
Operating revenue	4	\$ 1,617,028	\$ 2,031,621	\$ 5,252,389	\$ 5,677,936
Operating expenses					
Administrative expenses		360,690	193,316	1,139,450	872,109
Marketing and distribution costs	5	992,254	1,234,300	3,260,495	3,479,710
Employee costs		216,246	355,046	1,176,167	875,709
Depreciation and amortization	6	158,256	144,961	500,716	521,538
Finance costs		20,496	10,385	71,187	31,144
Loss (gain) on foreign exchange		352	1,531	1,420	2,578
Total operating expenses		1,748,295	1,939,539	6,149,435	5,782,788
Income (Loss) before tax		(131,267)	92,082	(897,046)	(104,852)
Income tax expense (recovery)	7	-	-	-	-
Net Loss & Comprehensive Loss for the period		\$ (131,267)	\$ 92,082	\$ (897,046)	\$ (104,852)
Weighted Average Shares Outstanding - Basic & Diluted	9	24,402,914	24,402,914	24,402,914	24,402,914
Loss per share - Basic & Diluted	9	\$ (0.01)	\$ 0.00	\$ (0.04)	\$ (0.00)

See accompanying notes.

Asian Television Network International Limited

Unaudited Interim Condensed Consolidated Statements of Financial Position

As at September 30, 2024 and December 31, 2023

	Note	2024	2023
Current assets			
Cash and cash equivalents	12	\$ 242,499	\$ 127,534
Short-term investments		24,200	-
Restricted cash	15	500,000	500,000
Trade and other receivables		1,656,112	1,986,120
Income taxes recoverable		369,464	521,579
Total current assets		\$ 2,792,275	3,135,233
Non-current assets			
Plant and equipment	10	1,880,102	2,177,155
Intangible assets	11	362,274	363,191
Long-term investments	13	-	1,110,000
Total non-current assets		2,242,376	3,650,346
TOTAL ASSETS		\$ 5,034,651	\$ 6,785,579
LIABILITIES AND SHAREHOLDERS' EQUITY			
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	14	4,312,258	\$ 3,637,846
Bank indebtedness	15	220,000	200,000
Notes payable		-	625,000
Deferred revenue		111,000	222,000
Current Portion of Long-term debt		7,882	7,882
Lease liabilities - current portion		585,098	585,252
Total current liabilities		\$ 5,236,238	5,277,980
Non-current liabilities			
Long-term debt		-	33,351
Lease liabilities		668,727	1,447,516
TOTAL LIABILITIES		\$ 5,904,965	6,758,847
SHAREHOLDERS' EQUITY			
		(870,314)	26,732
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 5,034,651	\$ 6,785,579

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, 2024 and September 30, 2023

	Note	Number of common shares	Common shares amounts	Retained earnings	Total shareholders' equity
Balances, January 1, 2024		24,402,914	\$ 6,025,852	\$ (5,999,120)	\$ 26,732
Net loss for the period		-	-	(897,046)	(897,046)
Dividends paid or payable		-	-	-	-
Balances, September 30, 2024	8	24,402,914	\$ 6,025,852	\$ (6,896,166)	\$ (870,314)
Balances, January 1, 2023		24,402,914	\$ 6,025,852	\$ (4,569,648)	\$ 1,456,204
Net loss for the period		-	-	(1,429,472)	(1,429,472)
Balances, September 30, 2023	8	24,402,914	\$ 6,025,852	\$ (5,999,120)	\$ 26,732

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, 2024 and September 30, 2023

	Note	Three months ended September 30,		Nine months ended September 30,	
		2024	2023	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:					
Net loss for the period		(131,267)	\$ 92,082	\$ (897,046)	\$ (104,852)
Adjustments for:					
Finance costs		20,496	10,385	71,187	31,144
Depreciation and amortization	6	249,855	458,308	771,932	834,884
Changes in working capital:					
(Increase) decrease in trade and other receivables		441,819	(141,871)	482,123	(280,363)
(Increase) decrease in prepaid expenses		-	-	-	-
Increase (decrease) in accounts payable, accrued liabilities & deferred revenue		605,527	(482,434)	563,413	(1,012,077)
Interest paid		(20,496)	(10,385)	(71,187)	(31,144)
NET CASH FLOWS FROM OPERATIONS		1,165,933	(73,915)	920,421	(562,407)
CASH FLOWS FROM INVESTING ACTIVITIES:					
(Payments to acquire) Proceeds from disposition of plant and equipment		(31,508)	(100,687)	(203,663)	134,728
Payments to acquire intangible assets		(270,299)	(313,347)	(270,299)	(134,397)
(Payments to acquire) Proceeds from disposition of investments		585,800	890,000	1,085,800	890,000
NET CASH FLOWS (USED IN) FROM INVESTING		283,993	475,966	611,838	890,331
CASH FLOWS FROM FINANCING ACTIVITIES:					
Advances from finance lease obligation		-	-	-	-
Repayment of finance lease obligation		(623,054)	-	(778,943)	-
Proceeds from (repayment of) bank indebtedness		(150,000)	(246,524)	20,000	(213,626)
Proceeds from (repayment of) notes payable		(625,000)	-	(658,351)	-
Proceeds from (repayment of) long-term debt		(16,676)	(138,590)	-	(166,054)
NET CASH FLOWS (USED IN) FROM FINANCING		(1,414,730)	(385,114)	(1,417,294)	(379,680)
Net decrease in cash and cash equivalents		35,197	16,937	114,965	(51,756)
Cash and cash equivalents at beginning of period		207,302	-	127,534	68,693
Cash and cash equivalents at end of period		242,499	16,937	242,499	16,937

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, 2024 and September 30, 2023

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 b below.

During the nine-month period ended September 30, 2024, the Company incurred a net loss of \$1,008,046 (2023 - \$104,852) and working capital deficiency of \$2,554,963 (Dec 31, 2023 - \$2,142,747). As at September 30, 2024 the Company had accumulated a deficit of \$7,007,166 (Dec 31, 2023 - \$5,999,120). These unaudited interim condensed consolidated financial statements have been prepared on the basis that the Company will continue as a going concern, which assumes that it will be able to realize its assets and satisfy its liabilities in the normal course of business for the foreseeable future. Management is aware, in making its going concern assessment, of material uncertainties related to events and conditions that may cast significant doubt upon the Company's ability to continue as a going concern. These unaudited interim condensed consolidated financial statements do not reflect the adjustments to the carrying values of the assets and liabilities and the reported expenses that would be necessary were the going concern assumption inappropriate. These adjustments could be material.

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, 2023. These unaudited interim condensed consolidated financial statements of ATN for the three and nine months ended September 30, 2024 were approved by the Audit Committee on November 22, 2024.

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, 2023. The consolidated statements of income present expenses based upon their nature.

The presentation currency and the functional currency of the Company is the Canadian dollar.

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	
	2024	2023
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.

4 Operating Revenue

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	2024	2023
Subscription	\$ 1,231,129	\$ 1,453,304	\$ 3,825,468	\$ 4,298,987
Advertising	239,117	422,878	1,116,125	1,051,341
Programming	92,227	135,000	202,419	236,501
Finance income	54,555	20,439	108,377	25,266
Total	\$ 1,617,028	\$ 2,031,621	\$ 5,252,389	\$ 5,677,936

5 Marketing and Distribution Costs

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	2024	2023
Programming and broadcast costs	\$ 954,425	\$ 1,097,951	\$ 3,071,330	\$ 3,095,887
Satellite and fibre costs	31,103	98,443	150,113	343,965
Advertising	420	12,739	1,486	52,427
Marketing and other distribution costs	6,306	25,167	37,566	123,075
Total	\$ 992,254	\$ 1,234,300	\$ 3,260,495	\$ 3,479,710

Asian Television Network International Limited

Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2024 and September 30, 2023

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,	
	2024	2023	2024	2023
Broadcast equipment	\$ 20,554	\$ 33,887	\$ 74,871	\$ 103,565
IT equipment	1,406	2,514	7,710	7,668
Production equipment	1,320	-	5,724	11,233
Furniture and fixtures	923	1,153	3,171	3,460
Right of use assets	126,274	99,627	378,822	378,822
Vehicles	-	-	-	-
Other Fixed Asset Clearing	-	-	4,204	-
Leasehold improvements	7,780	7,780	26,214	23,341
Depreciation	158,256	144,961	500,716	555,526
Amortization - broadcast licenses included in marketing and distribution costs	91,599	313,347	271,216	224,998
Impairments	-	-	-	-
Total depreciation and amortization	\$ 249,855	\$ 458,308	\$ 771,932	\$ 780,524

7 Income Taxes

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	2024	2023
Current	\$ -	\$ -	\$ -	\$ -
Deferred	-	-	-	-
Income tax expense	\$ -	\$ -	\$ -	\$ -

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, 2024 and December 31 2023:

	Number	Dollar amount
Common shares		
Balance, December 31, 2023	24,402,914	6,025,852
Issued, repurchased or cancelled shares	-	-
Balance, September 30, 2024	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,	
	2024	2023	2024	2023
Numerator for basic and diluted income (loss) per share available to common shareholders				
Net income (loss) attributable to common shareholders	\$ (131,267)	\$ 92,082	\$ (897,046)	\$ (104,852)
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)	\$ (0.00)

Asian Television Network International Limited

Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2024 and September 30, 2023

10 Plant and equipment

	September 30, 2024			December 31, 2023		
	Cost	Accumulated depreciation	Net book value	Cost	Accumulated depreciation	Net book value
Furniture and fixtures	327,661	309,091	18,570	327,661	305,920	21,741
IT equipment	474,321	474,140	182	474,321	466,430	7,891
Production equipment	544,725	538,879	5,846	544,725	533,155	11,570
Broadcast equipment	5,379,533	5,204,392	175,141	5,379,533	5,129,521	250,012
Leasehold improvements	535,523	366,603	168,920	466,580	340,389	126,190
Right of use asset - building	2,861,750	1,515,174	1,346,576	2,861,750	1,136,352	1,725,398
Vehicles	85,844	51,491	34,353	85,844	51,491	34,353
Other Fixed Asset Clearing	134,719	4,204	130,515	-	-	-
Right of use asset - other	-	-	-	-	-	-
	\$ 10,344,077	\$ 8,463,975	\$ 1,880,102	\$ 10,140,414	\$ 7,963,259	\$ 2,177,155

Changes in the net carrying amounts of plant and equipment during 2024 are summarized as follows:

	January 1, 2024					September 30, 2024
	Net book value	Additions	Disposals/Transfers	Depreciation	Disposals / Other	Net book value
Furniture and fixtures	21,741	-	-	(3,171)	-	18,570
IT equipment	7,891	-	-	(7,710)	-	181
Production equipment	11,570	-	-	(5,724)	-	5,846
Broadcast equipment	250,012	-	-	(74,871)	-	175,141
Leasehold improvements	126,191	68,943	-	(26,214)	-	168,920
Right of use - building	1,725,397	-	-	(378,822)	-	1,346,575
Vehicles	34,353	-	-	-	-	34,353
Other Assets	-	134,719	-	(4,204)	-	130,515
	\$ 2,177,155	\$ 203,663	\$ -	\$ (500,716)	\$ -	\$ 1,880,101

Changes in the net carrying amounts of plant and equipment during 2023 are summarized as follows:

	January 1, 2023					December 31, 2023
	Net book value	Additions	Disposals/Transfers	Depreciation	Disposals / Other	Net book value
Furniture and fixtures	26,354	-	\$ -	(4,613)	-	21,741
IT equipment	61,085	-	(2,560)	(9,928)	(40,706)	7,891
Production equipment	11,570	-	11,570	-	-	11,570
Broadcast equipment	359,492	-	(9,010)	(141,176)	40,706	250,012
Leasehold improvements	157,313	-	-	(31,122)	-	126,191
Right of use - building	2,230,495	-	-	(505,098)	-	1,725,397
Vehicles	0	38,170	-	(3,817)	-	34,353
Other Assets	0	-	-	-	-	0
Right of use - other	32,329	-	-	(32,329)	-	0
	\$ 2,867,068	\$ 38,170	\$ -	\$ (728,083)	\$ -	\$ 2,177,155

11 Intangible assets

	September 30, 2024			December 31, 2023		
	Cost	Accumulated amortization	Net book value	Cost	Accumulated depreciation	Net book value
Film Rights	\$ 175,000	-	\$ 175,000	\$ 175,000	0	\$ 175,000
Broadcast licenses	\$ 5,414,447	\$ 5,227,173	\$ 187,274	\$ 5,144,148	\$ 4,955,957	\$ 188,191
	\$ 5,414,447	\$ 5,227,173	\$ 362,274	\$ 5,144,148	\$ 4,955,957	\$ 363,191

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

	January 1, 2024					September 30, 2024
	Net book value	Additions	Disposals	Amortization	Disposals / Other	Net book value
Film Rights	175,000	-	-	-	-	175,000
Broadcast licenses	\$ 188,191	\$ 270,299	\$ -	\$ (271,216)	\$ -	\$ 187,274
	\$ 363,191	\$ 270,299	\$ -	\$ (271,216)	\$ -	\$ 362,274

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

	January 1, 2023					December 31, 2023
	Net book value	Additions	Disposals	Amortization	Disposals / Other	Net book value
Film Rights	\$ 85,000	90,000	-	-	-	\$ 175,000
Broadcast license	\$ 106,479	\$ 306,710	-	(224,998)	-	\$ 188,191
	\$ 191,479	\$ 396,710	\$ -	\$ (224,998)	\$ -	\$ 363,191

Asian Television Network International Limited

Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2024 and September 30, 2023

12 Cash and Cash Equivalents

	September 30, 2024	December 31, 2023
Cash on hand	\$ 817	\$ 817
Bank balances	241,682	126,717
Total	\$ 242,499	\$ 127,534

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, 2024	December 31, 2023
Accounts and other payable	\$ 3,828,058	\$ 3,025,115
Accrued liabilities	484,200	713,378
Total	\$ 4,312,258	\$ 3,738,493

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. \$220,000 (2023 - \$200,000) of the \$500,000 line of credit is utilized as of September 30, 2024 (as on December 31, 2023). 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.

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, 2024, are estimated as follows. See also Note 17 to the 2023 Audited Consolidated Financial Statements:

2024	393,920
2025	719,692
Thereafter	882,112
	\$ 1,995,724

Asian Television Network International Limited

Notes to Unaudited Interim Condensed Consolidated Financial Statements

For the three months and nine months ended September 30, 2024 and September 30, 2023

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, 2024 or December 31, 2023.

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, 2024.

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
Financial assets at fair value through net income for the period:				
Cash and cash equivalents	\$ 242,499	\$ 242,499	\$ -	\$ -
Held-to-maturity				
Short-term investments	24,200		24,200	-
Long-term investments	0		0	-
Restricted cash	500,000		500,000	-
Loans and receivables:				
Accounts receivable	1,656,112	-	1,656,112	-
Other liabilities at cost:				
Accounts payable and accrued liabilities	4,312,258	-	4,312,258	-
Bank indebtedness	220,000		220,000	-
Current and long-term lease liabilities	1,253,825		1,253,825	-
Current and long-term debt	7,882	-	7,882	-

18 Financial Instruments

Certain comparative amounts have been reclassified to conform to current year financial statement presentation. This reclassification did not result in changing net income, comprehensive income or other significant measurements.