

BHARTI AIRTEL LIMITED

Registered Office: Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase II, New Delhi – 110 070, India

Financial results for the third quarter and nine months ended December 31, 2013

1. Bharti Airtel Limited – Audited financial results for the third quarter and nine months ended December 31, 2013 as per Indian GAAP (as Stand alone entity)

Part I		(In Rs. Million except per share data)					
S.No.	Particulars	Quarter Ended	Quarter Ended	Quarter Ended	Nine Months Ended	Nine Months Ended	Year Ended
		December 31,	September 30,	December 31,	December 31,	December 31,	March 31,
		2013	2013	2012	2013	2012	2013
		Audited	Audited	Audited	Audited	Audited	Audited
1	Income from Operations	125,142	122,434	112,990	369,820	338,026	453,509
2	Expenses						
	(a) Access charges	17,673	17,760	19,489	54,459	55,891	74,212
	(b) Employee benefits expenses	4,100	4,201	3,857	12,595	11,061	15,113
	(c) Cost of goods sold	-	-	10	-	10	19
	(d) Power and Fuel	10,664	10,404	9,381	31,494	25,667	35,699
	(e) Rent	14,224	14,226	12,802	42,460	37,791	52,225
	(f) License fee and spectrum charges (revenue share)	13,695	13,585	12,035	40,491	36,465	48,815
	(g) Depreciation and amortisation expense	17,908	17,977	17,380	54,032	50,699	68,267
	(h) Other operating expenses	21,688	24,979	23,661	72,021	71,676	92,719
	Total Expenses	99,952	103,132	98,615	307,552	289,260	387,069
3	Profit from operations before Other Income, Finance Costs, Exceptional Items and Tax (1-2)	25,190	19,302	14,375	62,268	48,766	66,440
4	Other Income	752	5,390	450	6,972	14,067	14,631
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	25,942	24,692	14,825	69,240	62,833	81,071
6	Finance Costs	2,175	2,682	4,897	9,454	13,715	16,523
7	Profit from ordinary activities after finance costs but before exceptional items	23,767	22,010	9,928	59,786	49,118	64,548
8	Exceptional items - Loss / (Gain) (Refer Note 2 below)	(228)	-	-	2,071	-	-
9	Profit (+) / Loss(-) from ordinary activities before Tax	23,995	22,010	9,928	57,715	49,118	64,548
10	Tax Expense (including expense of Rs 57 Mn for the quarter ended Dec, 13 and benefit of Rs 540 Mn for the nine months ended Dec, 13 on exceptional items)	6,024	4,166	2,425	12,312	8,999	13,585
11	Net profit (+)/ loss(-) from Ordinary Activities after tax	17,971	17,844	7,503	45,403	40,119	50,963
12	Extraordinary items (net of tax expenses)	-	-	-	-	-	-
13	Profit (+) / Loss (-) for the period / year	17,971	17,844	7,503	45,403	40,119	50,963
14	Paid-up equity share capital (Face value Rs 5/- each)	19,987	19,987	18,988	19,987	18,988	18,988
15	Reserves excluding revaluation reserves including employee stock option outstanding (Refer Note 3 below)	635,118	617,137	515,927	635,118	515,927	522,453
16	Earnings per share (Face value Rs.5/- each) (in Rs.)						
	a. Basic and diluted EPS before Extraordinary items						
	i) Basic	4.496	4.464	1.976	11.519	10.564	13.420
	ii) Diluted	4.496	4.464	1.976	11.519	10.564	13.420
	b. Basic and diluted EPS after Extraordinary items						
	i) Basic	4.496	4.464	1.976	11.519	10.564	13.420
	ii) Diluted	4.496	4.464	1.976	11.519	10.564	13.420
Part II							
S.No.	Particulars	Quarter Ended	Quarter Ended	Quarter Ended	Nine Months Ended	Nine Months Ended	Year Ended
		December 31,	September 30,	December 31,	December 31,	December 31,	March 31,
		2013	2013	2012	2013	2012	2013
		Audited	Audited	Audited	Audited	Audited	Audited
A	Particulars of Shareholding						
1	Public Shareholding						
	a. Number of shares	1,389,895,924	1,389,895,924	1,196,402,920	1,389,895,924	1,196,402,920	1,194,297,918
	b. Percentage of shareholding	34.77%	34.77%	31.50%	34.77%	31.50%	31.45%
2	Promoters and Promoter Group Shareholding						
	a) Pledged/ Encumbered						
	- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	- Number of Shares	2,607,504,178	2,607,504,178	2,601,127,176	2,607,504,178	2,601,127,176	2,603,232,178
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of Shares (as a % of the total share capital of the Company)	65.23%	65.23%	68.50%	65.23%	68.50%	68.55%
S.No.	Particulars						Quarter Ended
							December 31,
							2013
B	Status of investor complaints as on December 31, 2013 is as follows:						
	Complaints pending as on October 1, 2013						Nil
	Complaints received during the quarter						3
	Complaints resolved during the quarter						2
	Complaints pending as on December 31, 2013						1

2. Segment Reporting - Prepared as per Indian GAAP (as Stand alone entity)

(In Rs Million)

Particulars	Quarter Ended December 31,	Quarter Ended September 30,	Quarter Ended December 31,	Nine Months Ended December 31,	Nine Months Ended December 31,	Year Ended March 31,
	2013	2013	2012	2013	2012	2013
	Audited	Audited	Audited and Restated	Audited	Audited and Restated	Audited and Restated
1. Segment Revenue						
Net sales/income from each segment						
a) Mobile Services	108,483	106,022	99,622	322,400	299,119	401,804
b) Telemedia Services	9,485	9,286	8,846	27,783	26,500	35,327
c) Airtel Business	14,979	15,705	13,170	43,856	36,972	49,133
d) Unallocated	-	-	-	-	-	-
Total	132,947	131,013	121,638	394,039	362,591	486,264
Less: Inter Segment Eliminations	7,805	8,579	8,648	24,219	24,565	32,755
Net sales/Income	125,142	122,434	112,990	369,820	338,026	453,509
2. Segment Results						
Profit/(Loss) before tax and net Finance Costs from each segment						
a) Mobile Services	22,280	18,496	12,568	57,245	43,259	59,149
b) Telemedia Services	1,466	1,322	1,771	4,296	5,138	7,020
c) Airtel Business	2,296	1,185	270	4,936	751	1,393
d) Unallocated #	(438)	(1,406)	(87)	(3,249)	6,994	6,105
Total	25,604	19,597	14,522	63,228	56,142	73,667
Less: Inter Segment Eliminations	-	-	-	-	-	-
Total profit/(loss) before tax and Net Finance Costs	25,604	19,597	14,522	63,228	56,142	73,667
Less :						
Net Finance Costs / (Income)	1,837	(2,413)	4,594	3,442	7,024	9,119
Exceptional Items - Loss / (Gain)	(228)	-	-	2,071	-	-
Total profit before tax	23,995	22,010	9,928	57,715	49,118	64,548
3. Capital Employed (Segment assets - Segment liabilities) *						
a) Mobile Services	252,989	261,442	277,072	252,989	277,072	278,426
b) Telemedia Services	21,757	22,462	32,306	21,757	32,306	32,020
c) Airtel Business	7,685	9,622	17,733	7,685	17,733	16,156
d) Unallocated **	349,469	319,751	184,561	349,469	184,561	191,383
Total	631,900	613,277	511,672	631,900	511,672	517,985

*Excludes inter segment assets and liabilities.

**Includes borrowings for 3G and BWA licenses of Rs 36,400 Mn, Rs 41,450 Mn, Rs 52,225 Mn and Rs 52,225 Mn, as at December 31, 2013, September 30, 2013, December 31, 2012 and March 31, 2013, respectively.

includes foreign exchange fluctuations in respect of loans given to subsidiaries.

Notes to accounts

- Notes to the consolidated financial results form part of the notes to the standalone financial results.
- Exceptional items during the quarter represent reversal of exceptional charge of Rs 228 Mn recorded in previous quarter. Further, tax expense of Rs 57 Mn on the same has been recognized.
- Reserves and surplus as at December 31, 2013 include Rs 2,433 Mn for the Company, towards employee stock option outstanding account (net of the related deferred cost) of the Company.

4. On January 8, 2013, the Department of Telecommunications ('DoT') issued a demand on the Company for Rs 51,353 Mn towards levy of one time spectrum charge. Based on a petition filed by the Company, the Hon'ble High Court of Bombay, through its order dated January 28, 2013, has directed DoT to respond and not to take any coercive action until the next date of hearing. The Company, based on independent legal opinions, has not given effect for the one time spectrum charges in these financial results.
5. Previous year's/period's figures have been regrouped / rearranged, wherever required.

For Bharti Airtel Limited

Sd/-

Manoj Kohli
Managing Director and CEO (International)

For Bharti Airtel Limited

Sd/-

Gopal Vittal
Joint Managing Director and CEO (India)

New Delhi
January 29, 2014

"Bharti Airtel", or "the Company", wherever stated stands for Bharti Airtel Limited.
For more details on the financial results, please visit our website www.airtel.in