

**BHARTI AIRTEL LIMITED**

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

**Financial results for the fourth quarter and year ended March 31, 2014**

**1. Bharti Airtel Limited – Audited financial results for the fourth quarter and year ended March 31, 2014 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	Year Ended	Year Ended
		March 31,	December 31,	March 31,	March 31,	March 31,
		2014	2013	2013	2014	2013
		Audited	Audited	Audited	Audited	Audited
1	<b>Income from Operations</b>	129,365	125,142	115,483	499,185	453,509
2	<b>Expenses</b>					
	(a) Access charges	18,556	17,673	18,321	73,015	74,212
	(b) Employee benefits expenses	3,886	4,100	4,052	16,481	15,113
	(c) Cost of goods sold	22	-	9	22	19
	(d) Power and Fuel	10,203	10,664	10,032	41,697	35,699
	(e) Rent	14,444	14,224	14,434	56,904	52,225
	(f) License fee and spectrum charges (revenue share)	14,191	13,695	12,350	54,682	48,815
	(g) Depreciation and amortisation expense	18,281	17,908	17,568	72,313	68,267
	(h) Other operating expenses	21,375	21,688	21,397	93,396	92,719
	<b>Total Expenses</b>	<b>100,958</b>	<b>99,952</b>	<b>98,163</b>	<b>408,510</b>	<b>387,069</b>
3	<b>Profit from operations before Other Income, Finance Costs, Exceptional Items and Tax (1-2)</b>	<b>28,407</b>	<b>25,190</b>	<b>17,320</b>	<b>90,675</b>	<b>66,440</b>
4	Other Income	1,562	752	918	8,534	14,631
5	<b>Profit from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>29,969</b>	<b>25,942</b>	<b>18,238</b>	<b>99,209</b>	<b>81,071</b>
6	Finance Costs	3,910	2,175	2,808	13,364	16,523
7	<b>Profit from ordinary activities after finance costs but before exceptional items</b>	<b>26,059</b>	<b>23,767</b>	<b>15,430</b>	<b>85,845</b>	<b>64,548</b>
8	Exceptional items - Loss / (Gain)	-	(228)	-	2,071	-
9	<b>Profit (+) /Loss(-) from ordinary activities before Tax</b>	<b>26,059</b>	<b>23,995</b>	<b>15,430</b>	<b>83,774</b>	<b>64,548</b>
10	Tax Expense (including benefit of Rs 966 Mn for the quarter ended Mar,14, expense of Rs 57 Mn for the quarter ended Dec,13 and benefit of Rs 1,180 Mn for the year ended Mar,14 on exceptional items)	5,460	6,024	4,586	17,772	13,585
11	<b>Net profit (+) / loss(-) from Ordinary Activities after tax</b>	<b>20,599</b>	<b>17,971</b>	<b>10,844</b>	<b>66,002</b>	<b>50,963</b>
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	<b>Profit (+) / Loss (-) for the period / year</b>	<b>20,599</b>	<b>17,971</b>	<b>10,844</b>	<b>66,002</b>	<b>50,963</b>
14	Paid-up equity share capital (Face value Rs.5/- each)	19,987	19,987	18,988	19,987	18,988
15	Reserves excluding revaluation reserves including employee stock option outstanding (Refer Note 7 below)	647,272	635,118	522,453	647,272	522,453
16	<b>Earnings per share (Face value Rs.5/- each) (in Rs.)</b>					
	<b>a. Basic and diluted EPS before Extraordinary items</b>					
	i) Basic	5.153	4.496	2.856	16.687	13.420
	ii) Diluted	5.153	4.496	2.856	16.687	13.420
	<b>b. Basic and diluted EPS after Extraordinary items</b>					
	i) Basic	5.153	4.496	2.856	16.687	13.420
	ii) Diluted	5.153	4.496	2.856	16.687	13.420

  

Part II		Quarter Ended	Quarter Ended	Quarter Ended	Year Ended	Year Ended
S.No.	Particulars	March 31,	December 31,	March 31,	March 31,	March 31,
		2014	2013	2013	2014	2013
		Audited	Audited	Audited	Audited	Audited
<b>A</b>	<b>Particulars of Shareholding</b>					
1	<b>Public Shareholding</b>					
	a. Number of shares	1,386,131,356	1,389,895,924	1,194,297,918	1,386,131,356	1,194,297,918
	b. Percentage of shareholding	34.68%	34.77%	31.45%	34.68%	31.45%
2	<b>Promoters and Promoter Group Shareholding</b>					
	a) Pledged/ Encumbered					
	- Number of Shares	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
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered					
	- Number of Shares	2,611,268,746	2,607,504,178	2,603,232,178	2,611,268,746	2,603,232,178
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%	100%
	- Percentage of Shares (as a % of the total share capital of the Company)	65.32%	65.23%	68.55%	65.32%	68.55%

  

S.No.	Particulars	Quarter Ended
		March 31,
		2014
<b>B</b>	<b>Status of investor complaints as on March 31, 2014 is as follows:</b>	
	Complaints pending as on January 1, 2014	1
	Complaints received during the quarter	0
	Complaints resolved during the quarter	1
	Complaints pending as on March 31, 2014	NIL

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

(In Rs Million)

Particulars	Quarter Ended March 31,	Quarter Ended December 31,	Quarter Ended March 31,	Year Ended March 31,	Year Ended March 31,
	2014	2013	2013	2014	2013
	Audited	Audited	Audited and Restated	Audited	Audited and Restated
<b>1. Segment Revenue</b>					
Net sales/income from each segment					
a) Mobile Services	112,614	108,483	102,685	435,014	401,804
b) Telemedia Services	9,592	9,485	8,827	37,375	35,327
c) Airtel Business	14,711	14,979	12,161	58,567	49,133
d) Unallocated	-	-	-	-	-
<b>Total</b>	<b>136,917</b>	<b>132,947</b>	<b>123,673</b>	<b>530,956</b>	<b>486,264</b>
Less: Inter Segment Eliminations	7,552	7,805	8,190	31,771	32,755
<b>Net sales/Income</b>	<b>129,365</b>	<b>125,142</b>	<b>115,483</b>	<b>499,185</b>	<b>453,509</b>
<b>2. Segment Results</b>					
Profit/(Loss) before tax , net Finance Costs and exceptional items from each segment					
a) Mobile Services	24,422	22,280	15,890	81,667	59,149
b) Telemedia Services	1,454	1,466	1,882	5,750	7,020
c) Airtel Business	1,583	2,296	642	6,519	1,393
d) Unallocated #	1,405	(438)	(889)	(1,844)	6,105
<b>Total</b>	<b>28,864</b>	<b>25,604</b>	<b>17,525</b>	<b>92,092</b>	<b>73,667</b>
Less: Inter Segment Eliminations	-	-	-	-	-
<b>Total profit/(loss) before tax , Net Finance Costs and exceptional items</b>	<b>28,864</b>	<b>25,604</b>	<b>17,525</b>	<b>92,092</b>	<b>73,667</b>
Less :					
Net Finance Costs / (Income )	2,805	1,837	2,095	6,247	9,119
Exceptional Items - Loss / (Gain)	-	(228)	-	2,071	-
<b>Total profit before tax</b>	<b>26,059</b>	<b>23,995</b>	<b>15,430</b>	<b>83,774</b>	<b>64,548</b>
<b>3. Capital Employed</b>					
(Segment assets - Segment liabilities) *					
a) Mobile Services	308,484	252,989	278,426	308,484	278,426
b) Telemedia Services	21,369	21,757	32,020	21,369	32,020
c) Airtel Business	5,695	7,685	16,156	5,695	16,156
d) Unallocated **	307,715	349,469	191,383	307,715	191,383
<b>Total</b>	<b>643,263</b>	<b>631,900</b>	<b>517,985</b>	<b>643,263</b>	<b>517,985</b>

\*Excludes inter segment assets and liabilities.

\*\*Includes borrowings for 3G and BWA licenses (including spectrum) of Rs 36,400 Mn ,Rs 36,400 Mn and Rs 52,225 Mn, as of March 31,2014, December 31,2013 and March 31, 2013, respectively.

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

## Notes to accounts

1. Notes to the consolidated financial results form part of the notes to the standalone financial results.
2. During the quarter, the Company has won the auction for 99.80 MHz spectrum in 13 service areas in the auction conducted by the Government of India. The Company has opted for the deferred payment option and has paid an advance of Rs 53,304 Mn with the balance amount of Rs 129,129 Mn payable in 10 equal installments after a moratorium of two years. Pending the allocation of spectrum by the Government of India, the balance amount has been disclosed under capital commitments in the notes to the financial statements.
3. Tax expense for the quarter includes reversal of Rs 966 Mn on account of settlement of an uncertain tax position which has been considered as an exceptional item.
4. Subject to the approval of the shareholders in the ensuing Annual General Meeting of the Company, the Board of Directors has recommended a final dividend of Rs 1.80 per equity share of Rs. 5/- each for the financial year 2013-14. The Company, based on an independent legal opinion, has determined that the provisions of the Companies Act, 2013 apply to the proposed dividend for the year ended March 31, 2014, as it would be declared and paid after April 1, 2014. Since the Companies Act, 2013 does not mandate transfer to general reserve, the Company has not transferred any amount to the general reserve for the proposed dividend.
5. The Scheme of Arrangements ("Scheme") under Sections 391 to 394 of the Companies Act, 1956 for amalgamation of Airtel Broadband Services Private Limited (formerly known as Wireless Business Services Private Limited), a wholly owned subsidiary of the Company, with the Company, was approved by the Hon'ble High Courts of Delhi and Bombay on January 21, 2014 and April 11, 2014, respectively. The Scheme shall be effective on filing of certified copies of Orders of Hon'ble High Courts of Bombay and Delhi with the Registrar of Companies (ROC) and obtaining of any other regulatory approval. The said orders are yet to be filed with ROC. Accordingly, the Scheme has not been given effect to in these financial results.
6. On January 1, 2014, the Company has transferred its Data Center and Managed Services undertaking to Nxtra Data Limited (a wholly owned subsidiary of the Company).
7. Reserves and surplus as at March 31, 2014 include Rs 2,365 Mn, towards employee stock option outstanding account (net of the related deferred cost) of the Company.
8. 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 to the one time spectrum charges in these financial results.
9. The financial results for the quarter ended March 31, 2014 and March 31, 2013 are the balancing figures between audited results in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years.

10. Audited statement of Assets and Liabilities as per IGAAP (as a standalone entity) in terms of Clause 41 of the Listing Agreement is as follows :

(In Rs Million)

Particulars	As of	
	March 31	March 31
	2014	2013
	Audited	Audited
<b>A EQUITY AND LIABILITIES</b>		
<b>1 Shareholders' Funds</b>		
a) Share capital	19,987	18,988
b) Reserves and surplus	647,293	522,474
	<b>667,280</b>	<b>541,462</b>
<b>2 Non- Current Liabilities</b>		
a) Long-term borrowings	72,717	98,408
b) Deferred tax liabilities (Net )	9,475	11,503
c) Other long term liabilities	39,394	31,708
d) Long term provisions	2,095	1,494
	<b>123,681</b>	<b>143,113</b>
<b>3 Current Liabilities</b>		
a) Short-term borrowings	12,510	31,390
b) Trade payables	62,663	51,372
c) Other current liabilities	106,454	106,034
d) Short term provisions	9,453	5,461
	<b>191,080</b>	<b>194,257</b>
<b>Total Equity and Liabilities</b>	<b>982,041</b>	<b>878,832</b>
<b>B ASSETS</b>		
<b>1 Non-Current Assets</b>		
a) Fixed Assets	411,224	442,134
b) Non current investments	340,348	271,191
c) Long- term loans and advances	145,180	89,358
d) Other non-current assets	17,901	14,111
	<b>914,653</b>	<b>816,794</b>
<b>2 Current Assets</b>		
a) Current investments	4,891	10,800
b) Inventories	11	21
c) Trade receivables	21,655	22,468
d) Cash and cash equivalents	4,460	3,627
e) Short-term loans and advances	24,218	14,133
f) Other current assets	12,153	10,989
	<b>67,388</b>	<b>62,038</b>
<b>Total Assets</b>	<b>982,041</b>	<b>878,832</b>

11. Previous year's/period's figures have been regrouped / rearranged, wherever required.

For Bharti Airtel Limited

Sd/-

Gopal Vittal  
Managing Director and CEO (India & South Asia)

Gurgaon  
April 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](http://www.airtel.in)