

BHARTI AIRTEL LIMITED

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

Financial results for the first quarter ended June 30, 2009

1. **Consolidated summarised financial results of Bharti Airtel Limited and its subsidiaries prepared as per United States Generally Accepted Accounting Principles (US GAAP)**

(In Rs Crore except ratios)

Particulars	Quarter Ended		Y-o-Y Growth
	June 2009	June 2008	
	Audited	Audited	
Total revenues	9,941.60	8,483.30	17%
EBITDA	4,151.80	3,522.10	18%
Cash profit from operations	4,412.30	3,338.90	32%
Earnings/(loss) before taxation	3,008.80	2,381.40	26%
Current tax expense/ (income)	682.10	305.30	123%
Earnings/(loss) after current tax expense	2,326.70	2,076.10	12%
Deferred tax expense / (income)	(237.90)	22.90	
Net profit / (loss)	2,516.70	2,025.00	24%
EBITDA / Total revenues	41.8%	41.5%	

2. Consolidated summarised financial results of Bharti Airtel Limited and its subsidiaries prepared as per Indian Generally Accepted Accounting Principles (IGAAP)

(In Rs. Crore except per share data)

S. No.	Particulars	Quarter Ended June 30,		Three month Ended June 30,		Year ended March
		2009	2008	2009	2008	31, 2009
		Audited	Audited	Audited	Audited	Audited
1	a) Net Sales/ Income from Operations b) Other Operating Income Total Income	10,429.94 - 10,429.94	8,506.00 - 8,506.00	10,429.94 - 10,429.94	8,506.00 - 8,506.00	37,352.08 - 37,352.08
2	Total Expenditure (a) Employee Cost (b) Depreciation (c) License Fees & Spectrum Charges (d) Access & Interconnection Charges (e) Network Operating Expenses (f) Sales & Marketing (g) Administration & others (h) Other Expenditure	7,636.24 512.21 1,437.18 1,012.57 1,137.15 2,105.69 675.39 682.59 73.46	6,034.64 401.59 997.16 853.77 1,242.20 1,218.48 550.36 676.36 94.72	7,636.24 512.21 1,437.18 1,012.57 1,137.15 2,105.69 675.39 682.59 73.46	6,034.64 401.59 997.16 853.77 1,242.20 1,218.48 550.36 676.36 94.72	27,052.17 1,791.65 4,672.77 3,826.99 5,290.87 6,232.79 2,461.17 2,452.30 323.63
3	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	2,793.70	2,471.36	2,793.70	2,471.36	10,299.91
4	Other Income	18.75	61.58	18.75	61.58	152.38
5	Profit before Interest & Exceptional Items (3+4)	2,812.45	2,532.94	2,812.45	2,532.94	10,452.29
6	Interest Expense / (Income) Net	(355.54)	(94.53)	(355.54)	(94.53)	1,861.28
7	Profit after Interest but before Exceptional Items	3,167.99	2,627.47	3,167.99	2,627.47	8,591.01
8	Exceptional items	-	-	-	-	-
9	Profit (+) /Loss(-) from Ordinary Activities before tax	3,167.99	2,627.47	3,167.99	2,627.47	8,591.01
10	Tax Expense -Current Tax -Fringe Benefit Tax -Deferred Tax	472.90 334.47 0.00 138.43	417.47 305.30 9.55 102.62	472.90 334.47 0.00 138.43	417.47 305.30 9.55 102.62	546.83 808.23 40.81 (302.21)
11	Net profit (+)/ loss(-) from Ordinary Activities after tax	2,695.09	2,210.00	2,695.09	2,210.00	8,044.18
12	Extraordinary items (net of tax expenses Rs.)	-	-	-	-	-
13	Profit (+) /Loss (-) for the period	2,695.09	2,210.00	2,695.09	2,210.00	8,044.18
14	Minority Interest	47.14	43.32	47.14	43.32	185.23
15	Net Profit/Loss for the period	2,647.95	2,166.68	2,647.95	2,166.68	7,858.95
16	Paid-up equity share capital (Face value Rs.10/- each)	1,898.37	1,898.02	1,898.37	1,898.02	1,898.24
17	Reserves excluding revaluation reserves including employee stock option outstanding	29,860.76	22,019.39	29,860.76	22,019.39	27,671.43
18	Earnings per share (in Rs.) - Pre Stock Split a. Basic and diluted EPS before Extraordinary items i) Basic ii) Diluted a. Basic and diluted EPS after Extraordinary items i) Basic ii) Diluted	13.949 13.943 13.949 13.943	11.416 11.411 11.416 11.411	13.949 13.943 13.949 13.943	11.416 11.411 11.416 11.411	41.404 41.393 41.404 41.393
19	Earnings per share (in Rs.)- Post Stock split (Refer Note 7 below) a. Basic and diluted EPS before Extraordinary items i) Basic ii) Diluted a. Basic and diluted EPS after Extraordinary items i) Basic ii) Diluted	6.975 6.971 6.975 6.971	5.708 5.705 5.708 5.705	6.975 6.971 6.975 6.971	5.708 5.705 5.708 5.705	20.702 20.696 20.702 20.696
20	Public Shareholding a. Number of shares b. Percentage of shareholding	618,733,879 32.59%	635,904,858 33.50%	618,733,879 32.59%	635,904,858 33.50%	623,509,395 32.85%
21	Promoters and Promoter Group Shareholding a) Pledged/ Encumbered - Number of Shares - Percentage of Shares (as a % of the total shareholding of the promoter and promoter group) - Percentage of Shares (as a % of the total share capital of the company) b) Non-encumbered - Number of Shares - Percentage of Shares (as a % of the total shareholding of the promoter and promoter group) - Percentage of Shares (as a % of the total share capital of the company)	Nil Nil Nil 1,279,639,401 100% 67.41%	Nil Nil Nil 1,262,115,946 100% 66.50%	Nil Nil Nil 1,279,639,401 100% 67.41%	Nil Nil Nil 1,262,115,946 100% 66.50%	Nil Nil Nil 1,274,730,401 100% 67.15%

Note : The consolidated financial results includes the results of Bharti Airtel Limited and (i) its subsidiaries, Bharti Hexacom Limited, Bharti Airtel Services Limited, Bharti Aquanet Limited (merged wef from January 1, 2009), Bharti Infratel Limited, Bharti Telemedia Limited, Bharti Airtel (USA) Limited, Bharti Airtel (UK) Limited, Bharti Airtel (Canada) Limited, Bharti Airtel (Hong Kong) Limited, Bharti Airtel Lanka (Private) Limited, Bharti Airtel (Singapore) Private Limited, Bharti Airtel Holdings (Singapore) Pte Limited, Network i2i Limited, Bharti Infratel Lanka (Private) Limited (subsidiary of Bharti Airtel Lanka (Private) Limited) and Bharti Infratel Ventures Limited (subsidiary of Bharti Infratel Limited), (ii) joint ventures, Indus towers limited, Bridge Mobile Pte limited, Forum 1 Aviation limited, and (iii) the associate company, Bharti Teleport Limited.

3. Segment Reporting – Audited as per Indian GAAP (as Consolidated Entity)

(In Rs Crore)

Particulars	Quarter Ended June 30,		Three month Ended June 30,		Year ended March
	2009	2008	2009	2008	31, 2009
	Audited	Audited	Audited	Audited	Audited
1. Segment Revenue					
Net sale/income from each segment					
a) Mobile Services	8,241.43	6,920.48	8,241.43	6,920.48	30,418.85
b) Telemedia Services	856.24	797.37	856.24	797.37	3,342.60
c) Enterprise Services - Carriers	1,815.47	1,575.11	1,815.47	1,575.11	6,823.49
d) Enterprise Services - Corporates	328.62	425.78	328.62	425.78	1,643.39
e) Passive Infrastructure Services	1,601.63	1,055.83	1,601.63	1,055.83	5,091.30
f) Others	103.31	119.61	103.31	119.61	400.02
Total	12,946.70	10,894.18	12,946.70	10,894.18	47,719.65
Less: Inter Segment Eliminations	2,498.01	2,326.60	2,498.01	2,326.60	10,215.19
Net sales/income	10,448.69	8,567.58	10,448.69	8,567.58	37,504.46
2. Segment Results					
Profit/(Loss) before tax and interest from each segment					
a) Mobile Services	1,930.40	1,558.51	1,930.40	1,558.51	6,874.61
b) Telemedia Services	177.97	197.31	177.97	197.31	818.79
c) Enterprise Services - Carriers	763.22	588.22	763.22	588.22	2,570.93
d) Enterprise Services - Corporates	101.73	149.80	101.73	149.80	592.80
e) Passive Infrastructure Services	134.78	147.61	134.78	147.61	320.42
f) Others	(285.77)	(101.66)	(285.77)	(101.66)	(686.10)
Total	2,822.33	2,539.79	2,822.33	2,539.79	10,491.45
Less: Inter Segment Eliminations	9.88	6.85	9.88	6.85	39.16
Total profit/(loss) before tax and interest	2,812.45	2,532.94	2,812.45	2,532.94	10,452.29
Less :					
i) Interest	(355.54)	(94.53)	(355.54)	(94.53)	1,861.28
Total profit before tax	3,167.99	2,627.47	3,167.99	2,627.47	8,591.01
3. Capital Employed					
(Segment assets - Segment liabilities)					
a) Mobile Services	13,907.16	6,076.97	13,907.16	6,076.97	13,352.29
b) Telemedia Services	4,373.06	3,604.55	4,373.06	3,604.55	4,168.07
c) Enterprise Services - Carriers	4,537.83	3,169.80	4,537.83	3,169.80	4,297.05
d) Enterprise Services - Corporates	490.07	539.23	490.07	539.23	592.02
e) Passive Infrastructure Services	9,703.27	10,429.85	9,703.27	10,429.85	10,789.81
f) Others	(406.41)	1,531.01	(406.41)	1,531.01	(2,426.70)
Total	32,604.98	25,351.41	32,604.98	25,351.41	30,772.54

4. Summary of differences in net income/ profit between US GAAP (audited) and Indian GAAP (audited).

(In Rs Crore)

Particulars	Quarter Ended
	June 30, 2009
Net profit / (loss) as per US GAAP	2,516.70
Add: Differences on account of:	
Minority Interest and loss of Joint Venture	(0.10)
Deferred Tax expense	(16.00)
Less: Differences on account of:	
Amortisation of Goodwill/ Intangibles	20.00
Being difference in revenue recognition	(1.20)
License fee amortisation	14.50
Differences in accounting for finance charges	(195.05)
Remeasurement of financial instruments not applicable in IGAAP	24.00
Differential depreciation provided in IGAAP due to forex fluctuations not considered in US GAAP	(9.60)
Net profit/(loss) as per Indian GAAP	2647.95

5. Audited financial results for the first quarter ended June 30, 2009 as per Indian GAAP (as Stand alone Entity)

(In Rs. Crore except ratios)

S. No.	Particulars	Quarter Ended June 30,		Three month Ended June 30,		Year ended March
		2009	2008	2009	2008	31, 2009
		Audited	Audited	Audited	Audited	Audited
1	a) Net Sales/ Income from Operations b) Other Operating Income Total Revenue	9,040.51 - 9,040.51	7,893.01 - 7,893.01	9,040.51 - 9,040.51	7,893.01 - 7,893.01	34,014.29 - 34,014.29
2	Total Expenditure (a) Employee Cost (b) Depreciation (c) License Fees & Spectrum Charges (d) Access & Interconnection Charges (e) Network Operating Expenses (f) Sales & Marketing (g) Administration & others (h) Other Expenditure	6,406.65 409.22 953.04 932.02 1,123.59 1,814.39 569.84 561.35 43.20	5,640.27 357.50 725.10 801.89 1,220.13 1,396.96 503.09 605.12 30.48	6,406.65 409.22 953.04 932.02 1,123.59 1,814.39 569.84 561.35 43.20	5,640.27 357.50 725.10 801.89 1,220.13 1,396.96 503.09 605.12 30.48	24,229.51 1,498.34 3,206.28 3,582.18 5,203.41 6,326.89 2,176.40 2,087.53 148.48
3	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	2,633.86	2,252.74	2,633.86	2,252.74	9,784.78
4	Other Income	15.78	59.31	15.78	59.31	140.74
5	Profit before Interest & Exceptional Items (3+4)	2,649.64	2,312.05	2,649.64	2,312.05	9,925.52
6	Interest Expense / (Income) Net	(430.17)	(58.47)	(430.17)	(58.47)	1,763.98
7	Profit after Interest but before Exceptional Items	3,079.81	2,370.52	3,079.81	2,370.52	8,161.54
8	Exceptional items	-	-	-	-	-
9	Profit (+) /Loss(-) from Ordinary Activities before tax	3,079.81	2,370.52	3,079.81	2,370.52	8,161.54
10	Tax Expenses -Current Tax -Fringe Benefit Tax -Deferred Tax	392.30 286.08 - 106.22	323.73 267.63 8.41 47.69	392.30 286.08 - 106.22	323.73 267.63 8.41 47.69	417.70 777.73 35.87 (395.90)
11	Net profit (+)/ loss(-) from Ordinary Activities after tax	2,687.51	2,046.79	2,687.51	2,046.79	7,743.84
12	Extraordinary Items (net of tax expenses Rs Nil)	-	-	-	-	-
13	Net Profit(+)/ Loss (-) for the period	2,687.51	2,046.79	2,687.51	2,046.79	7,743.84
14	Paid-up equity share capital (Face value Rs.10/- each)	1,898.37	1,898.02	1,898.37	1,898.02	1,898.24
15	Reserves excluding revaluation reserves including employee stock option outstanding	28,457.72	20,400.38	28,457.72	20,400.38	26,187.47
16	Earnings per share (in Rs.) - Pre Stock Split a. Basic and diluted EPS before Extraordinary items i) Basic ii) Diluted a. Basic and diluted EPS after Extraordinary items i) Basic ii) Diluted	 14.157 14.151 14.157 14.151	 10.784 10.779 10.784 10.779	 14.157 14.151 14.157 14.151	 10.784 10.779 10.784 10.779	 40.798 40.787 40.798 40.787
17	Earnings per share (in Rs.)- Post Stock split (Refer Note 7 below) a. Basic and diluted EPS before Extraordinary items i) Basic ii) Diluted a. Basic and diluted EPS after Extraordinary items i) Basic ii) Diluted	 7.079 7.076 7.079 7.076	 5.392 5.390 5.392 5.390	 7.079 7.076 7.079 7.076	 5.392 5.390 5.392 5.390	 20.399 20.393 20.399 20.393
18	Public Shareholding a. Number of shares b. Percentage of shareholding	618,733,879 32.59%	635,904,858 33.50%	618,733,879 32.59%	635,904,858 33.50%	623,509,395 32.85%
19	Promoters and Promoter Group Shareholding a) Pledged/ Encumbered - Number of Shares - Percentage of Shares (as a % of the total shareholding of the promoter and promoter group) - Percentage of Shares (as a % of the total share capital of the company) b) Non-encumbered - Number of Shares (in crores) - Percentage of Shares (as a % of the total shareholding of the promoter and promoter group) - Percentage of Shares (as a % of the total share capital of the company)	 Nil Nil Nil 1,279,639,401 100% 67.41%	 Nil Nil Nil 1,262,115,946 100% 66.50%	 Nil Nil Nil 1,279,639,401 100% 67.41%	 Nil Nil Nil 1,262,115,946 100% 66.50%	 Nil Nil Nil 1,274,730,401 100% 67.15%

Notes to accounts for the first quarter ended June 30, 2009

1. The above financial results for the first quarter and three months ended June 30, 2009 have been reviewed by the Audit Committee in its meeting held on July 22, 2009 and approved by the Board of Directors in its meeting held on July 23, 2009.
2. Segment wise revenue, results and capital employed have been provided separately under segment reporting. The consolidated financial statement has been furnished to provide information about overall business of the Company and its subsidiaries.
3. Previous year's / periods' figures have been regrouped / rearranged, wherever required.
4. During the quarter ended June 30, 2009, the Company has allotted (i) 68,099 new equity shares to the employees upon exercise of stock options as per ESOP Scheme 2005 and (ii) 65,385 equity shares upon conversion of USD 350,000 Zero Coupon Foreign Currency Convertible Bonds due 2009 (FCCBs) vide its offering circular dated May 12, 2004. As a result, the paid up equity share capital of the Company stands increased from Rs 1,898.24 crore to Rs 1,898.37 crore as on June 30, 2009. The balance FCCBs equivalent to USD 50,000 have been redeemed at 111.84% of their principal amount after completion of the statutory formalities. There are no FCCBs pending for conversion into equity shares as on June 30, 2009.
5. Reserves and surplus as at June 30, 2009 include Rs 133.43 crore for the Company and Rs 170.03 crore for the Group, towards employee stock option outstanding (net of the related deferred cost) account.
6. The Board of directors, in its meeting held on April 29, 2009, recommended a final dividend of Rs 2 per equity share of Rs 10 each (20% of face value) for financial year 2008-09. The payment is subject to the approval of the shareholders in the ensuing annual general meeting of the Company. The proposed dividend and tax thereon includes dividend on additional shares issued during the quarter.
7. The shareholders of the Company on July 11, 2009 have approved the sub-division of one equity share of Rs 10 each into two equity shares of Rs 5 each on July 11, 2009 through Postal Ballot.

The Company has fixed a book closure period from Friday, 31st July 2009 to Friday, August 21, 2009 (both days inclusive) for the purpose of sub division of shares, payment of dividend and annual general meeting of the Company.

Consequent upon approval by the shareholders on sub-division of shares through postal ballot as mentioned above, EPS for the quarter ended June 30, 2009 and previous periods have been computed considering the impact of share-split.

8. Status of investor complaints as on June 30, 2009 is as follows:

Complaints pending as on April 1, 2009	Nil
Complaints received during the quarter	2
Complaints resolved during the quarter	2
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Pending as on June 30, 2009	Nil
	=====

6. Segment Reporting - Audited as per Indian GAAP (as Stand alone entity)

(In Rs Crore)

Particulars	Quarter Ended June 30,		Three month Ended June 30,		Year ended March 31, 2009
	2009	2008	2009	2008	
	Audited	Audited	Audited	Audited	Audited
1. Segment Revenue					
Net sale/income from each segment					
a) Mobile Services	7,581.79	6,454.76	7,581.79	6,454.76	28,273.28
b) Telemedia Services	847.28	790.63	847.28	790.63	3,311.54
c) Enterprise Services - Carriers	1,794.88	1,562.49	1,794.88	1,562.49	6,738.95
d) Enterprise Services - Corporates	311.42	364.18	311.42	364.18	1,509.46
e) Others	0.65	35.65	0.65	35.65	36.19
Total	10,536.02	9,207.71	10,536.02	9,207.71	39,869.42
Less: Inter Segment Eliminations	1,479.73	1,255.39	1,479.73	1,255.39	5,714.39
Net sales/income	9,056.29	7,952.32	9,056.29	7,952.32	34,155.03
2. Segment Results					
Profit/(Loss) before tax and interest from each segment					
a) Mobile Services	1,798.33	1,441.86	1,798.33	1,441.86	6,399.44
b) Telemedia Services	176.51	196.79	176.51	196.79	814.93
c) Enterprise Services - Carriers	743.64	597.38	743.64	597.38	2,569.88
d) Enterprise Services - Corporates	101.20	144.02	101.20	144.02	577.26
e) Others	(170.04)	(68.00)	(170.04)	(68.00)	(435.99)
Total profit/(loss) before tax and interest	2,649.64	2,312.05	2,649.64	2,312.05	9,925.52
Less :					
i) Interest	(430.17)	(58.47)	(430.17)	(58.47)	1,763.98
Total profit before tax	3,079.81	2,370.52	3,079.81	2,370.52	8,161.54
3. Capital Employed					
(Segment assets - Segment liabilities)					
a) Mobile Services	11,794.18	5,105.30	11,794.18	5,105.30	12,634.60
b) Telemedia Services	4,453.74	3,572.87	4,453.74	3,572.87	4,240.29
c) Enterprise Services - Carriers	4,381.97	3,023.65	4,381.97	3,023.65	4,158.52
d) Enterprise Services - Corporates	616.11	486.07	616.11	486.07	603.50
e) Others	8,641.34	10,219.68	8,641.34	10,219.68	6,034.69
Total	29,887.34	22,407.57	29,887.34	22,407.57	27,671.60

For Bharti Airtel Limited

Sd/-

New Delhi
July 23, 2009

Manoj Kohli
CEO & Joint Managing Director

"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