

BHARTI AIRTEL LIMITED

Registered Office: Aravali 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, 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			Year Ended		
	March 2009	March 2008	Y-o-Y Growth	March 2009	March 2008	Y-o-Y Growth
	Audited	Audited		Audited	Audited	
Total revenues	9,824.50	7,819.10	26%	36,961.50	27,025.00	37%
EBITDA	4,001.40	3,251.80	23%	15,167.80	11,371.50	33%
Cash profit from operations	3,787.80	3,036.10	25%	14,006.50	11,137.40	26%
Earnings/(loss) before taxation	2,490.60	2,113.20	18%	9,307.30	7,653.70	22%
Current tax expense/ (income)	277.80	229.80	21%	1,040.00	841.40	24%
Earnings/(loss) after current tax expense	2,212.80	1,883.40	17%	8,267.30	6,812.30	21%
Deferred tax expense / (income)	(75.60)	(21.30)		(378.50)	(3.60)	
Net profit / (loss)	2,239.30	1,852.90	21%	8,469.90	6,700.80	26%
EBITDA / Total revenues	40.7%	41.6%		41.0%	42.1%	

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 March 31,		Year Ended March 31,	
		2009	2008	2009	2008
		Audited	Audited	Audited	Audited
1	a) Net Sales/ Income from Operations b) Other Operating Income Total Income	10,255.14 - 10,255.14	7,863.65 - 7,863.65	37,352.08 - 37,352.08	27,012.24 - 27,012.24
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	7,546.59 485.44 1,324.64 1,060.77 1,415.47 1,990.36 647.25 546.10 76.56	5,609.28 366.16 935.02 780.07 1,229.86 967.54 585.80 603.30 141.53	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	19,452.43 1,472.15 3,591.41 2,689.96 4,111.14 3,242.95 1,905.83 2,102.51 336.48
3	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	2,708.55	2,254.37	10,299.91	7,559.81
4	Other Income	40.51	66.30	152.38	279.61
5	Profit before Interest & Exceptional Items (3+4)	2,749.06	2,320.67	10,452.29	7,839.42
6	Interest Expense / (Income) Net	398.69	304.49	1,861.28	527.87
7	Profit after Interest but before Exceptional Items	2,350.37	2,016.18	8,591.01	7,311.55
8	Exceptional items	-	-	-	-
9	Profit (+) / Loss (-) from Ordinary Activities before tax	2,350.37	2,016.18	8,591.01	7,311.55
10	Tax Expense -Current Tax -Fringe Benefit Tax -Deferred Tax	254.34 301.20 6.37 (53.23)	76.11 222.63 12.99 (159.51)	546.83 808.23 40.81 (302.21)	816.15 895.47 40.30 (119.62)
11	Net profit (+) / loss (-) from Ordinary Activities after tax	2,096.03	1,940.07	8,044.18	6,495.40
12	Extraordinary items (net of tax expenses Rs.)	-	-	-	-
13	Profit (+) / Loss (-) for the period	2,096.03	1,940.07	8,044.18	6,495.40
14	Minority Interest	48.30	41.22	185.23	100.02
15	Net Profit/Loss for the period	2,047.73	1,898.85	7,858.95	6,395.38
16	Paid-up equity share capital (Face value Rs.10/- each)	1,898.24	1,897.91	1,898.24	1,897.91
17	Reserves excluding revaluation reserves including employee stock option outstanding	27,671.43	19,823.11	27,671.43	19,823.11
18	Earnings per share (in Rs.) a. Basic and diluted EPS before Extraordinary items i) Basic ii) Diluted a. Basic and diluted EPS after Extraordinary items i) Basic ii) Diluted	 10.788 10.787 10.788 10.787	 10.533 10.527 10.533 10.527	 41.404 41.393 41.404 41.393	 34.234 34.193 34.234 34.193
19	Public Shareholding a. Number of shares b. Percentage of shareholding	623,509,395 32.85%	647,558,268 34.12%	623,509,395 32.85%	647,558,268 34.12%
20	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 1,274,730,401 100% 67.15%	 Nil Nil Nil 1,250,349,178 100% 65.88%	 Nil Nil Nil 1,274,730,401 100% 67.15%	 Nil Nil Nil 1,250,349,178 100% 65.88%

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) Ltd, Bharti Airtel (Singapore) Private Limited, Bharti Airtel Holdings (Singapore) Pte Limited, Network i2i Limited, Bharti InfratelLanka (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 I 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 March 31,		Year Ended March 31,	
	2009	2008	2009	2008
	Audited	Audited	Audited	Audited
1. Segment Revenue				
Net sale/income from each segment				
a) Mobile Services	8,242.98	6,432.07	30,418.85	21,869.73
b) Telemedia Services	859.27	765.60	3,342.60	2,861.51
c) Enterprise Services - Carriers	1,762.09	1,260.94	6,823.49	4,379.81
d) Enterprise Services - Corporates	419.21	437.61	1,643.39	1,388.50
e) Passive Infrastructure Services	1,457.85	602.32	5,091.30	602.32
f) Others	97.05	83.01	400.02	253.69
Total	12,838.45	9,581.55	47,719.65	31,355.56
Less: Inter Segment Eliminations	2,542.80	1,651.60	10,215.19	4,063.71
Net sales/Income	10,295.65	7,929.95	37,504.46	27,291.85
2. Segment Results				
Profit/(Loss) before tax and interest from each segment				
a) Mobile Services	1,874.80	1,684.06	6,874.61	5,926.87
b) Telemedia Services	197.27	190.88	818.79	610.87
c) Enterprise Services - Carriers	673.95	306.32	2,570.93	1,128.95
d) Enterprise Services - Corporates	165.65	191.93	592.80	524.50
e) Passive Infrastructure Services	24.61	124.28	320.42	124.28
f) Others	(178.26)	(140.86)	(686.10)	(419.29)
Total	2,758.02	2,356.61	10,491.45	7,896.18
Less: Inter Segment Eliminations	8.96	35.94	39.16	56.76
Total profit(loss) before tax and interest	2,749.06	2,320.67	10,452.29	7,839.42
Less :				
i) Interest	398.69	304.49	1,861.28	527.87
Total profit before tax	2,350.37	2,016.18	8,591.01	7,311.55
3. Capital Employed				
(Segment assets - Segment liabilities)				
a) Mobile Services	13,352.29	4,818.96	13,352.29	4,818.96
b) Telemedia Services	4,168.07	3,347.59	4,168.07	3,347.59
c) Enterprise Services - Carriers	4,297.05	3,049.69	4,297.05	3,049.69
d) Enterprise Services - Corporates	592.02	494.72	592.02	494.72
e) Passive Infrastructure Services	10,789.81	11,140.25	10,789.81	11,140.25
f) Others	(2,426.70)	83.80	(2,426.70)	83.80
Total	30,772.54	22,935.01	30,772.54	22,935.01

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

(In Rs Crore)

Particulars	Quarter Ended	Year Ended
	March 31, 2009	March 31, 2009
Net profit / (loss) as per US GAAP	2,239.30	8,469.90
Add: Differences on account of:		
Minority Interest and loss of Joint Venture	6.30	(10.40)
Deferred Tax expense	(45.60)	117.80
Less: Differences on account of:		
Amortisation of Goodwill/ Intangibles	19.80	80.00
Being difference in revenue recognition	(2.90)	10.40
License fee amortisation	14.50	58.30
Differences in accounting for finance charges	136.60	586.60
Remeasurement of financial instruments not applicable in IGAAP	(12.00)	8.20
Differential depreciation provided in IGAAP due to forex fluctuations not considered in US GAAP	(3.73)	(25.15)
Net profit/(loss) as per Indian GAAP	2047.73	7858.95

5. Audited financial results for the fourth quarter and financial year ended March 31, 2009 as per Indian GAAP (as Stand alone Entity)

(In Rs. Crore except ratios)

S. No.	Particulars	Quarter Ended March 31,		Year Ended March 31,	
		2009	2008	2009	2008
		Audited	Audited	Audited	Audited
1	a) Net Sales/ Income from Operations b) Other Operating Income Total Revenue	9,016.81 - 9,016.81	7,413.73 - 7,413.73	34,014.29 - 34,014.29	25,703.51 - 25,703.51
2	Total Expenditure (a) Employee Cost (b) Depreciation & Amortisation (c) License Fees & Spectrum Charges (d) Access & Interconnection Charges (e) Network Operating Expenses (f) Sales & Marketing (g) Administration & others (h) Other Expenditure	6,382.40 398.21 902.33 985.90 1,392.35 1,672.52 574.74 418.03 38.32	5,341.92 330.54 762.94 746.37 1,205.21 1,130.92 554.49 547.37 64.08	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	18,483.11 1,366.64 3,280.63 2,583.82 4,038.53 3,300.47 1,784.91 1,942.95 185.16
3	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	2,634.41	2,071.81	9,784.78	7,220.40
4	Other Income	32.85	33.09	140.74	235.86
5	Profit before Interest & Exceptional Items (3+4)	2,667.26	2,104.90	9,925.52	7,456.26
6	Interest Expense / (Income) Net	344.80	280.08	1,763.98	483.71
7	Profit after Interest but before Exceptional Items	2,322.46	1,824.82	8,161.54	6,972.55
8	Exceptional items	-	-	-	-
9	Profit (+) /Loss(-) from Ordinary Activities before tax	2,322.46	1,824.82	8,161.54	6,972.55
10	Tax Expenses -Current Tax -Fringe Benefit Tax -Deferred Tax	247.47 285.25 5.30 (43.08)	32.52 205.94 12.03 (185.45)	417.70 777.73 35.87 (395.90)	728.35 859.36 37.23 (168.24)
11	Net profit (+)/ loss(-) from Ordinary Activities after tax	2,074.99	1,792.30	7,743.84	6,244.20
12	Extraordinary Items (net of tax expenses Rs.____)	-	-	-	-
13	Net Profit(+)/ Loss (-) for the period	2,074.99	1,792.30	7,743.84	6,244.20
14	Paid-up equity share capital (Face value Rs.10/- each)	1,898.24	1,897.91	1,898.24	1,897.91
15	Reserves excluding revaluation reserves including employee stock option outstanding	26,187.47	18,340.23	26,187.47	18,340.23
16	Earnings per share (in Rs.) a. Basic and diluted EPS before Extraordinary items i) Basic ii) Diluted a. Basic and diluted EPS after Extraordinary items i) Basic ii) Diluted	 10.931 10.931 10.931 10.931	 9.443 9.439 9.443 9.439	 40.798 40.787 40.798 40.787	 32.910 32.870 32.910 32.870
17	Public Shareholding a. Number of shares b. Percentage of shareholding	623,509,395 32.85%	647,558,268 34.12%	623,509,395 32.85%	647,558,268 34.12%
18	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 1,274,730,401 100% 67.15%	 Nil Nil Nil 1,250,349,178 100% 65.88%	 Nil Nil Nil 1,274,730,401 100% 67.15%	 Nil Nil Nil 1,250,349,178 100% 65.88%

Notes to accounts for the fourth quarter and year ended March 31, 2009

1. The above financial results for the fourth quarter and year ended March 31, 2009 have been reviewed by the Audit Committee in its meeting held on April 29, 2009 and approved by the Board of Directors in its meeting held on April 29, 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 / period's figures have been regrouped / rearranged, wherever required.
4. During the quarter and year ended March 31, 2009, the Company has allotted 23,602 and 2,38,942 new equity shares, respectively, to the employees of the Company upon exercise of stock options as per ESOP Scheme 2005. Also, upon conversion of FCCB's, 93,408 shares were issued during the year. As a result, the paid up equity share capital of the Company stands increased to Rs. 1,898.24 crore as on March 31, 2009 from Rs. 1,898.22 crore as on December 31, 2008 and Rs. 1,897.91 crore as on March 31, 2008.
5. Subsequent to March 31, 2009, the Company has received notices for allotment of 65,385 equity shares upon conversion of USD 350,000 Zero Coupon Convertible Bonds (FCCBs) issued by the Company vide its offering circular dated May 12, 2004 and the balance FCCBs worth 50,000 USD is in the process of being redeemed by the Company.
6. Reserves and surplus as at March 31, 2009 include Rs. 115.92 crore for the Company and Rs 140.58 crore for the Group, towards employee stock option outstanding (net of the related deferred cost) account.
7. The Board of Directors recommended a final dividend of Rs.2.00 per equity share of Rs. 10 each (20% of face value) for financial year 2008-2009. The payment is subject to the approval of the shareholders in the ensuing Annual General Meeting of the Company.
8. The Board of directors in its meeting held on April 29, 2009 have approved sub-division (share split) of existing equity shares of Rs. 10/- (Ten) each into 2 (two) equity shares of Rs. 5 (Five) each, subject to the approval of its shareholders.
9. On February 19, 2009, the Company increased its stake in Bharti Hexacom Limited by 1.11% through acquisition of 27,80,306 equity shares for an aggregate consideration of Rs. 16.68 crore thereby increasing its investment by same amount.
10. On March 4, 2009, the Company subscribed to 1,470,000 equity shares of Rs. 10 each at par (49% stake) in Bharti Teleports Limited for an aggregate consideration of Rs 1.47 crore.
11. Bharti Infratel Limited, a subsidiary of the Company, in its Board Meeting held on January 20, 2009, approved a scheme of arrangement for the demerger of its undertaking comprising passive telecom infrastructure in 12 Circles and merger thereof with Bharti Infratel Ventures Limited (wholly owned subsidiary).
12. The Company received the order of the Hon'ble Delhi High Court for amalgamation of Bharti Aquanet Limited (Aquanet), a wholly owned subsidiary, with the Company. The said order has been filed with the Registrar of Companies, N.C.T. of Delhi & Haryana, on January 1, 2009 and accordingly Aquanet has amalgamated with the Company with effect from that date. The difference between the carrying value of Investment in Aquanet and value of net assets acquired under the Scheme of Rs. 5.50 crore has been credited to Reserve and Surplus
13. During the year, effective April 1, 2008, the Company has adopted the treatment prescribed in Accounting Standard (AS-11) "Effect of Changes in Foreign exchange Rates" notified in the Companies (Accounting Standard) Rules 2006 dated December 7, 2006. Instead of capitalizing / decapitalizing such fluctuation, as per policy hitherto followed, the Company has charged/credited such fluctuations directly to the Profit & Loss Account.

Had the Company continued with its earlier policy, net profit after tax would have been higher by Rs 354.95 crore and Rs 1,255.07 crore for the quarter and year ended March 31, 2009, respectively, for the Company and the net profit after tax would have been higher by Rs. 372.50 crore and Rs. 1,302.44 crore for the quarter and year ended March 31, 2009, respectively, for the Group.
14. Mr. Craig Edward Ehrlich has been appointed as independent non-executive director w.e.f April 29, 2009 and Mr. Kurt Hellstrom, Independent non-executive director has resigned from the board of the Company w.e.f. April 29, 2009
15. Status of investor complaints as on March 31, 2009 is as follows:

Complaints pending as on January 1, 2009/ April 1, 2008	Nil	Nil
Complaints received during the quarter/ year	5	35
Complaints resolved during the quarter/ year	5	35
	=====	=====
Pending as on March 31, 2009	Nil	Nil
	=====	=====

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

(In Rs Crore)

Particulars	Quarter Ended March 31,		Year Ended March 31,	
	2009	2008	2009	2008
	Audited	Audited	Audited	Audited
1. Segment Revenue				
Net sale/income from each segment				
a) Mobile Services	7,636.40	6,018.25	28,273.28	20,603.05
b) Telemedia Services	850.49	759.35	3,311.54	2,840.00
c) Enterprise Services - Carriers	1,728.09	1,249.12	6,738.95	4,340.89
d) Enterprise Services - Corporates	391.98	365.53	1,509.46	1,264.47
e) Others	0.13	0.87	36.19	4.99
Total	10,607.09	8,393.12	39,869.42	29,053.40
Less: Inter Segment Eliminations	1,557.43	946.30	5,714.39	3,114.03
Net sales/Income	9,049.66	7,446.82	34,155.03	25,939.37
2. Segment Results				
Profit/(Loss) before tax and interest from each segment				
a) Mobile Services	1,770.12	1,542.17	6,399.44	5,538.82
b) Telemedia Services	196.04	190.46	814.93	613.62
c) Enterprise Services - Carriers	653.14	314.15	2,569.88	1,160.07
d) Enterprise Services - Corporates	160.26	172.35	577.26	505.47
e) Others	(112.30)	(114.24)	(435.99)	(361.72)
Total profit(loss) before tax and interest	2,667.26	2,104.89	9,925.52	7,456.26
Less :				
i) Interest	344.80	280.08	1,763.98	483.71
Total profit before tax	2,322.46	1,824.81	8,161.54	6,972.55
3. Capital Employed				
(Segment assets - Segment liabilities)				
a) Mobile Services	12,634.60	5,299.83	12,634.60	5,299.83
b) Telemedia Services	4,240.29	3,375.77	4,240.29	3,375.77
c) Enterprise Services - Carriers	4,158.52	3,058.49	4,158.52	3,058.49
d) Enterprise Services - Corporates	603.50	501.22	603.50	501.22
e) Others	6,034.69	8,070.05	6,034.69	8,070.05
Total	27,671.60	20,305.36	27,671.60	20,305.36

For Bharti Airtel Limited

Sd/-

New Delhi
April 29, 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.bhartiairtel.in