

RCOM Media Statement

Mumbai, November 18, 2010: A Reliance Communications (RCOM) spokesperson made the following statement today in the interests of the Company's over 2 million shareholders:

- 1. RCOM will readily provide all relevant information to resolve the "doubts" expressed by the CAG.**
- 2. RCOM does not hold any of the 85 licenses issued in January 2008 which CAG in its Report has considered lacking in basic eligibility.**
- 3. RCOM through its 100% subsidiary Reliance Telecom, was a 9.9% equity shareholder in Swan Telecom only till 5th December 2007, while Swan was granted LOI only on 10th January 2008.**
- 4. Accordingly, RCOM had no shareholding in Swan Telecom Ltd. at the time of grant of license to them or any time thereafter.**
- 5. RCOM did not take any steps to actively pursue the Swan Telecom license application at any stage.**
- 6. The issue of license validity and spectrum priority of Swan Telecom is not relevant for RCOM's operations.**
- 7. Reliance Communications has always been in full compliance with all applicable laws, rules and regulations, and there has been no violation of our license conditions at any stage on account of 10% equity shareholding or more."**

About Reliance Communications

Reliance Communications Limited founded by the late Shri Dhirubhai H Ambani (1932-2002) is the flagship company of the Reliance Anil Dhirubhai Ambani Group. The Reliance Anil Dhirubhai Ambani Group currently has a net worth in excess of Rs. 64,000 crore (US\$ 13.6 billion), cash flows of Rs. 13,000 crore (US\$ 2.8 billion), net profit of Rs. 8,400 crore (US\$ 1.8 billion).

Reliance Communications is India's foremost and truly integrated telecommunications service provider. The Company, with a customer base of over 124 million including over 2.5 million individual overseas retail customers, ranks among the Top 4 Telecom companies in the world by number of customers in a single country. Reliance Communications corporate clientele includes 2,100 Indian and multinational corporations, and over 800 global, regional and domestic carriers.

Reliance Communications has established a pan-India, next generation, integrated (wireless and wireline), convergent (voice, data and video) digital network that is capable of supporting best-of-class services spanning the entire communications value chain, covering over 24,000 towns and 600,000 villages. Reliance Communications owns and operates the world's largest next generation IP enabled connectivity infrastructure, comprising over 277,000 kilometers of fibre optic cable systems in India, USA, Europe, Middle East and the Asia Pacific region.