

Reliance Communications Limited

Anil Dhirubhai Ambani Group

website: www.rcom.co.in

Regd. Office : H Block, 1st Floor , Dhirubhai Ambani Knowledge City, Navi Mumbai 400710

Unaudited Financial Results (Standalone) for the Quarter and Nine months ended 31st December, 2009

(Rs. In Lakh - Except EPS and Share Data)

Sl. No.		Quarter ended		Nine months ended		Previous Accounting Year ended
		31-Dec-09	31-Dec-08	31-Dec-09	31-Dec-08	31-Mar-09
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	a) Net Income from Operations	304,066	315,395	907,916	951,072	1,258,379
	b) Other Operating Income	6,780	18,027	14,636	92,712	102,679
	Total Income	310,846	333,422	922,552	1,043,784	1,361,058
2	Expenditure					
	a) Access Charges	59,692	56,946	158,267	169,308	232,506
	b) License Fee	23,656	27,254	74,850	79,038	104,922
	c) Employee Cost	16,896	22,627	51,708	66,515	75,835
	d) Passive Infrastructure Charges	95,861	41,055	282,255	119,203	186,811
	e) Depreciation and Amortisation	39,219	61,781	116,154	167,480	193,352
	f) Other Expenses	110,812	98,792	289,076	285,559	415,244
	g) Total	346,136	308,455	972,310	887,103	1,208,670
3	Profit from Operations before Other Income, Financial Charges and Exceptional Items (1-2)	(35,290)	24,967	(49,758)	156,681	152,388
4	Other Income	120	6,451	16,974	6,713	8,409
5	Amortisation of Compensation under Employee Stock Option Scheme	(590)	3,579	(590)	16,443	747
6	Profit on transfer of OFC division by way of demerger	-	-	-	-	306,327
7	Profit before Financial Charges and Exceptional Items (3+4-5+6)	(34,580)	27,839	(32,194)	146,951	466,377
8	Financial Charges (Net)	(34,277)	56,991	(57,103)	93,791	25,275
9	Profit after Financial Charges but before Exceptional Items (7 - 8)	(303)	(29,152)	24,909	53,160	441,102
10	Exceptional Items					
i.	Financial Charges	-	(69,246)	-	(69,246)	(40,403)
ii.	Expenses relating to Demerger Scheme	2,500		2,500		
11	Profit from Ordinary Activities before Tax (9 + 10)	(2,803)	40,094	22,409	122,406	481,505
12	Tax Expenses	968	390	968	1,090	1,240
13	Profit from Ordinary Activities after Tax (11 - 12)	(3,771)	39,704	21,441	121,316	480,265
14	Extraordinary Items (net of tax expense)	-	-	-	-	-
15	Net Profit for the period (13 - 14)	(3,771)	39,704	21,441	121,316	480,265
16	Paid-up Equity Share Capital (Face Value of Rs.5 each)	103,201	103,201	103,201	103,201	103,201
17	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year					5,065,823
18	Earning per Share (EPS) (not annualised)					
i)	Basic (Rs.)	(0.18)	1.92	1.04	5.88	23.27
ii)	Diluted (Rs.)	(0.18)	1.80	1.00	5.44	22.29
19	Public Shareholding					
	Number of Shares	67,06,85,821	69,92,15,821	67,06,85,821	69,92,15,821	67,41,65,821
	Percentage of Shareholding	32.49%	33.88%	32.49%	33.88%	32.66%
20	Promoters and Promoter Group Shareholding					
a)	Pledged / Encumbered (Refer Note 10)					
	- Number of Shares	Nil	N.A.	Nil	N.A.	272,345,338
	- Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)	-	-	-	-	19.60%
	- Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	13.19%
b)	Non -encumbered					
	- Number of Shares	139,33,41,060	N.A.	139,33,41,060	N.A.	1,117,515,722
	- Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)	100.00%	-	100.00%	-	80.40%
	- Percentage of Shares (as a % of the total share capital of the company)	67.51%	-	67.51%	-	54.15%

Segment wise Revenue, Results and Capital Employed

(Rs. In Lakh - Except EPS and Share Data)

Sl. No.		Quarter ended		Nine months ended		Previous Accounting Year ended
		31-Dec-09	31-Dec-08	31-Dec-09	31-Dec-08	31-Mar-09
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
21	Segment Revenue					
	a) Wireless	244,516	259,427	740,985	813,158	1,058,970
	b) Global	103,826	106,515	294,019	311,557	417,958
	c) Broadband	42,292	42,822	125,067	124,155	166,131
	d) Others / Unallocated	2,919	6,451	2,973	6,713	8,409
	Total	393,553	415,215	1,163,044	1,255,583	1,651,468
	Less: Inter segment revenue	(82,587)	(75,342)	(223,518)	(205,086)	(282,001)
	Net Income from Operations	310,966	339,873	939,526	1,050,497	1,369,467
22	Segment Results					
	Profit / (Loss) before Tax and Financial Charges from each segment					
	a) Wireless	(31,611)	1,970	(13,572)	66,849	93,240
	b) Global	(11,756)	24,039	4,250	69,527	51,304
	c) Broadband	(2,888)	11,063	(3,865)	36,411	50,623
	d) Others / Unallocated	11,085	(5,654)	(19,597)	(9,393)	(34,370)
	Total	(35,170)	31,418	(32,784)	163,394	160,797
	Less : Amortisation of Compensation under Employee Stock Option Scheme	(590)	3,579	(590)	16,443	747
	Less : Financial Charges (Net)	(34,277)	56,991	(57,103)	93,791	25,275
	Less :Expenses relating to Demerger Scheme	2,500	-	2,500	-	-
	Less : Profit on transfer of OFC division by way of demerger	-	-	-	-	(306,327)
	Less : Exceptional Items - Financial charges	-	(69,246)	-	(69,246)	(40,403)
	Total Profit before Tax	(2,803)	40,094	22,409	122,406	481,505
23	Capital Employed	-				
	(Segment assets - Segment liabilities)					
	a) Wireless	2,733,392	1,960,623	2,733,392	1,960,623	2,977,867
	b) Global	94,685	235,276	94,685	235,276	205,056
	c) Broadband	244,098	306,938	244,098	306,938	301,870
	d) Others / Unallocated	4,484,764	2,600,925	4,484,764	2,600,925	4,774,597
	Total	7,556,939	5,103,762	7,556,939	5,103,762	8,259,390

NOTES

1. Figures of the previous period have been regrouped and reclassified, wherever required.
2. As a measure of prudence, the company has decided that unlike in earlier years, the Company will not recognise any mark to market gains in respect of any outstanding derivative contracts related to loans, liabilities and assets expressed in foreign currency. However, as required by the announcement dated 29th March, 2008 of the Institute of Chartered Accountants of India for accounting of derivatives, the Company provides for mark to market losses in respect of derivative contracts. Accordingly, the Company has not recognised gain of Rs. 6,615 lakh on mark-to-market valuation of derivative contracts outstanding as at the end of the Quarter and Nine Months respectively under review. If the Company had not made this change of policy, net profit after tax would have been higher by the amount of Rs. 6,615 lakh for the Quarter and Nine Months respectively.
3. The Company is operating with Wireless, Broadband, Global, Investments and Others/ Unallocated segments. Accordingly, segment wise information has been given. This is in line with the requirement of AS 17 "Segment Reporting".
4. No complaint from Investors was pending for redressal at the beginning and end of the Quarter. During the Quarter, 30 complaints were received and all the complaints were resolved.
5. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on 30th January, 2010, and the same have been subjected to Limited Review by the Statutory Auditors of the Company.

For Reliance Communications Limited

Place: Mumbai
Date: 30th January, 2010

Anil D. Ambani
Chairman