

**RCOM TO UNLOCK SUBSTANTIAL SHAREHOLDER VALUE  
BY DEMERGER OF REAL ESTATE INTO SEPARATE COMPANY**

**NEW COMPANY TO BE NAMED RELIANCE PROPERTIES LTD.**

**RELIANCE PROPERTIES TO BE SEPARATELY LISTED**

**ALL RCOM SHAREHOLDERS (INCLUDING FIIs)  
TO RECEIVE FULLY TRADEABLE PRO-RATA SHAREHOLDING  
IN RELIANCE PROPERTIES FREE OF COST**

**INDICATIVE MONETISABLE VALUE OF RCOM'S REAL ESTATE  
ON DEVELOPMENT AT RS. 12,000 CRORE (US\$ 2 BILLION)  
WHICH IS RS. 60 (US\$ 1) PER RCOM SHARE**

**NO IMPACT OF DEMERGER ON RCOM'S PROFITABILITY  
AS REAL ESTATE NOT BEING UTILISED FOR TELECOM BUSINESS**

**RELIANCE PROPERTIES TO WORK WITH GLOBAL PARTNERS  
TO UNLOCK VALUE FROM REAL ESTATE**

**SEPARATION OF REAL ESTATE PART OF RCOM STRATEGIC PLAN  
TO FOCUS ON CORE TELECOM BUSINESS**

**DEMERGER TO BE THROUGH TRANSPARENT SCHEME  
WITH APPROVALS OF SHAREHOLDERS, LENDERS, COURTS, ETC.**

**Mumbai, 7th July, 2013:** Reliance Communications (RCOM) today announced that its Board of Directors has in-principle decided on a demerger of the real estate held by RCOM into a separate unit, Reliance Properties Ltd., to unlock substantial value for the benefit of its approx. 2 million institutional and retail shareholders.

The proposed separation of real estate into a separate unit is part of RCOM's strategic plan to divest non-core assets, and focus on its core wireless and enterprise business.

Reliance Properties Ltd. will be a separate listed Company. **All shareholders of RCOM will receive fully tradeable pro-rata shareholding in Reliance Properties Ltd., FREE OF COST, based on their existing shareholding in RCOM.**

The preliminary and indicative monetisable value of RCOM's real estate on development is estimated by independent valuers at over Rs. 12,000 crore (US\$ 2 billion), which is equal to Rs. 60 (US\$ 1) per RCOM share.

Reliance Properties will work with leading global partners to develop the real estate, and unlock this value for the benefit of its approx. 2 million shareholders.

The properties proposed to be developed by Reliance Properties include inter alia:

1. Prime land at Dhirubhai Ambani Knowledge City, Navi Mumbai measuring nearly 135 acres, with saleable area of over 15 million sq. ft.
2. Prime property near Connaught Place, New Delhi measuring nearly 4 acres.

The Board has constituted a Committee to consider the matter in detail, and prepare the necessary Demerger Scheme, etc. in consultation with legal and other advisors. The Demerger will be subject to approvals from shareholders, lenders, Courts, etc.

### **About Reliance Communications Limited:**

*Reliance Communications Limited founded by the late Shri Dhirubhai H Ambani (1932-2002) is the flagship company of the Reliance Group. The Reliance Group currently has a net worth in excess of Rs. 89,600 crore (US\$ 16.5 billion), cash flows of Rs. 9,100 crore (US\$ 1.7 billion), net profit of Rs. 4,300 crore (US\$ 0.8 billion). Reliance Communications is India's foremost and truly integrated telecommunications service provider. The Company has a customer base of over 130 million, including over 2.5 million individual overseas retail customers. Reliance Communications corporate clientele includes 35,000 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.*