

Reliance Communications Limited
 website: www.rcom.co.in
 Regd. Office : H Block, 1st Floor , Dhirubhai Ambani Knowledge City, Navi Mumbai 400710
 CIN-L45309MH2004PLC147531

Audited Financial Results (Standalone) for the year ended March 31, 2015

| PART I | | | | | | | (₹ in Crore) |
|---------------|--------------------------------------------------------------------------------------------------------|---------------|--------------|--------------|--------------------|---------------|--------------|
| Sl. No. | Particulars | Quarter ended | | | For the year ended | | |
| | | 31-Mar-15 | 31-Dec-14 | 31-Mar-14 | 31-Mar-15 | 31-Mar-14 | |
| | | Unaudited | Unaudited | Unaudited | Audited | Audited | |
| 1 | Income from operations | | | | | | |
| | (a) Net Income from Operations | 2,667 | 2,814 | 2,703 | 10,801 | 11,176 | |
| | (b) Other Operating Income | - | - | - | - | - | |
| | Total Income from Operations | 2,667 | 2,814 | 2,703 | 10,801 | 11,176 | |
| 2 | Expenses | | | | | | |
| | (a) Access Charges | 810 | 799 | 741 | 3,038 | 2,882 | |
| | (b) License Fee | 186 | 193 | 211 | 775 | 851 | |
| | (c) Employee Cost | 56 | 61 | 97 | 269 | 286 | |
| | (d) Depreciation and Amortisation | 492 | 476 | 521 | 1,940 | 2,048 | |
| | (e) Other Expenses | 492 | 1,640 | 1,410 | 5,063 | 5,340 | |
| | Total Expenses | 2,036 | 3,169 | 2,980 | 11,085 | 11,407 | |
| 3 | Profit/ (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2) | 631 | (355) | (277) | (284) | (231) | |
| 4 | Other Income | (185) | 171 | 303 | 335 | 1,269 | |
| 5 | Profit/ (Loss) before Finance Costs and Exceptional Items (3 + 4) | 446 | (184) | 26 | 51 | 1,038 | |
| 6 | Finance Costs (net) | 382 | 402 | (57) | 1,680 | 1,796 | |
| 7 | Profit/ (Loss) after Finance Costs but before Exceptional Items (5 - 6) | 64 | (586) | 83 | (1,629) | (758) | |
| 8 | Exceptional Items | 2,969 | - | - | 2,969 | - | |
| 9 | Profit/ (Loss) from Ordinary Activities before Tax (7 + 8) | 3,033 | (586) | 83 | 1,340 | (758) | |
| 10 | Tax Expenses | 1,495 | (1) | (1,488) | 1,494 | (1,488) | |
| 11 | Net Profit/ (Loss) from Ordinary Activities after Tax (9- 10) | 1,538 | (585) | 1,571 | (154) | 730 | |
| 12 | Extraordinary Items (net of tax expense) | - | - | - | - | - | |
| 13 | Net Profit/ (Loss) for the period (11 - 12) | 1,538 | (585) | 1,571 | (154) | 730 | |
| 14 | Paid-up Equity Share Capital (Face Value of Rs. 5 each) | 1,244 | 1,202 | 1,032 | 1,244 | 1,032 | |
| 15 | Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year | - | - | - | - | 30,145 | |
| 16 | Earnings per Share (EPS) before and after Extraordinary Items (not annualised) | | | | | | |
| | - Basic (Rs.) | 6.23 | (2.44) | 7.61 | (0.66) | 3.54 | |
| | - Diluted (Rs.) | 6.23 | (2.44) | 7.61 | (0.66) | 3.54 | |
| 17 | Debt Equity Ratio (Refer Note 8) | | | | 0.89 | 1.07 | |
| 18 | Debt Service Coverage Ratio (Refer Note 8) | | | | 0.35 | 0.87 | |
| 19 | Interest Service Coverage Ratio (Refer Note 8) | | | | 1.19 | 1.88 | |

| PART II | | | | | | |
|---------------------------|-------------------------------------------------------------------------------------------|----------------------|--------------------|--------------------|---------------------------|--------------------|
| Select Information | | | | | | |
| Sl. No. | Particulars | Quarter ended | | | For the year ended | |
| | | 31/Mar/2015 | 31/Dec/2014 | 31/Mar/2014 | 31/Mar/2015 | 31/Mar/2014 |
| | | Unaudited | Unaudited | Unaudited | Audited | Audited |
| A | Particulars of Shareholding | | | | | |
| 1 | Public Shareholding | | | | | |
| | Number of Shares | 100 30 03 901 | 100 30 03 901 | 66 47 17 704 | 100 30 03 901 | 66 47 17 704 |
| | Percentage of Shareholding | 40.30% | 41.75% | 32.20% | 40.30% | 32.20% |
| 2 | Promoters and Promoter Group Shareholding | | | | | |
| | (a) Pledged / Encumbered | | | | | |
| | - Number of Shares | 25 00 00 000 | 19 50 00 000 | Nil | 25 00 00 000 | Nil |
| | - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group) | 16.82% | 13.94% | N.A. | 16.82% | N.A. |
| | - Percentage of Shares (as a % of the total share capital of the company) | 10.04% | 8.12% | N.A. | 10.04% | N.A. |
| | (b) Non -encumbered | | | | | |
| | - Number of Shares | 123 59 75 844 | 120 43 09 177 | 139 93 09 177 | 123 59 75 844 | 139 93 09 177 |
| | - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group) | 83.18% | 86.06% | 100.00% | 83.18% | 100.00% |
| | - Percentage of Shares (as a % of the total share capital of the company) | 49.66% | 50.13% | 67.80% | 49.66% | 67.80% |

| B | Investor Complaints | |
|----------|------------------------------------------------|------------------------------------|
| | Particulars | Quarter ended 31-March-2015 |
| | Pending at the beginning of the quarter | Nil |
| | Received during the quarter | 6 |
| | Disposed off during the quarter | 6 |
| | Remaining unresolved at the end of the quarter | Nil |

| Standalone Statement of Assets and Liabilities | | (₹ in Crore) | |
|------------------------------------------------|--------------------------------------------|----------------------|----------------------|
| | | As at | |
| | Particulars | 31-Mar-15 Audited | 31-Mar-14 Audited |
| A | Equity and Liabilities | | |
| 1 | Shareholder's Fund | | |
| | (a) Share Capital | 1,244 | 1,032 |
| | (b) Reserves and Surplus | 34,627 | 30,735 |
| | Sub-total - Shareholders' Fund | 35,871 | 31,767 |
| 2 | Non Current Liabilities | | |
| | (a) Long Term Borrowings | 25,977 | 22,795 |
| | (b) Deferred Tax Liabilities (Net) | - | - |
| | (c) Other Long Term Liabilities | 43 | 194 |
| | (d) Long Term Provisions | 43 | 3,288 |
| | Sub-total - Non Current Liabilities | 26,063 | 26,277 |
| 3 | Current Liabilities | | |
| | (a) Short Term Borrowings | 1,189 | 7,332 |
| | (b) Trade Payables | 4,385 | 2,076 |
| | (c) Other Current Liabilities | 6,596 | 5,653 |
| | (d) Short Term Provisions | 1,248 | 4,159 |
| | Sub-total - Current Liabilities | 13,418 | 19,220 |
| | Total Equity and Liabilities | 75,352 | 77,264 |
| B | Assets | | |
| 1 | Non Current Assets | | |
| | (a) Fixed Assets | 32,963 | 35,154 |
| | (b) Non Current Investments | 21,784 | 21,042 |
| | (c) Deferred tax assets (net) | - | 1,488 |
| | (d) Long Term Loans and Advances | 3,442 | 4,653 |
| | (e) Other Non Current Assets | 198 | 228 |
| | Sub-total - Non Current Assets | 58,387 | 62,565 |
| 2 | Current Assets | | |
| | (a) Current Investment | 638 | - |
| | (b) Inventories | 201 | 269 |
| | (c) Trade Receivables | 1,334 | 1,994 |
| | (d) Cash and Cash Equivalents | 572 | 127 |
| | (e) Short Term Loans and Advances | 10,861 | 9,375 |
| | (f) Other Current Assets | 3,359 | 2,934 |
| | Sub-total - Current Assets | 16,965 | 14,699 |
| | Total Assets | 75,352 | 77,264 |

Notes

1. Figures of the previous period have been regrouped and reclassified, wherever required.
2. The Company has, on May 6, 2015, issued Senior Secured Notes of USD 300 million bearing 6.5% p.a. interest, with a maturity of 5 ½ years.
3. Pursuant to the Schemes of Arrangement ("the Schemes") sanctioned by the Hon'ble High Court of Judicature at Bombay, variation on account of changes in exchange rates including amortisation of the balance in "Foreign Currency Monetary Item Translation Difference Account (FCMITDA)" and depreciation consequent to addition of exchange differences to the cost of capitalised assets aggregating to ₹ 156 crore and ₹ 617 crore during the quarter and year ended March 31, 2015 respectively, have been met by withdrawal from General Reserves, leaving no impact on profit for the year ended March 31, 2015. The Company has, as permitted under the said Schemes, adjusted additional depreciation of ₹ 294 crore and ₹ 1,177 crore, arising on fair value of the assets, for the quarter and year ended March 31, 2015 respectively, by withdrawing an equivalent amount from General Reserve.
4. Pursuant to the Companies Act, 2013 (the Act) becoming effective from April 1, 2014, the Company has adopted, based on technical assessment, estimated useful life of fixed assets as stipulated under Schedule II to the Act, except in case of some of its telecommunication equipments, as legally advised and as permitted by the said Schedule, where, based on condition of such telecommunication equipments, regular maintenance schedule, material of construction and past experience.
- 5 a. During the quarter ended March 31, 2015, the Company has revised existing terms of lease of optic fibre cable availed from its subsidiary, as required in line with arm's length pricing, with effect from April 1, 2014. Accordingly, liabilities of ₹ 4,328 crore for lease rent is reversed as an exceptional item and Deferred Tax Assets of ₹ 1,488 crore has been reversed by the Company in Statement of Profit and Loss for the quarter under review.
b. Further, due to agreed reduction in yield of Preference Shares issued by a subsidiary, amount earlier recognised of ₹ 1,359 crore is charged off as an exceptional item and ₹ 262 crore for nine months ended 31st December, 2014 is reversed in other income in Statement of Profit and Loss for the quarter under review.
6. Expenses under the heads Selling and Distribution are net of recoveries of cost of ₹ 699 crore incurred for and on behalf of Reliance Webstore Limited (RWSL), a wholly owned subsidiary of the Company. These costs pertain to the activities related to customer life cycle management undertaken by RWSL with effect from April 1, 2014. The amount comprises of ₹ 329 crore pertaining to earlier quarters and accounted in the current quarter.

7. The Company is operating with India Operations, Global Operations and Others / Unallocated segments. Accordingly, segment-wise information has been given. This is in line with the requirement of AS 17 "Segment Reporting".
8. Formula used for the computation of ratios:
- i) Debt Equity Ratio = Debt/ Equity;
 - ii) Debt Service Coverage Ratio (DSCR) = Earnings before depreciation, interest, tax/ (Interest + Principal repayment);
 - iii) Interest Service Coverage Ratio (ISCR) = Earnings before depreciation, interest, tax/ (Interest expense)
9. Figures for the quarter ended March 31, 2015 and March 31, 2014 are balancing figures between audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial year.
10. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on May 29, 2015.

For Reliance Communications Limited

Place: Mumbai
Date : May 29, 2015

Anil D. Ambani
Chairman