

Reliance Communications Limited

website: www.rcom.co.in

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

CIN - L45309MH2004 PLC147531

Audited Financial Results (Consolidated) for the year ended March 31, 2016

PART I							(₹ in Crore)
Sl. No.	Particulars	Quarter ended			Year ended		
		31-Mar-16	31-Dec-15	31-Mar-15	31-Mar-16	31-Mar-15	
		Audited	Unaudited	Unaudited	Audited	Audited	
1	Income from operations						
	(a) Net Income from Operations	5,579	5,232	5,683	21,500	21,423	
	(b) Other Operating Income	38	45	11	211	347	
	Total Income from Operations	5,617	5,277	5,694	21,711	21,770	
2	Expenses						
	(a) Access Charges	917	662	693	2,831	2,793	
	(b) License Fee	212	229	266	948	1,094	
	(c) Employee Cost	301	289	239	1,121	998	
	(d) Depreciation and Amortisation	1,259	890	995	4,046	3,817	
	(e) Other Expenses	2,530	2,315	2,529	9,794	9,695	
	Total Expenses	5,219	4,385	4,722	18,740	18,397	
3	Profit from ordinary activities before Other Income, Finance Costs and Exceptional Items (1 - 2)	398	892	972	2,971	3,373	
4	Other Income	302	21	9	402	328	
5	Profit from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	700	913	981	3,373	3,701	
6	Finance Costs	773	681	666	2,869	2,755	
7	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 - 6)	(73)	232	315	504	946	
8	Exceptional Items	-	-	-	-	-	
9	Profit / (Loss) from Ordinary Activities before Tax (7 - 8)	(73)	232	315	504	946	
10	Tax Expenses (net)	(227)	34	306	(199)	326	
11	Net Profit from Ordinary Activities after Tax (9 - 10)	154	198	9	703	620	
12	Extraordinary Items	-	-	-	-	-	
13	Net Profit for the period (11 - 12)	154	198	9	703	620	
14	Share of Loss/ (Profit) of Associates	-	-	-	(2)	(3)	
15	Minority Interest	(23)	27	(219)	24	(91)	
16	Net Profit after Taxes, Minority Interest and share of profit / (loss) of Associates (13 - 14 - 15)	177	171	228	681	714	
17	Paid-up Equity Share Capital (Face Value of Rs. 5 each)	1,244	1,244	1,244	1,244	1,244	
18	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	36,102	
19	Earnings per Share (EPS) before and after Extraordinary Items (not annualised)						
	- Basic (Rs.)	0.71	0.69	0.89	2.74	3.05	
	- Diluted (Rs.)	0.71	0.69	0.89	2.74	3.05	
20	Debt Equity Ratio (Refer Note 8)	-	-	-	1.19	1.04	
21	Debt Service Coverage Ratio (DSCR) (Refer Note 8)	-	-	-	0.95	0.96	
22	Interest Service Coverage Ratio (ISCR) (Refer Note 8)	-	-	-	3.20	3.05	

Segment wise Revenue, Results and Capital Employed (₹ in Crore)

Sl. No.	Particulars	Quarter ended			Year ended	
		31-Mar-16	31-Dec-15	31-Mar-15	31-Mar-16	31-Mar-15
		Audited	Unaudited	Unaudited	Audited	Audited
1	Segment Revenue					
	(a) India Operation	5,227	4,651	4,907	19,370	19,103
	(b) Global Operation	1,242	1,106	1,294	4,527	4,610
			-			
	Total	6,469	5,757	6,201	23,897	23,713
	Less: Inter segment revenue	(550)	(459)	(498)	(1,784)	(1,615)
	Income from Operations	5,919	5,298	5,703	22,113	22,098
2	Segment Results					
	Profit before Tax and Finance Cost from each segment					
	(a) India Operation	604	805	716	3,026	3,325
	(b) Global Operation	96	108	265	347	376
	Total	700	913	981	3,373	3,701
	Less : (i) Interest	773	681	666	2,869	2,755
	(ii) Other unallocable expenditure net off	-	-	-	-	-
	(iii) Other unallocable Income	-	-	-	-	-
	Total Profit / (Loss) before Tax	(73)	232	315	504	946
3	Capital Employed					
	(Segment assets - Segment liabilities)					
	(a) India Operation	70,514	69,955	67,276	70,514	67,276
	(b) Global Operation	7,696	8,519	7,871	7,696	7,871
	(c) Others / Unallocable	3,212	2,702	3,129	3,212	3,129
	Total	81,422	81,176	78,276	81,422	78,276

Consolidated Statement of Assets and Liabilities		(₹ in Crore)	
	Particulars	As at	As at
		31-Mar-16	31-Mar-15
		Audited	Audited
A	Equity and Liabilities		
1	Shareholder's Funds		
	(a) Share Capital	1,244	1,244
	(b) Reserves and Surplus	35,622	36,692
	Sub-total - Shareholders' Fund	36,866	37,936
2	Minority Interest	520	512
3	Non Current Liabilities		
	(a) Long Term Borrowings	29,500	30,356
	(b) Deferred Tax Liabilities (Net)	677	529
	(c) Deferred Payment Liabilities	3,295	-
	(d) Other Long Term Liabilities	4,782	736
	(e) Long Term Provisions	238	292
	Sub-total - Non Current Liabilities	38,492	31,913
4	Current Liabilities		
	(a) Short Term Borrowings	4,386	1,587
	(b) Trade Payables	5,764	6,088
	(c) Other Current Liabilities	14,758	11,978
	(d) Short Term Provisions	1,280	1,270
	Sub-total - Current Liabilities	26,188	20,923
	Total Equity and Liabilities	102,066	91,284
B	Assets		
1	Non Current Assets		
	(a) Fixed Assets	71,230	62,302
	(b) Goodwill on Consolidation	5,604	5,423
	(c) Non Current Investments	134	125
	(d) Deferred Tax Assets (net)	311	-
	(e) Long Term Loans and Advances	9,837	4,369
	(f) Other Non Current Assets	482	275
	Sub-total - Non Current Assets	87,598	72,494
2	Current Assets		
	(a) Current Investment	670	1,270
	(b) Inventories	208	401
	(c) Trade Receivables	3,844	4,916
	(d) Cash and Cash Balances	1,524	1,408
	(e) Short Term Loans and Advances	6,016	8,602
	(f) Other Current Assets	2,206	2,193
	Sub-total - Current Assets	14,468	18,790
	Total Assets	102,066	91,284

Notes

- Figures of the previous period have been regrouped and reclassified, wherever required.
- Pursuant to the Scheme of Arrangement ("the Scheme") 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 ₹ 231 crore and ₹ 971 crore during the quarter and year ended March 31, 2016 respectively, have been withdrawn from General Reserve. The Company has, as permitted under the said Schemes, adjusted additional depreciation and amortization of ₹ 295 crore and ₹ 1,190 crore, arising on fair value of the assets, for the quarter and year ended March 31, 2016 respectively, by withdrawing an equivalent amount from General Reserve.
- The listed Redeemable Non Convertible Debentures (NCDs) of the Company aggregating to ₹ 4,625 crore as on March 31, 2016 are secured by way of first pari passu charge on the movable plant and machinery, Capital Work in Progress, both present and future, including all insurance contracts relating thereto of the Borrower Group; comprising of the Company and its subsidiary companies namely; Reliance Telecom Limited (RTL), Reliance Infratel Limited (RITL) and Reliance Communications Infrastructure Limited (RCIL). Out of the above, NCDs of ₹ 2,000 crore have also been secured by way assignment of 20 Telecom Licenses by execution of Tripartite Agreements with Department of Telecommunications (DoT). Further, NCDs of ₹ 500 crore have been secured by pledge of equity shares of RCIL held by the Company and of RTL held by the Company and Reliance Infocomm Infrastructure Limited (RIIL) by execution of the Share Pledge Agreement. The asset cover in case of these NCDs exceeds 100% of the principal amount of the said NCDs.
- Additional details as required in relation to Non Convertible Debentures (NCDs):

Nature of Instruments	11.20% NCDs	11.60% NCDs	11.25% NCDs
Amount outstanding (Rs. in crore)	3,000	500	1,125
Previous due date for payment of Interest	02.05.2016	07.02.2016	07.05.2016
Whether Interest was paid on the due date	Yes	Yes	Yes
Next due date for payment of interest	02.06.2016	07.02.2017	07.06.2016
Credit Rating	ICRA BBB+	CARE A –	CARE A –
Due Date for Principal Repayment	01.03.2019	07.02.2017	Rs. 375 crore on each dates 07.02.2017 07.02.2018 and 07.02.2019

5. Debenture Redemption Reserve (DRR) : Rs. 590 crore as on March 31, 2016.
6. Net Worth : Rs 35,368 crore, as on March 31, 2016.
 - Includes ₹ 1,469 crore created pursuant to the Scheme of Amalgamation approved by High court which shall for all regulatory purposes be considered to be part of owned funds/ Networth of the Company.
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. In term of SEBI circular CIR/CFD/CMD/56/2016 dated May 27, 2016, the Parent company hereby declares that the auditors have issued audit reports with unmodified opinion on the annual audited consolidated financial result for the year ended March 31, 2016.
10. Figures for the quarter ended March 31, 2016 and March 31, 2015 are balancing figures between the audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial years.
11. The Company has opted to publish consolidated financial results for the year 2015 - 16. Standalone financial results, for the quarter and year ended March 31, 2016 can be viewed on the website of the Company, National Stock Exchange of India Limited and BSE Limited at www.rcom.co.in, www.nseindia.com and www.bseindia.com respectively.

12. Additional information on standalone basis is as follows:

(₹ in crore)

Particulars	Quarter ended			Year ended	
	31-Mar-2016	31-Dec-2015	31-Mar-2015	31-Mar-2016	31-Mar-2015
	Audited	Unaudited	Unaudited	Audited	Audited
Total Income	2,687	2,526	2,482	10,295	11,136
Profit /(Loss) before tax	401	(769)	3,033	(1,624)	1,340
Profit /(Loss) after tax	401	(769)	1,538	(1,624)	(154)

13. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on May 30, 2016.

For **Reliance Communications Limited**

Place: Mumbai
Date : May 30, 2016

Anil D. Ambani
Chairman