

Reliance Communications Limited

website: www.rcom.co.in

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

CIN - L45309MH2004 PLC147531

Unaudited Financial Results (Standalone) for the Quarter ended June 30, 2017

(₹ in Crore)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-17	31-Mar-17	30-Jun-16	31-Mar-17
		Unaudited	Audited	Unaudited	Audited
1	Income				
	(a) Revenue from Operations	1,643	1,944	2,482	8,823
	(b) Other Income	64	74	110	331
	(c) Total Income [(a) + (b)]	1,707	2,018	2,592	9,154
2	Expenses				
	(a) Access Charges, Licence Fees and Network Expenses	1,738	1,646	2,006	7,506
	(b) Employee Benefits Expenses	33	41	50	187
	(c) Finance Costs	709	581	630	2,409
	(d) Depreciation , Amortisation and Provision for Impairment	566	582	337	1,972
	(e) Sales and General Administration Expenses	234	100	423	935
	(f) Total Expenses [(a) to (e)]	3,280	2,950	3,446	13,009
3	Profit/ (Loss) before Exceptional Items and Tax [1 (c) - 2 (f)]	(1,573)	(932)	(854)	(3,855)
4	Exceptional Items	-	-	-	-
5	Profit/ (Loss) before Tax [3 - 4]	(1,573)	(932)	(854)	(3,855)
6	Tax Expenses				
	(a) Current Tax	-	-	-	-
	(b) Deferred Tax Charge/ (Credit)	(610)	(838)	(295)	(2,059)
7	Profit/ (Loss) after Tax [5 - 6]	(963)	(94)	(559)	(1,796)
8	Other Comprehensive Income/ (Expense) for the period	1	-	-	(1)
9	Total Comprehensive Income / (loss) for the period [7 + 8]	(962)	(94)	(559)	(1,797)
10	Earnings per Share (EPS) (before and after exceptional items)				
	(a) Basic (Rs.)	(3.90)	(0.38)	(2.25)	(7.28)
	(b) Diluted (Rs.)	(3.90)	(0.38)	(2.25)	(7.28)
11	Paid-up Equity Share Capital (Face Value of Rs. 5 each)	1,244	1,244	1,244	1,244
12	Other Equity (Excluding Revaluation Reserve)				22,840

Notes

1. Figures of the previous period have been regrouped and reclassified, wherever required.
2. 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 ₹ 159 crore during the quarter ended June 30, 2017, are withdrawable from General Reserve. These withdrawable items are not considered in the accounts for the quarter ended on June 30, 2017 and consequently no withdrawal has been made. The necessary effects, if any, will be carried out at the year end. The Company has, as permitted under the said Schemes, adjusted additional depreciation and amortisation of ₹ 139 crore, arising on fair value of certain assets, for the quarter by withdrawing an equivalent amount from General Reserve. These matters have been referred to by the Auditors, without qualifying in their Limited Review Report.
3. The Company has filed the petition for the Scheme of Arrangement (the Scheme) for demerger of the Wireless Business Undertaking of the Company and Reliance Telecom Limited (RTL), a Subsidiary of the Company into Aircel Limited and its subsidiary, Dishnet Wireless Limited with the Mumbai Bench of the National Company Law Tribunal ("NCLT") on April 25, 2017. Pending the admission of the said petition by NCLT for the final hearing to be taken up and as the Agreements between the parties being subject to various conditions precedent, the assets and operations of undertaking are accordingly not considered necessary to be presented separately as discontinued operation in the Accounts.
4. The listed Redeemable Non Convertible Debentures (NCDs) of the Company aggregating to ₹ 3,750 crore as on June 30, 2017 are secured by way of first pari passu charge on the whole of the movable properties, plant and equipment and 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; RTL, Reliance Infratel Limited (RITL) and Reliance Communications Infrastructure Limited. Out of the above, in case of NCDs of ₹ 750 crore, the Company has also assigned Telecom Licences, by execution of Tripartite Agreements with Department of Telecommunications (DoT). The asset cover in case of these NCDs exceeds 100% of the principal amount of the said NCDs.
5. The Company has been engaged with its lenders to finalise an overall debt resolution plan. Based on applicable guidelines, the lenders have, on June 2, 2017, constituted a Joint Lenders' Forum (JLF) and agreed to consider Strategic Debt Restructuring (SDR) for the Company and its two subsidiaries, RTL and RITL. Consequently, standstill on the Company's debt servicing obligations for a period of 7 months till end December, 2017 has become effective, by which transactions pertaining to demerger of Wireless and Towers Business would be completed. In the event these transactions

are not completed in such timeframe, the lenders may exercise their right to convert their debt, in accordance with applicable SDR guidelines, subject to approvals as may be necessary under law.

6. Disclosure as per Ind AS 108 "Operating Segments" is reported in Consolidated Financial Results of the Company. Therefore, the same has not been separately disclosed in line with the provision of Ind AS.
7. Provision for Income Tax for the quarter ended June 30, 2017 is based on the estimate for the full financial year.
8. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on August 12, 2017 and the financial results for the quarter ended June 30, 2017 is subjected to limited review by the Statutory Auditors of the Company.

For Reliance Communications Limited

Place: Mumbai
Date : August 12, 2017

R. N. Bhardwaj
Director