BHARTI AIRTEL LIMITED

Registered Office: Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase II, New Delhi – 110 070, India

Financial results for the quarter ended June 30, 2013

1. Bharti Airtel Limited – Audited financial results for the quarter ended June 30, 2013 as per Indian GAAP (as Stand alone entity)

Part I

(In Rs. Million except per share data)

S.No.	Particulars	Quarter Ended June 30, 2013 Audited	Quarter Ended March 31, 2013 Audited	Quarter Ended June 30, 2012 Audited	Year Ended March 31, 2013 Audited
1	**Income from Operations**	122,244	115,483	109,806	453,509
2	**Expenses**				
	(a) Access charges	19,026	18,321	16,503	74,212
	(b) Employee benefits expenses	4,294	4,052	3,640	15,113
	(c) Cost of goods sold	-	9	-	19
	(d) Power and Fuel	10,426	10,032	7,941	35,699
	(e) Rent	14,010	14,434	12,467	52,225
	(f) License fee and spectrum charges (revenue share)	13,211	12,350	12,221	48,815
	(g) Depreciation and amortisation expense	18,147	17,568	16,519	68,267
	(h) Other operating expenses	25,354	21,397	24,821	92,719
	Total Expenses	**104,468**	**98,163**	**94,112**	**387,069**
3	**Profit from operations before Other Income, Net Finance Costs, Exceptional Items and Tax (1-2)**	**17,776**	**17,320**	**15,694**	**66,440**
4	Other Income	830	918	6,423	14,631
5	**Profit from ordinary activities before finance costs and exceptional items (3+4)**	**18,606**	**18,238**	**22,117**	**81,071**
6	Finance Costs	4,597	2,808	5,459	16,523
7	**Profit from ordinary activities after finance costs but before exceptional items**	**14,009**	**15,430**	**16,658**	**64,548**
8	Exceptional items (Refer Note 3 below)	2,299	-	-	-
9	**Profit (+) /Loss(-) from ordinary activities before Tax**	**11,710**	**15,430**	**16,658**	**64,548**
10	Tax Expense (including benefit of Rs 597 Mn on exceptional items)	2,122	4,586	1,958	13,585
11	**Net profit (+)/ loss(-) from Ordinary Activities after tax**	**9,588**	**10,844**	**14,700**	**50,963**
12	Extraordinary items (net of tax expenses)	-	-	-	-
13	**Profit (+)/ Loss (-) for the period / year**	**9,588**	**10,844**	**14,700**	**50,963**
14	Paid-up equity share capital (Face value Rs.5/- each)	19,988	18,988	18,988	18,988
15	Reserves excluding revaluation reserves including employee stock option outstanding (Refer Note 4 below)	598,931	522,453	490,023	522,453
16	**Earnings per share (Face value Rs.5/- each) (in Rs.)**				
	a. Basic and diluted EPS before Extraordinary items				
	i) Basic	2.505	2.856	3.871	13.420
	ii) Diluted	2.505	2.856	3.871	13.420
	b. Basic and diluted EPS after Extraordinary items				
	i) Basic	2.505	2.856	3.871	13.420
	ii) Diluted	2.505	2.856	3.871	13.420

Part II

S. No.	Particulars	Quarter Ended June 30, 2013 Audited	Quarter Ended March 31, 2013 Audited	Quarter Ended June 30, 2012 Audited	Year Ended March 31, 2013 Audited
A	**Particulars of Shareholding**				
1	**Public Shareholding**				
	a. Number of shares	1,389,895,924	1,194,297,918	1,196,402,920	1,194,297,918
	b. Percentage of shareholding	34.77%	31.45%	31.50%	31.45%
2	**Promoters and Promoter Group Shareholding**				
	a) Pledged/ Encumbered				
	- Number of Shares	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil
	b) Non-encumbered				
	- Number of Shares	2,607,504,178	2,603,232,178	2,601,127,176	2,603,232,178
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%
	- Percentage of Shares (as a % of the total share capital of the Company)	65.23%	68.55%	68.50%	68.55%

S.No.	Particulars	Quarter Ended June 30, 2013
B	**Status of investor complaints as on June 30, 2013 is as follows:**	
	Complaints pending as on April 1, 2013	NIL
	Complaints received during the quarter	4
	Complaints resolved during the quarter	4
	Complaints pending as on June 30, 2013	NIL

2. Segment Reporting - Prepared as per Indian GAAP (as Stand alone entity)

(In Rs Million)

Particulars	Quarter Ended June 30, 2013 Audited	Quarter Ended March 31, 2013 Audited	Quarter Ended June 30, 2012 Audited	Year Ended March 31, 2013 Audited
1. Segment Revenue				
Net sales/income from each segment				
a) Mobile Services	107,895	102,685	97,575	401,804
b) Telemedia Services	9,012	8,827	8,803	35,327
c) Airtel Business	13,172	12,161	10,955	49,133
d) Unallocated	-	-	-	-
Total	**130,079**	**123,673**	**117,333**	**486,264**
Less: Inter Segment Eliminations	7,835	8,190	7,527	32,755
Net sales/Income	**122,244**	**115,483**	**109,806**	**453,509**
2. Segment Results				
Profit/(Loss) before tax and net Finance Costs from each segment				
a) Mobile Services	16,469	15,890	12,584	59,149
b) Telemedia Services	1,508	1,882	1,574	7,020
c) Airtel Business	1,455	642	234	1,393
d) Unallocated #	(1,404)	(889)	6,756	6,105
Total	**18,028**	**17,525**	**21,148**	**73,667**
Less: Inter Segment Eliminations	-	-	-	-
Total profit/(loss) before tax and Net Finance Costs	**18,028**	**17,525**	**21,148**	**73,667**
Less :				
Net Finance Costs / (Income)	4,019	2,095	4,490	9,119
Exceptional Items	2,299	-	-	-
Total profit before tax	**11,710**	**15,430**	**16,658**	**64,548**
3. Capital Employed				
(Segment assets - Segment liabilities) *				
a) Mobile Services	259,369	278,426	285,667	278,426
b) Telemedia Services	24,261	32,020	34,324	32,020
c) Airtel Business	13,823	16,156	20,071	16,156
d) Unallocated **	296,664	191,383	147,362	191,383
Total	**594,117**	**517,985**	**487,424**	**517,985**

*Excludes inter segment assets and liabilities.
** Includes borrowings for 3G and BWA licenses of Rs 45,700 Mn, Rs 52,225 Mn and Rs 54,750 Mn, as at June 30, 2013, March 31,2013 and June 30, 2012, respectively.
# Includes foreign exchange fluctuations in respect of loans given to subsidiaries.

Notes to accounts

1. Notes to the consolidated financial results form part of the notes to the standalone financial results.

2. Effective April 1, 2013, to better reflect business synergies, intra city fibre networks earlier included in 'Telemedia Services', has now been included in 'Mobile Services'. Further, in order to improve the comparability of results with the single segment telecom players, the Company has also allocated certain central common expenses, earlier included in 'Unallocated' to 'Mobile Services', 'Telemedia Services' and 'Airtel Business'.

   Accordingly, previous year's/period's segment figures have been regrouped / rearranged.

3. Exceptional items during the quarter resulted in a loss of Rs 2,299 Mn, comprising of a net charge resulting from reassessment of the useful residual lives of certain categories of network assets of the Company due to technological developments. Tax benefit on the above amounted to Rs 597 Mn .

4. Reserves and surplus as at June 30, 2013 include Rs 2,729 Mn, towards employee stock option outstanding account (net of the related deferred cost) of the Company.

5. On January 8, 2013, the Department of Telecommunications ('DoT') issued a demand on the Company for Rs. 51,353 Mn towards levy of one time spectrum charge. Based on a petition filed by the Company, the Hon'ble High Court of Bombay, through its order dated January 28, 2013, has directed the DoT to respond and not to take any coercive action until the next date of hearing. The Company, based on independent legal opinions, has not given effect for the one time spectrum charges in these financial results

6. Previous year's/period's figures have been regrouped / rearranged, wherever required.

For Bharti Airtel Limited

Sd/-

Manoj Kohli
Managing Director & CEO (International)

For Bharti Airtel Limited

Sd/-

Gopal Vittal
Joint Managing Director & CEO (India)

New Delhi
July 31, 2013

"Bharti Airtel", or "the Company", wherever stated stands for Bharti Airtel Limited.
For more details on the financial results, please visit our website www.airtel.in