BHARTI AIRTEL LIMITED

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

Financial results for the second quarter and half year ended September 30, 2010

1. Bharti Airtel Limited – Audited financial results for the second quarter and half year ended September 30, 2010 as per Indian GAAP (as Stand alone entity)

(In Rs. Million except per share data)

S. No.	Particulars	Quarter Ended September 30,		Half Year Ended September 30,		Year ended March 31, 2010
		2010	2009	2010	2009	
		Audited	Audited	Audited	Audited	Audited
1	**Net Sales/ Income from Operations**	**92,999**	**89,017**	**186,236**	**179,422**	**356,095**
2	**Total Expenditure**	**70,677**	**63,100**	**140,914**	**127,167**	**258,556**
	(a) Employee Cost	3,859	3,928	7,393	8,020	15,305
	(b) Depreciation	10,662	9,440	21,329	18,970	38,901
	(c) License Fees & Spectrum Charges	10,420	9,443	21,111	18,763	37,549
	(d) Access & Interconnection Charges	12,084	10,589	24,536	21,825	44,357
	(e) Network Operating Expenses	20,907	18,593	41,074	36,737	74,467
	(f) Sales & Marketing	7,179	5,366	13,811	11,064	24,049
	(g) Administration & others	5,199	5,425	10,762	11,039	22,402
	(h) Other Expenditure including Amortisation	367	316	898	749	1,526
3	**Profit from Operations before Other Income, Interest & Exceptional Items and Tax (1-2)**	**22,322**	**25,917**	**45,322**	**52,255**	**97,539**
4	Other Income	199	254	699	412	897
5	**Profit before Interest & Exceptional Items and Tax (3+4)**	**22,521**	**26,171**	**46,021**	**52,667**	**98,436**
6	Interest Expense / (Income) Net	(1,460)	800	(14)	(3,502)	(8,557)
7	**Profit after Interest but before Exceptional Items and Tax**	**23,981**	**25,371**	**46,035**	**56,169**	**106,993**
8	Exceptional items	-	-	-	-	-
9	**Profit (+) /Loss(-) from Ordinary Activities before Tax**	**23,981**	**25,371**	**46,035**	**56,169**	**106,993**
10	**Tax Expense**	**2,978**	**2,402**	**5,723**	**6,325**	**12,731**
	-Current Tax	2,295	1,887	5,422	4,748	9,427
	-Deferred Tax (Credit) / Charge	683	515	301	1,577	3,304
11	**Net profit (+)/ loss(-) from Ordinary Activities after tax**	**21,003**	**22,969**	**40,312**	**49,844**	**94,262**
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	**Profit (+)/ Loss (-) for the period**	**21,003**	**22,969**	**40,312**	**49,844**	**94,262**
14	Paid-up equity share capital (Face value Rs.5/- each)	18,988	18,984	18,988	18,984	18,988
15	Reserves excluding revaluation reserves including employee stock option outstanding (Refer Note 3 below)	389,216	307,874	389,216	307,874	348,363
16	**Earnings per share (in Rs.)- Post Stock split**					
	a. Basic and diluted EPS before Extraordinary items					
	i) Basic	5.531	6.050	10.615	13.128	24.826
	ii) Diluted	5.531	6.048	10.615	13.125	24.818
	a. Basic and diluted EPS after Extraordinary items					
	i) Basic	5.531	6.050	10.615	13.128	24.826
	ii) Diluted	5.531	6.048	10.615	13.125	24.818
17	**Public Shareholding**					
	a. Number of shares	1,220,148,754	1,226,589,988	1,220,148,754	1,226,589,988	1,221,736,754
	b. Percentage of shareholding	32.13%	32.31%	32.13%	32.31%	32.17%
18	**Promoters and Promoter Group Shareholding**					
	a) Pledged/ Encumbered					
	- Number of Shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered					
	- Number of Shares	2,577,381,342	2,570,252,342	2,577,381,342	2,570,252,342	2,575,793,342
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%	100%
	- Percentage of Shares (as a % of the total share capital of the Company)	67.87%	67.69%	67.87%	67.69%	67.83%

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

(In Rs Million)

Particulars	Quarter Ended September 30,		Half Year Ended September 30,		Year ended March 31, 2010
	2010	2009	2010	2009	
	Audited	Audited	Audited	Audited	Audited
1. Segment Revenue					
Net sale/income from each segment					
a) Mobile Services	80,990	77,304	162,401	155,849	308,449
b) Telemedia Services	9,097	8,463	17,966	16,936	33,833
c) Enterprise Services	9,913	11,357	19,653	22,627	44,497
d) Others	(2)	9	377	15	29
Total	**99,998**	**97,133**	**200,397**	**195,427**	**386,808**
Less: Inter Segment Eliminations	6,800	7,862	13,462	15,593	29,816
Net sales/Income	**93,198**	**89,271**	**186,935**	**179,834**	**356,992**
2. Segment Results					
Profit/(Loss) before tax and interest from each segment					
a) Mobile Services	21,076	23,824	43,282	48,328	89,913
b) Telemedia Services	2,222	1,865	4,099	3,630	7,499
c) Enterprise Services	1,249	2,194	2,387	4,121	8,488
d) Others	(2,026)	(1,712)	(3,747)	(3,412)	(7,466)
Total	**22,521**	**26,171**	**46,021**	**52,667**	**98,434**
Less: Inter Segment Eliminations	-	-	-	-	(2)
Total profit/(loss) before tax and interest	**22,521**	**26,171**	**46,021**	**52,667**	**98,436**
Less :					
Interest	(1,460)	800	(14)	(3,502)	(8,557)
Total profit before tax	**23,981**	**25,371**	**46,035**	**56,169**	**106,993**
3. Capital Employed					
(Segment assets - Segment liabilities)*					
a) Mobile Services	283,176	158,263	283,176	158,263	167,976
b) Telemedia Services	76,909	44,771	76,909	44,771	44,035
c) Enterprise Services	8,689	6,268	8,689	6,268	8,095
d) Others**	26,576	109,198	26,576	109,198	134,237
Total	**395,350**	**318,500**	**395,350**	**318,500**	**354,343**

* Does not include inter segment assets and liabilities

** Includes borrowings for 3G and BWA licences of Rs 78,946 mn as of September 30, 2010

Notes to accounts for the second quarter and half year ended September 30, 2010

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

2. Previous year's / periods' figures have been regrouped / rearranged, wherever required.

3. Reserves and surplus as at September 30, 2010 include Rs 2,332 million for the Company, towards employee stock option outstanding (net of the related deferred cost) account of the company.

4. Audited statement of Assets and Liabilities as per IGAAP (as a standalone entity) in terms of clause 41 of the Listing Agreement is as follows:

(In Rs Million)

PARTICULARS	As At	
	September 30, 2010	September 30, 2009
	Audited	Audited
SOURCES OF FUNDS		
Shareholders' Funds	18,988	18,984
Reserves and Surplus	389,237	307,895
Loan Funds	132,300	66,138
Deferred Tax Liability (Net)	334	-
Total	**540,859**	**393,017**
APPLICATION OF FUNDS		
Fixed Assets	458,555	292,453
Investments	132,156	150,648
Deferred Tax Asset (Net)	-	1,694
Current Assets , Loans and Advances		
Inventory	302	534
Sundry Debtors	22,798	21,463
Cash and Bank Balances	1,944	8,445
Other Current Assets	1,185	852
Loans and Advances	71,475	55,830
Less: Current Liabilities and Provisions		
Liabilities	142,548	135,587
Provisions	5,008	3,315
Net Current Assets	**(49,852)**	**(51,778)**
Total	**540,859**	**393,017**

For Bharti Airtel Limited

Sd/-
Sunil Bharti Mittal
Chairman and Managing Director

For Bharti Airtel Limited

Sd/-
Sanjay Kapoor
CEO (India & South Asia)

New Delhi
November 10, 2010

"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