`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, 2012

1. Bharti Airtel Limited – Audited financial results for the second quarter and half year ended September 30, 2012 as per Indian GAAP (as Stand alone entity)

Part I *(In Rs. Million except per share data)*

S.No.	Particulars	Quarter Ended September 30, 2012	Quarter Ended June 30, 2012	Quarter Ended September 30, 2011	Half Year Ended September 30, 2012	Half Year Ended September 30, 2011	Year ended March 31, 2012
		Audited	Audited	Audited	Audited	Audited	Audited
1	**Income from Operations**	115,230	109,806	101,650	225,036	203,455	416,038
2	**Expenses**						
	(a) Access charges	19,899	16,503	14,238	36,402	27,731	58,086
	(b) Employee benefits expenses	3,564	3,640	3,616	7,204	7,486	13,915
	(c) Cost of goods sold	-	-	99	-	135	183
	(d) Power and Fuel	8,345	7,941	7,586	16,286	14,816	29,727
	(e) Rent	12,522	12,467	11,916	24,989	23,514	47,714
	(f) License fee and spectrum charges (revenue share)	12,209	12,221	11,174	24,430	22,796	46,942
	(g) Depreciation and amortisation expense	16,800	16,519	14,256	33,319	28,521	59,160
	(h) Other operating expenses	23,956	24,821	19,713	48,777	39,146	83,034
	Total Expenses	**97,295**	**94,112**	**82,598**	**191,407**	**164,145**	**338,761**
3	**Profit from operations before Other Income, Net Finance Costs, Exceptional Items and Tax (1-2)**	**17,935**	**15,694**	**19,052**	**33,629**	**39,310**	**77,277**
4	Other Income	7,956	6,423	1,471	14,379	1,819	6,247
5	**Profit from ordinary activities before finance costs and exceptional items (3+4)**	**25,891**	**22,117**	**20,523**	**48,008**	**41,129**	**83,524**
6	Finance Costs	3,359	5,459	4,691	8,818	6,900	13,962
7	**Profit from ordinary activities after finance costs but before exceptional items**	**22,532**	**16,658**	**15,832**	**39,190**	**34,229**	**69,562**
8	Exceptional items	-	-	-	-	-	-
9	**Profit (+) /Loss(-) from ordinary activities before Tax**	**22,532**	**16,658**	**15,832**	**39,190**	**34,229**	**69,562**
10	Tax Expense	4,616	1,958	2,757	6,574	6,832	12,262
11	**Net profit (+)/ loss(-) from Ordinary Activities after tax**	**17,916**	**14,700**	**13,075**	**32,616**	**27,397**	**57,300**
12	Extraordinary items (net of tax expenses)	-	-	-	-	-	-
13	**Profit (+)/ Loss (-) for the period / year**	**17,916**	**14,700**	**13,075**	**32,616**	**27,397**	**57,300**
14	Paid-up equity share capital (Face value Rs.5/- each)	18,988	18,988	18,988	18,988	18,988	18,988
15	Reserves excluding revaluation reserves including employee stock option outstanding (Refer Note 3 below)	508,355	490,023	449,685	508,355	449,685	475,287
16	**Earnings per share (Face value Rs.5/- each) (in Rs.)**						
	a. Basic and diluted EPS before Extraordinary items						
	i) Basic	4.718	3.871	3.443	8.589	7.214	15.089
	ii) Diluted	4.718	3.871	3.443	8.589	7.214	15.089
	b. Basic and diluted EPS after Extraordinary items						
	i) Basic	4.718	3.871	3.443	8.589	7.214	15.089
	ii) Diluted	4.718	3.871	3.443	8.589	7.214	15.089

Part II

S. No.	Particulars	Quarter Ended September 30, 2012	Quarter Ended June 30, 2012	Quarter Ended September 30, 2011	Half Year Ended September 30, 2012	Half Year Ended September 30, 2011	Year ended March 31, 2012
		Audited	Audited	Audited	Audited	Audited	Audited
A	**Particulars of Shareholding**						
1	**Public Shareholding**						
	a. Number of shares	1,196,402,920	1,196,402,920	1,202,592,443	1,196,402,920	1,202,592,443	1,196,402,920
	b. Percentage of shareholding	31.50%	31.50%	31.67%	31.50%	31.67%	31.50%
2	**Promoters and Promoter Group Shareholding**						
	a) Pledged/ Encumbered						
	- Number of Shares	Nil	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	Nil
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	- Number of Shares	2,601,127,176	2,601,127,176	2,594,937,653	2,601,127,176	2,594,937,653	2,601,127,176
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of Shares (as a % of the total share capital of the Company)	68.50%	68.50%	68.33%	68.50%	68.33%	68.50%

S.No.	Particulars	Quarter Ended September 30, 2012
B	**Status of investor complaints as on September 30, 2012 is as follows:**	
	Complaints pending as on July 1, 2012	Nil
	Complaints received during the quarter	3
	Complaints resolved during the quarter	2
	Complaints pending as on September 30, 2012	1

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

(In Rs Million)

Particulars	Quarter Ended September 30,	Quarter Ended June 30,	Quarter Ended September 30,	Half Year Ended September 30,	Half Year Ended September 30,	Year ended March 31,
	2012	2012	2011	2012	2011	2012
	Audited	Audited	Audited	Audited	Audited	Audited
1. Segment Revenue						
Net sales/income from each segment						
a) Mobile Services	101,272	96,955	89,365	198,227	179,070	367,155
b) Telemedia Services	9,434	9,347	9,417	18,781	18,772	36,867
c) Airtel Business @	12,847	10,955	10,148	23,802	19,858	40,763
d) Unallocated $	-	-	-	-	-	-
Total	**123,553**	**117,257**	**108,930**	**240,810**	**217,700**	**444,785**
Less: Inter Segment Eliminations	8,323	7,451	7,280	15,774	14,245	28,747
Net sales/Income	**115,230**	**109,806**	**101,650**	**225,036**	**203,455**	**416,038**
2. Segment Results						
Profit/(Loss) before tax and interest from each segment						
a) Mobile Services	19,665	14,698	17,846	34,363	37,942	77,945
b) Telemedia Services	1,885	1,211	2,009	3,096	4,230	7,006
c) Airtel Business @	347	394	(442)	741	(231)	(840)
d) Unallocated # $	(1,425)	4,845	441	3,420	(1,885)	(3,512)
Total	**20,472**	**21,148**	**19,854**	**41,620**	**40,056**	**80,599**
Less: Inter Segment Eliminations	-	-	-	-	-	-
Total profit/(loss) before tax and Net Finance Costs	**20,472**	**21,148**	**19,854**	**41,620**	**40,056**	**80,599**
Less :						
Net Finance Costs	(2,060)	4,490	4,022	2,430	5,827	11,037
Total profit before tax	**22,532**	**16,658**	**15,832**	**39,190**	**34,229**	**69,562**
3. Capital Employed						
(Segment assets - Segment liabilities) *						
a) Mobile Services	274,811	277,456	302,811	274,811	302,811	303,152
b) Telemedia Services	42,189	42,535	45,256	42,189	45,256	43,602
c) Airtel Business @	17,857	20,071	15,458	17,857	15,458	22,413
d) Unallocated ** $	171,819	147,363	87,197	171,819	87,197	103,898
Total	**506,676**	**487,425**	**450,722**	**506,676**	**450,722**	**473,065**

*Excludes inter segment assets and liabilities.
** Includes borrowings for 3G and BWA licenses of Rs 54,750 mn, Rs 61,099 mn and Rs 61,117 mn, as at September 30, 2012 & June 30, 2012, September 30, 2011 and March 31, 2012, respectively.
# Includes foreign exchange fluctuations in respect of loans given to subsidiaries.
$ Earlier reported as 'Others'.
@ Previously known as Enterprise Services.

Notes to accounts

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

2. During the quarter ended September 30, 2012, the Company was awarded a favorable order by the TDSAT in respect of an outstanding dispute pertaining to inter-connect agreements. The Company, based on the TDSAT judgment and independent legal opinion, has recognized revenues of Rs 5,600 Mn, resulting in higher profit before tax and net profit of Rs 3,286 Mn and Rs 2,306 Mn respectively in the current quarter, relating to previous periods.

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

4. Reserves and surplus as at September 30, 2012 include Rs 2,739 million for the Company, towards employee stock option outstanding account (net of the related deferred cost) of the Company.

5. 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 of September 30 2012 Audited	As of March 31 2012 Audited
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	a) Share capital	18,988	18,988
	b) Reserves and surplus	508,376	475,308
		527,364	**494,296**
2	**Non- Current Liabilities**		
	a) Long-term borrowings	93,388	82,338
	b) Defered tax liabilities (Net)	9,638	8,367
	c) Other long term liabilities	32,849	25,184
	d) Long term provisions	1,447	1,405
		137,322	**117,294**
3	**Current Liabilities**		
	a) Short-term borrowings	34,252	58,956
	b) Trade payables	51,092	45,121
	c) Other current liabilities	113,950	82,000
	d) Short term provisions	3,410	5,570
		202,704	**191,647**
	Total Equity and Liabilities	**867,390**	**803,237**
B	**ASSETS**		
1	**Non-current assets**		
	a) Fixed Assets	452,881	449,073
	b) Non current investments	255,518	118,041
	c) Long- term loans and advances	89,347	84,817
	d) Other non-current assets	9,992	10,870
		807,738	**662,801**
2	**Current Assets**		
	a) Current investments	933	5,337
	b) Inventories	394	321
	c) Trade receivables	23,556	21,345
	d) Cash and cash equivalents	3,724	4,812
	e) Short-term loans and advances	16,006	98,101
	f) Other current assets	15,039	10,520
		59,652	**140,436**
	Total Assets	**867,390**	**803,237**

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 7, 2012

"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