



July 27, 2016

National Stock Exchange of India Limited

Exchange Plaza, C-1 Block G
Bandra Kurla Complex, Bandra (E)
Mumbai – 400051

BSE Limited

Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400001

Ref: Bharti Airtel Limited (532454 / BHARTIARTL)

Sub: Financial results for the first quarter (Q1) ended on June 30, 2016

Dear Sir / Madam,

In compliance with Regulation 30 & 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, we are enclosing herewith the following for the first quarter (Q1) ended on June 30, 2016:

- Audited consolidated financial results as per Ind AS
- Audited standalone financial results as per Ind AS
- Auditor's reports

The above financial results have been reviewed by the Audit and Risk Management Committee in its meeting held on July 27, 2016 and approved by the Board of Directors in its meeting held on July 27, 2016. The adjourned Board meeting commenced at 01:30 P.M. (originally commenced at 08.50 A.M.) and is still in progress.

Kindly take the same on record.

Thanking you,

Sincerely Yours,

For Bharti Airtel Limited

Rajendra Chopra
Sr. Vice President & Company Secretary

Bharti Airtel Limited

(a Bharti Enterprise)

Regd. & Corporate Office: Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase II, New Delhi - 110 070

T.: +91-11-4666 6100, F.: +91-11-4166 6137, Email id: compliance.officer@bharti.in, www.airtel.com

CIN: L74899DL1995PLC070609

Auditor's Report on Quarterly Financial Results of Bharti Airtel Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**To****Board of Directors of Bharti Airtel Limited**

1. We have audited the quarterly financial results of Bharti Airtel Limited ('the Company') for the quarter ended June 30, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. These quarterly financial results have been prepared on the basis of the interim condensed standalone financial statements, which are the responsibility of the Company's management and have been approved by the Board of Directors. Our responsibility is to express an opinion on these quarterly financial results based on our audit of such interim condensed standalone financial statements, prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. We draw attention to Note 5 to the quarterly financial results, which describes the uncertainties related to the legal outcome of Department of Telecommunication's demand with respect to One Time Spectrum Charge. Our opinion is not qualified in respect of this matter.
4. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results:
 - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - ii. give a true and fair view of the net profit and other financial information for the quarter ended June 30, 2016.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

per Niranjan Katriar
Partner

Membership No.: 58814



Place: New Delhi

Date: July 27, 2016

Bharti Airtel Limited

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

CIN: L74899DL1995PLC070609

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Statement of Audited Standalone Ind AS Financial Results for the quarter ended June 30, 2016

(Rs. Million except per share data)

S.No.	Particulars	Quarter ended June 30, 2016	Quarter ended March 31, 2016	Quarter ended June 30, 2015	Year ended March 31, 2016
		Audited	Audited	Audited	Audited
1	Income from operations	163,397	155,894	148,215	603,003
2	Expenses				
	(a) Access charges	20,243	19,274	19,912	80,236
	(b) Network operations expense	35,167	35,858	33,322	137,932
	(c) License fees and spectrum charges (revenue share)	18,898	18,550	17,064	69,635
	(d) Depreciation and amortisation	29,877	26,868	21,096	95,753
	(e) Employee benefits	4,214	5,001	4,612	18,648
	(f) Sales and marketing expenses	9,900	9,846	9,932	39,287
	(g) Other expenses	8,852	8,059	8,858	33,134
	Total expenses	127,151	123,456	114,796	474,625
3	Profit from operations before other income, net finance costs (including exchange fluctuation and related expenses), exceptional items and tax (1-2)	36,246	32,438	33,419	128,378
4	Other income	501	463	344	1,729
5	Profit from ordinary activities before net finance costs (including exchange fluctuation and related expenses), exceptional items and tax (3+4)	36,747	32,901	33,763	130,107
6	Net finance costs (including exchange fluctuation and related expenses)	12,984	9,876	4,218	20,764
7	Profit from ordinary activities after net finance costs (including exchange fluctuation and related expenses) but before exceptional items and tax (5-6)	23,763	23,025	29,545	109,343
8	Exceptional items (Refer Note 9 below)	2,920	985	1,286	6,799
9	Profit from ordinary activities before tax (7-8)	20,843	22,040	28,259	102,544
10	Tax expense (including benefit of Rs.969 Mn for the quarter ended June 16, benefit of Rs. 308 Mn and benefit of Rs. 2243 Mn for the quarter and year ended Mar16 respectively and benefit of Rs.445 Mn for the quarter ended June 15 on exceptional items)	6,568	5,101	7,731	24,741
11	Net profit from ordinary activities after tax (9-10)	14,275	16,939	20,478	77,803
12	Extraordinary items (net of tax expense)	-	-	-	-
13	Profit for the period / year (11-12)	14,275	16,939	20,478	77,803
14	Other comprehensive income	(30)	17	(68)	(34)
15	Total comprehensive income (13+14)	14,245	16,956	20,390	77,769
16	Paid-up equity share capital (Face value Rs. 5/- each)	19,987	19,987	19,987	19,987
17	Reserves excluding revaluation reserve	671,488	657,179	608,371	657,179
18	Earnings per share before / after extraordinary items (Face value Rs. 5/- each)				
	i) Basic	3.57	4.24	5.12	19.46
	ii) Diluted	3.57	4.24	5.12	19.46

Audited Standalone Segment-wise Revenue, Results, Segment Assets and Segment Liabilities for the quarter ended June 30, 2016

(Rs. Million)

Particulars	Quarter ended June 30, 2016	Quarter ended March 31, 2016	Quarter ended June 30, 2015	Year ended March 31, 2016
	Audited	Audited	Audited	Audited
1. Segment Revenue				
a) Mobile Services	139,545	135,729	127,400	518,306
b) Homes Services	6,486	6,439	5,859	24,514
c) Airtel Business	24,260	20,915	21,918	87,151
d) Unallocated	-	-	-	-
Total	170,291	163,083	155,177	629,971
Less: Inter-segment revenue *	6,894	7,189	6,962	26,968
Net sales / income from operations	163,397	155,894	148,215	603,003
2. Segment Results				
Profit / (Loss) before net finance costs / (income), exceptional items and tax				
a) Mobile Services	31,064	28,560	29,836	112,068
b) Homes Services	1,689	1,466	1,376	5,540
c) Airtel Business	4,466	3,313	3,070	14,031
d) Unallocated**	(472)	(438)	(519)	(1,532)
Total profit before net finance costs / (income), exceptional items and tax	36,747	32,901	33,763	130,107
Net finance costs (including exchange fluctuation and related expenses)	12,984	9,876	4,218	20,764
Exceptional items	2,920	985	1,286	6,799
Total profit before tax	20,843	22,040	28,259	102,544
3. Segment Assets				
a) Mobile Services	1,438,453	1,376,117	1,219,842	1,376,117
b) Homes Services	191,945	166,534	115,517	166,534
c) Airtel Business	180,345	167,483	135,406	167,483
d) Unallocated	(313,914)	(300,302)	(236,910)	(300,302)
Total	1,496,829	1,409,832	1,233,855	1,409,832
4. Segment Liabilities				
a) Mobile Services	664,588	617,796	514,270	617,796
b) Homes Services	132,827	108,960	59,902	108,960
c) Airtel Business	113,402	104,409	81,881	104,409
d) Unallocated**	(105,484)	(98,520)	(50,577)	(98,520)
Total	805,333	732,645	605,476	732,645

* includes accounting policy alignment.

Includes foreign exchange fluctuations in respect of loans given to subsidiaries.

** Includes borrowings for 3G, 4G and BWA licenses (including spectrum) of Rs. 20,000 Mn, Rs. Nil and Rs. 17,930 Mn as of June 30, 2016, March 31, 2016 and June 30, 2015 respectively.



Notes to the Financial Results

1. The financial results for the quarter ended June 30, 2016 have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors in their respective meetings held on July 27, 2016.
2. The above financial results is extracted from the condensed interim audited standalone financial statements of the Company, which are prepared in accordance with Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under.
3. The Company has transitioned to Ind AS with effect from April 1, 2016 and the transition date being April 1, 2015. The transition is carried out from Indian Accounting Principles generally accepted in India ('IGAAP') being the previous GAAP. Accordingly, the impact of transition has been provided in the opening equity as at April 1, 2015 and figures for the previous quarters / year have been restated to comply with Ind AS. Please refer note for 10 for reconciliation of net profit and equity for the previous quarters / year.
4. Effective April 1, 2016, the Company has re-aligned the reporting of its Corporate data and Fixed line business with Airtel business and accordingly renamed Telemedia Service to Homes Services. The historical periods have been restated for the above mention segmental changes to make them comparable.
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 DoT to respond and not to take any coercive action until the next date of hearing. The Company, based on independent legal opinions, till date has not given any effect to the above demand.
6. During the quarter ended June 30, 2016, the Company has received the requisite regulatory approval for the transfer of right to use spectrum under the 1800 MHZ band for the six circles from Videocon Telecommunications Limited and the transaction accordingly has been consummated.
7. During the quarter ended June 30, 2016, the Company has entered into a definitive agreement with Airtel Limited and its subsidiaries Dishnet Wireless Limited and Airtel Cellular Limited, to acquire rights to use spectrum in the 2300 Mhz band for eight circles. Subsequent to the balance sheet date, transaction for six circles has been consummated.
8. During the quarter ended June 30, 2016, as the closing conditions have been fulfilled and the transaction for the purchase of 100% equity stake in Augere Wireless Broadband India Pvt. Ltd has been consummated. Further, application under section 391 of the Companies Act, 1956 has been filed in the Hon'ble High Court of Delhi for the merger with the Company.
9. Exceptional item during the quarter ended June 30, 2016, pertains to charge of Rs 2,920 Mn resulting from reassessment of the useful life of certain categories of network assets of the Company due to technological advancements and net tax of Rs.969 Mn on the above.
10. The audited reconciliation of Net Profit to Total comprehensive income and Equity between IGAAP and Ind AS are as under:

A. Net Profit to Total comprehensive income reconciliation:

Particulars	Quarter ended				(Rs. Million)
	30-Jun-15	30-Sep-15	31-Dec-15	31-Mar-16	31-Mar-16
Net Profit as per IGAAP	19,951	22,237	17,091	16,186	75,465
Foreign exchange differences on Property, plant and equipment	(109)	(107)	(100)	(90)	(396)
Effect of measuring financial instruments at fair value	404	361	812	860	2,437
Others (Includes tax adjustment on above)	144	77	52	(10)	263
Total comprehensive income as per Ind AS	20,390	22,568	17,855	16,956	77,769



B. Equity reconciliation.

Particulars	(Rs. Million)	
	Year ended	
	31-Mar-16	31-Mar-15
Equity as per IGAAP	844,468	782,729
Foreign exchange differences on Property, plant and equipment	2,527	2,923
Fair value as deemed cost exemption for Investment in subsidiaries	(186,260)	(186,260)
Effect of measuring financial instruments at fair value	10,335	7,902
Proposed dividend	6,543	10,681
Others (Includes tax adjustment on above)	(426)	(697)
Equity as per Ind AS	677,187	617,278

11. The figures for the quarter ended March 31, 2016 are calculated as the difference between the audited figures in respect of the full financial year and the audited year to date figures up to the third quarter of the financial year 2015-16.

For Bharti Airtel Limited


Gopal Vittal

Managing Director and CEO (India & South Asia)



New Delhi
July 27, 2016

Notes:

- a) 'Bharti Airtel' or 'Company' stands for Bharti Airtel Limited.
b) For more details on the financial results, please visit our website 'www.airtel.in'.

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Auditor's Report on Quarterly Consolidated Financial Results of Bharti Airtel Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
Board of Directors of Bharti Airtel Limited

1. We have audited the quarterly consolidated financial results of Bharti Airtel Limited ("the Company") and its subsidiaries (together referred to as "the Group") for the quarter ended June 30, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. These quarterly consolidated financial results have been prepared from interim condensed consolidated financial statements, which are the responsibility of the Company's management and have been approved by the Board of Directors. Our responsibility is to express an opinion on these quarterly consolidated financial results based on our audit of such interim condensed consolidated financial statements, which have been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. We draw attention to Note 10 to the quarterly consolidated financial results, which describes the uncertainties related to the legal outcome of Department of Telecommunication's demand with respect to One Time Spectrum Charge. Our opinion is not qualified in respect of this matter.
4. We did not audit the financial statements of the joint venture included herein with the Company's share of profit in joint venture of Rs 2,769 Mn for three months period ended June 30, 2016. These financial statements and other financial information have been audited by other auditors whose report has been furnished to us by the management. Our opinion in so far as it relates to the affairs of such joint venture, is based solely on the report of other auditors. Our opinion is not qualified in respect of this matter.
5. In our opinion and to the best of our information and according to the explanations given to us these quarterly consolidated financial results :

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S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

(i) include the quarterly financial results of the following entities:

1	Bharti Airtel Limited		
Subsidiaries			
2	Airtel Bangladesh Limited (under Amalgamation)	47	Airtel Towers (Ghana) Limited (under liquidation)
3	Bangladesh Infratel Networks Limited (under liquidation)	48	Airtel Towers (S.L.) Company Limited (under liquidation)
4	Bharti Airtel (France) SAS	49	Airtel Mobile Commerce Tchad SARL
5	Bharti Airtel (Hongkong) Limited	50	Airtel Mobile Commerce Uganda Limited
6	Bharti Airtel (Japan) Kabushiki Kaisha	51	Airtel Mobile Commerce Zambia Limited
7	Bharti Airtel (UK) Limited	52	Airtel Money (RDC) S.A.
8	Bharti Airtel (USA) Limited	53	Airtel Money Niger S.A.
9	Bharti Airtel Holdings (Singapore) Pte Ltd	54	Airtel Money S.A. (Gabon)
10	Bharti Airtel International (Mauritius) Limited	55	Airtel Networks Kenya Limited ^
11	Bharti Airtel International (Netherlands) B.V.	56	Airtel Networks Limited
12	Bharti Airtel Lanka (Private) Limited	57	Airtel Networks Zambia Plc
13	Bharti Infratel Lanka (Private) Limited (under process of striking off the name of the Company from the register of Registrar of Companies, Sri-Lanka)	58	Airtel Rwanda Limited
14	Bharti International (Singapore) Pte Ltd	59	Airtel Tanzania Limited
15	Network I2i Ltd.	60	Airtel Tchad S.A.
16	Bharti Airtel Services Limited	61	Airtel Mobile Commerce (Seychelles) Limited
17	Bharti Hexacom Limited	62	Airtel Mobile Commerce (Tanzania) Limited
18	Bharti Infratel Limited	63	Airtel Uganda Limited ^
19	Bharti Telemedia Limited	64	Bharti Airtel Africa B.V.
20	Airtel Payments Bank Limited (Formerly known as Airtel M Commerce Services Limited)	65	Airtel Congo (RDC) S.A. ((formerly known as Celtel Congo (RDC) S.a.r.l.)
21	Telesonic Networks Limited	66	Bharti Airtel Chad Holdings B.V.
22	Nextra Data Limited	67	Bharti Airtel Congo Holdings B.V.
23	Indo Teleports Limited (Formerly known as Bharti Teleports Limited)	68	Bharti Airtel Developers Forum Limited
24	Wynk Limited	69	Bharti Airtel DTH Holdings B.V.
25	Augere Wireless Broadband India Private Limited	70	Bharti Airtel Gabon Holdings B.V.
26	Africa Towers N.V.	71	Bharti Airtel Ghana Holdings B.V.
27	Africa Towers Services Limited	72	Bharti Airtel Kenya B.V.
28	Airtel (Ghana) Limited ^	73	Bharti Airtel Kenya Holdings B.V.
29	Airtel (Seychelles) Limited	74	Bharti Airtel Madagascar Holdings B.V.
30	Airtel (SL) Limited	75	Bharti Airtel Malawi Holdings B.V.
31	Airtel Burkina Faso S.A. (sold on June 22, 2016)	76	Airtel DTH Services (SL) Limited (dissolved w.e.f. April 1, 2016)
32	Airtel Congo S.A	77	Bharti Airtel Niger Holdings B.V.
33	Bharti Airtel Mali Holdings B.V.	78	Bharti Airtel Nigeria B.V.
34	Airtel DTH Services Nigeria Limited (in liquidation)	79	Bharti Airtel Nigeria Holdings B.V. (In liquidation)
35	Airtel Gabon S.A.	80	Bharti Airtel Nigeria Holdings II B.V.
36	Airtel Madagascar S.A.	81	Bharti Airtel RDC Holdings B.V.
37	Airtel Malawi Limited	82	Bharti Airtel Services B.V.
38	Airtel Mobile Commerce (SL) Limited	83	Bharti Airtel Sierra Leone Holdings B.V.
39	Airtel Mobile Commerce B.V	84	Bharti Airtel Tanzania B.V.
40	Airtel Mobile Commerce Burkina Faso S.A. (sold on June 22, 2016)	85	Bharti Airtel Uganda Holdings B.V.
41	Airtel Mobile Commerce Ghana Limited	86	Bharti Airtel Zambia Holdings B.V.
42	Airtel Mobile Commerce Holdings B.V	87	Celtel (Mauritius) Holdings Limited
43	Airtel Mobile Commerce Kenya Limited	88	Bharti Airtel Burkina Faso Holdings B.V.
44	Airtel Mobile Commerce Limited (Malawi)	89	Celtel Niger S.A.
45	Airtel Mobile Commerce Madagascar S.A.	90	Channel Sea Management Co Mauritius Limited
46	Airtel Mobile Commerce Rwanda Limited	91	Congo RDC Towers S.A.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

92	Congo Towers S.A. (dissolved w.e.f. April 1, 2016)	101	Tchad Towers S.A. (dissolved on June 23, 2016)
93	Gabon Towers S.A. (under dissolution)	102	Tanzania Towers Limited
94	Indian Ocean Telecom Limited	103	Société Malgache de Telephonie Cellulaire SA
95	Madagascar Towers S.A.	104	Towers Support Nigeria Limited (in liquidation)
96	Malawi Towers Limited	105	Warid Telecom Uganda Limited (under Amalgamation.)
97	Mobile Commerce Congo S.A.	106	Montana International
98	Zap Trust Company Nigeria Limited (in liquidation)	107	Bharti - Airtel Rwanda Holdings Limited (formerly known as Zebrano (Mauritius) Limited)
99	MSI-Celtel Nigeria Limited (In liquidation)	108	Airtel Money Transfer Ltd
100	Partnership Investments S.A.R.L	109	Bharti Infratel Services Limited (under liquidation)
Joint Ventures and Associates			
110	Bridge Mobile Pte Limited	113	FireFly Networks Limited
111	Indus Towers Limited *	114	Tanzania Telecommunications Company Limited (In process of sale of Airtel's stake since June 23, 2016)
112	SmarTx Services Limited (subsidiary of Bharti Infratel Limited)	115	Seychelles Cable Systems Company Limited

^ The group also holds 100% preference shareholding in these companies. The preference shares do not carry any voting rights.

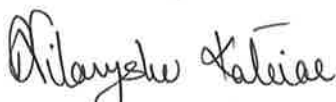
* Bharti Infratel Limited ("BIL"), in which the Group has 71.88% equity interest (71.88% as of March 31, 2016), owns 100% of Bharti Infratel Services Limited and 42% of Indus Towers Limited (100% of Bharti Infratel Services Limited and 42% of Indus Towers Limited as of March 31, 2016).

- (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in this regard read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- (iii) give a true and fair view of the consolidated net profit and other financial information for the quarter ended June 30, 2016.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per Nilangshu Katriar
Partner

Membership No.: 58814



Place: New Delhi

Date: July 27, 2016

Bharti Airtel Limited

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

CIN: L74899DL1995PLC070609

T: +91-11-4666 6100, F: +91-11-4166 6137, Email id: compliance.officer@bharti.in

Statement of Audited Consolidated Ind AS Financial Results for the quarter ended June 30, 2016

(Rs. Million except per share data)

S.No.	Particulars	Quarter ended June 30, 2016	Quarter ended March 31, 2016	Quarter ended June 30, 2015	Year ended March 31, 2016
		Audited	Audited	Audited	Audited
1	Income from operations				
	(a) Net Sales / Income from operations	255,465	249,596	236,709	965,321
	(b) Other Operating Income	264	235	99	871
	Total income from operations	255,729	249,831	236,808	966,192
2	Expenses				
	(a) Access charges	27,041	26,948	27,419	109,423
	(b) Network operations expense	66,786	63,743	61,733	211,891
	(c) License fees and spectrum charges (revenue share)	25,499	25,049	23,101	94,928
	(d) Depreciation and amortisation	50,402	48,163	40,404	174,498
	(e) Employee benefits	11,144	12,404	12,068	49,108
	(f) Sales and marketing expenses	22,923	23,358	23,684	94,661
	(g) Other expenses	16,591	16,972	16,460	66,268
	Total expenses	210,386	206,637	194,869	799,977
3	Profit from operations before other income, net finance costs (including exchange fluctuation and related expenses), share of profit in joint ventures / associates, exceptional items and tax (1-2)	45,343	43,194	41,939	166,215
4	Other income	-	-	-	-
5	Profit before net finance costs (including exchange fluctuation and related expenses), share of profit in joint ventures / associates, exceptional items and tax (3+4)	45,343	43,194	41,939	166,215
6	Net finance costs (including exchange fluctuation and related expenses)	19,424	17,031	19,291	70,159
7	Share of profit in joint ventures / associates	(2,548)	(2,915)	(2,405)	(10,666)
8	Profit after net finance costs (including exchange fluctuation and related expenses), share of profit in joint ventures / associates but before exceptional items and tax (5-6-7)	28,467	29,078	25,053	106,722
9	Exceptional items - net charge / (credit) (Refer Note 11 below)	3,536	2,999	(21,384)	(21,741)
10	Profit from ordinary activities before tax (8-9)	24,931	26,079	46,437	128,463
11	Tax expense (including benefit of Rs. 2,241 Mn for the quarter ended June 16, benefit of Rs. 623 Mn and expense of Rs. 6,189 Mn for the quarter and year ended Mar'16 respectively, expense of Rs. 8,399 Mn for the quarter ended June 15, on exceptional items)	10,089	10,789	21,827	59,533
12	Net profit from ordinary activities after tax (10-11)	14,842	15,290	24,610	68,930
13	Extraordinary items (net of tax expenses)	-	-	-	-
14	Profit for the period / year (12-13)	14,842	15,290	24,610	68,930
15	Minority interest (including impact of Rs. 2,113 Mn for the quarter ended June 16, Rs. 124 Mn for the quarter and Rs. 1,220 Mn for the year ended March 16 respectively, Rs. 2,839 Mn for the quarter ended June 15, on exceptional items)	222	2,095	3,478	8,163
16	Net profit for the period / year after tax and minority interest (14-15)	14,620	13,195	21,132	60,767
17	Other comprehensive (loss) / income (net of minority interest)	(39,172)	2,140	(1,385)	(11,977)
18	Total comprehensive (loss) / income (16+17)	(24,552)	15,335	19,747	48,790
19	Paid-up equity share capital (Face value Rs 5/- each)	19,987	19,987	19,987	19,987
20	Reserves excluding revaluation reserves	622,899	647,706	630,096	647,706
21	Earnings per share before / after extraordinary items (Face value Rs.5/- each)				
	i) Basic	3.66	3.30	5.29	15.21
	ii) Diluted	3.66	3.30	5.29	15.21



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Audited Consolidated Segment-wise Revenue, Result, Segment assets and Segment liabilities for the quarter ended June 30, 2016.

(Rs. Million)

Particulars	Quarter ended June 30, 2016	Quarter ended March 31, 2016	Quarter ended June 30, 2015	Year ended March 31, 2016
	Audited	Audited	Audited	Audited
1. Segment Revenue				
a) Mobile Services India	150,526	146,525	137,987	560,818
b) Mobile Services Africa	62,493	64,511	61,595	251,333
c) Mobile Services South Asia	4,143	4,388	3,886	16,454
d) Airtel Business	26,793	23,666	24,280	96,993
e) Tower Infrastructure Services	14,557	14,148	13,737	55,588
f) Homes Services	6,644	6,586	5,985	25,066
g) Digital TV Services	8,369	7,840	6,848	29,176
h) Others	772	786	799	3,051
i) Unallocated	-	-	-	-
Total	274,297	268,450	255,117	1,038,481
Less: Inter-segment revenue *	18,832	18,854	18,408	73,160
Net sales / income from operations	255,465	249,596	236,709	965,321
2. Segment Results				
Profit / (loss) before net finance costs (including exchange fluctuation and related expenses), exceptional items and tax				
a) Mobile Services India	34,439	32,434	33,684	127,787
b) Mobile Services Africa	1,975	985	761	4,909
c) Mobile Services South Asia	(1,580)	(1,085)	(1,829)	(6,394)
d) Airtel Business	4,695	5,105	4,069	18,853
e) Tower Infrastructure Services	6,371	6,841	5,972	25,089
f) Homes Services	1,614	1,532	1,367	5,682
g) Digital TV Services	1,219	720	415	1,843
h) Others	2	(31)	12	(23)
i) Unallocated	(475)	(450)	(501)	(1,546)
Total	48,260	46,051	43,950	176,200
Less: Inter-segment eliminations *	369	(58)	(394)	(681)
Total profit before net finance costs (including exchange fluctuation and related expenses), exceptional items and tax	47,891	46,109	44,344	176,881
Less:				
Net finance costs (including exchange fluctuation and related expenses)	19,424	17,031	19,291	70,159
Exceptional items - net charge / (credit)	3,536	2,999	(21,384)	(21,741)
Total profit before tax	24,931	26,079	46,437	128,463
3. Segment Assets				
a) Mobile Services India	1,560,638	1,492,965	1,337,805	1,492,965
b) Mobile Services Africa	623,602	710,446	753,967	710,446
c) Mobile Services South Asia	46,937	47,038	47,713	47,038
d) Airtel Business	249,121	229,437	184,742	229,437
e) Tower Infrastructure Services	214,872	209,382	208,722	209,382
f) Homes Services	206,850	168,010	118,108	168,010
g) Digital TV Services	23,838	22,756	19,495	22,756
h) Others	1,275	1,037	778	1,037
i) Unallocated (net of eliminations)	(675,861)	(623,840)	(498,136)	(623,840)
Total	2,251,272	2,257,231	2,173,194	2,257,231
4. Segment Liabilities				
a) Mobile Services India	681,505	627,121	528,190	627,121
b) Mobile Services Africa	262,923	278,878	259,649	278,878
c) Mobile Services South Asia	33,045	31,499	30,146	31,499
d) Airtel Business	144,420	129,797	100,210	129,797
e) Tower Infrastructure Services	20,911	19,806	20,858	19,806
f) Homes Services	147,301	110,033	62,160	110,033
g) Digital TV Services	44,328	46,958	54,683	46,958
h) Others	1,692	1,439	1,108	1,439
i) Unallocated (net of eliminations)***	219,965	289,026	410,745	289,026
Total	1,556,090	1,534,557	1,467,749	1,534,557

* includes accounting policy alignment

** Segment results include share of results of the joint ventures and associates.

*** Comprises borrowings, including borrowings for acquisition of Africa operations and other borrowings of Africa operations of Rs.405,880 Mn (USD 6.01 Bn), Rs. 442,204 Mn (USD 6.67 Bn) and Rs.535,430 Mn (USD 8.4 Bn), for 3G and BWA licenses (including spectrum) of Rs. 24,520 Mn, Rs. 8,907 Mn and Rs. 31,580 Mn as of June 30, 2016, March 31, 2016 and June 30, 2015 respectively, provision for taxes, deferred tax asset / liabilities and fair value of derivative financial instruments.



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Notes to the Financial Results

1. The financial results for the quarter ended June 30, 2016 have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors in their respective meetings held on July 27, 2016.
2. The above financial results is extracted from the condensed interim audited consolidated financial statements of the company, which are prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Sec 133 of the Companies Act, 2013 read with relevant rules issued there under. The consolidated interim financial results represents results of the Group, its subsidiaries, and its share in the joint ventures.
3. The Company has transitioned to Ind AS with effect from April 1, 2016 with transition date being April 1, 2015. The transition is carried out from Indian Accounting Principles generally accepted in India ('IGAAP') being the previous GAAP. Accordingly, the impact of transition has been provided in the opening equity as at April 1, 2015 and figures for the previous quarters/year have been restated to comply with Ind AS. Please refer note 12 for reconciliation of net profit and equity for the previous quarters/year between IGAAP and Ind AS.

Erstwhile in terms of clause 41 of the listing agreement, the Group have been voluntarily reporting its consolidated financial results under IFRS since April 01, 2010 till March 31, 2016. The historical periods have been restated as per Ind-AS to make them comparable. Reconciliation of Net profits and Equity between IFRS and Ind AS for the previous quarters/year have been restated to comply with Ind AS. Please refer to <http://www.airtel.in/wps/wcm/connect/about-bharti/equity/results> for audited reconciliation of net profits and equity for the previous quarters / year between IFRS and Ind AS.

4. Effective April 1, 2016, the company has realigned the reporting of its Corporate data and Fixed line business with Airtel business and accordingly renamed Telemedia Service to Homes Services. The historical periods have been restated for the above mention segmental changes to make them comparable.
5. During the quarter ended June 30, 2016, the Group has received the requisite approvals for the transfer of right to use spectrum under the 1800 MHZ band for the six circles from Videocon Telecommunications Limited and accordingly the transaction has been consummated.
6. During the quarter ended June 30, 2016, the Group has entered into a definitive agreement with Aircel Limited and its subsidiaries Dishnet Wireless Limited and Aircel Cellular Limited, to acquire rights to use spectrum in the 2300 Mhz band for eight circles. Subsequent to the balance sheet date, transaction for six circles has been consummated.
7. Subsequent to the balance sheet date, based on the fulfillment of the regulatory and other closing conditions the Group has consummated the divestment of its subsidiary in Sierra Leone.
8. During the quarter ended June 30, 2016, as the closing conditions have been fulfilled the transaction for the purchase of 100% equity stake in Augere Wireless Broadband India Pvt. Ltd has been consummated. Further, an application under sections 391 of the Companies Act, 1956 has been filed in the Hon'ble High Court of Delhi for the merger.
9. During the quarter ended June 30, 2016, the Company's subsidiary in Democratic Republic of Congo (DRC) and HT DRC Infracore Sarl and its subsidiaries (Helios) have entered into an agreement for the sale of telecom towers in DRC. The Company's subsidiary will have access to a dedicated portion of the towers from Helios under long term lease contracts, which will be considered as finance lease. As the criteria for being classified as Held for Sale are met during the quarter, assets and associated liabilities that are part of this transaction and will not be leased back have been reclassified as assets and liabilities of disposal group classified as held for sale.
10. On January 8, 2013, the Department of Telecommunications ('DoT') issued a demand on the Company and one of its subsidiaries for Rs. 52,013 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 DoT to respond and not to take any coercive action until the next date of hearing. The Company, based on independent legal opinions, till date has not given any effect to the above demand.



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11. Exceptional items during the quarter ended June 30, 2016 comprises of (i) net gain of Rs 10,067 pertaining to the divestment of subsidiary/associate (ii) net charge of Rs 9,460 Mn relating to the translation impact in Nigeria due to the the new flexible exchange rate regime effective from June 20, 2016, (iii) charge of Rs 899 mn towards restructuring activities in a few countries (iv) charge of Rs 3,244 Mn resulting from reassessment of the useful life of certain categories of network assets of the group due to technological advancements and (v) net tax of Rs 2,241 Mn (includes net gain of Rs 1,122 Mn on account of recognition of deferred tax on earlier business combination) and impact of minority interest of Rs 2,113 Mn on the above.

12. The audited reconciliation of Net Profit to Total comprehensive income and Equity between IGAAP and Ind AS are as under:

A. Net Profit reconciliation:

Particulars	Quarter ended				(Rs. Million)
	30-Jun-15	30-Sep-15	31-Dec-15	31-Mar-16	Year ended 31-Mar-16
Net Profit as per IGAAP	25,883	5,815	8,952	3,916	44,566
Reinstatement of previously amortised goodwill and effect of reinstatement of past business combinations in accordance with Ind AS 103	6,865	6,513	6,881	6,841	27,100
Effect of measuring financial instruments at fair value	(4,224)	964	(796)	249	(3,807)
Translation differences as to foreign operations	2,650	(10,317)	(2,357)	5,121	(4,903)
Tax and non-controlling interests impact on Ind-AS transition adjustments	(12,544)	3,065	(730)	783	(9,426)
Others	1,117	(3,614)	(668)	(1,575)	(4,740)
Total comprehensive income as per Ind AS	19,747	2,426	11,282	15,335	48,790

B. Equity reconciliation

Particulars	Year ended		(Rs. Million)
	31-Mar-16	31-Mar-15	
Equity as per IGAAP	497,441	466,676	
Reinstatement of previously amortised goodwill and effect of reinstatement of past business combinations in accordance with Ind AS 103	208,468	188,876	
Effect of measuring financial instruments at fair value	9,353	12,469	
Proposed dividend to be recognised as liability post shareholders approval including dividend distribution tax thereon	6,543	11,465	
Others (Includes tax adjustment on above)	869	2,717	
Equity as per Ind AS	722,674	682,203	



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13. The figures for the quarter ended March 31, 2016 are calculated as the difference between the audited figures in respect of the full financial year and the audited year to date figures up to the third quarter of the financial year 2015-16.

For Bharti Airtel Limited



Gopal Vittal
Managing Director and CEO (India & South Asia)



New Delhi
July 27, 2016

Notes:

- a) 'Bharti Airtel' or 'Company', stands for Bharti Airtel Limited.
- b) 'Group' or 'Consolidated', stands for Bharti Airtel together with its subsidiaries.
- c) For more details on the financial results, please visit our website 'www.airtel.in'.

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