



Reliance Communications Limited
Dhirubhai Ambani Knowledge City
Navi Mumbai 400 710.

Tel : +91 022 3038 6286
Fax: +91 022 3037 6622
www.rcom.co.in

February 16, 2019

The Manager
National Stock Exchange of India Ltd.
Exchange Plaza, C/1, Block G
Bandra - Kurla Complex, Bandra (East)
Mumbai 400 051

NSE Symbol: RCOM

Dear Sir,

Sub: Clarification on NCD's disclosure dated 23rd January 2019.

We refer your mail dated 2nd Feb 2019 and 9th Feb 2019 seeking clarification from the Company with regard to NCD's disclosure made on 23rd January 2019:

We would like clarify as follows:

1. Quantitative and/ or qualitative effect of restructuring;

We refer our letters dated 26th December 2017 and 28th December 2017 informing you of the Assets Monetisation Programme and the signing of binding agreements for sale of Wireless Spectrum, Tower, Fiber and Media Convergence Node (MCN) assets. As per said release's, the Company's debt will be reduced by Rs.25,000 crore by debt repayment and transfer of DoT spectrum installments upon sale of spectrum, towers, fibre and other assets.

2. Details and reasons for restructuring;

The Company would like to reduce the debt through assets monetisation with the sale of Wireless Spectrum, Tower, Fiber and Media Convergence Node (MCN) assets. As per said release the Company's debt will be reduced by Rs.25,000 crore.

We further wish to inform you the Company's media release dated 1st February 2019 about the decision of the Board of Directors of the Company are as follows:

Quote:

The Board of Directors of RCOM today reviewed the progress of the Company's debt resolution plans since the invocation of SDR on 2nd June 2017. The Board noted that, despite the passage of over 18 months, lenders have received zero proceeds from the proposed asset monetization plans, and the overall debt resolution process is yet to make any headway.



Reliance Communications Limited
Dhirubhai Ambani Knowledge City
Navi Mumbai 400 710.

Tel : +91 022 3038 6286
Fax: +91 022 3037 6622
www.rcom.co.in

This unfortunate outcome is attributable to the following key unresolved challenges:

- Lack of 100% approvals and consensus, as mandated by RBI's 12th February 2018 circular, on all important issues, amongst over 40 lenders, Indian and foreign despite the passage of 12 months and over 45 meetings.
- Pendency of numerous legal issues at High Courts, TDSAT and Supreme Court impeding progress at various stages.

Accordingly, the Board decided that the Company will seek fast track resolution through NCLT, Mumbai. The Board believes this course of action will be in the best interests of all stakeholders, ensuring comprehensive debt resolution in a final, transparent and time bound manner within the prescribed 270 days.

Unquote:

We hope you will find the above in order.

Yours faithfully

For **Reliance Communications Limited**

A handwritten signature in black ink, appearing to read "Prakash Shenoy", with a horizontal line underneath.

Prakash Shenoy
Company Secretary