

April 25, 2018**BSE Limited**Corporate Relations Department
1st Floor, New Trading Ring,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001**National Stock Exchange of India Ltd**Exchange Plaza, 5th Floor,
Plot. C/1, G-Block,
Bandra-Kurla Complex,
Bandra (East),
Mumbai 400 051**Scrip Code: 532374; Scrip ID: STRTECH****Symbol: STRTECH****Dear Sirs,****Sub: Intimation under Regulations 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

With reference to our letter dated April 16, 2018 we wish to inform you that the Board of Directors (the "Board") of Sterlite Technologies Limited (the "Company") at its meeting held on April 25, 2018, has approved, *inter alia*, the following:

- (a) The Audited Financial Results (Standalone and Consolidated) of the Company for the financial year ended March 31, 2018;

In this regard, please find enclosed:

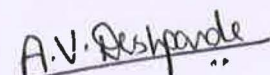
- (i) Audited Consolidated and Standalone Financial Results;
 - (ii) Auditors' Report on the aforesaid Consolidated and Standalone Financial Results along with the Statement on Impact of Audit Qualifications.; and
 - (iii) Press Release and Presentation on Financial Results.
- (b) Recommendation of final dividend of 100% (Rs. 2/- per Equity Share of Rs. 2/- each of the Company) for approval by the shareholders of the Company. The final dividend, if declared at the Annual General Meeting (the "AGM") will be paid within the statutory time limits.
- (c) Subject to the approval of the shareholders of the Company at the ensuing AGM, issue of Non-Convertible Debentures of upto Rs. 2000 crores.
- (d) Subject to the approval of the shareholders of the Company at the ensuing AGM, and subject to such regulatory/statutory approvals as may be required, raising of funds, *inter alia*, by issue of equity shares, any financial instruments and/or security convertible into equity shares, combination of such securities by way of one or more public and/or private offerings, qualified institutions placement and/or preferential allotment basis and/or rights offering or any combination thereof or any other method in accordance with the provisions of applicable laws, for an aggregate consideration of up to Rs. 2000 crores.

The Board meeting commenced at 10.30 a.m. and concluded at 1.00 pm.

We request you to take the aforesaid on records.

Thanking you,

Yours sincerely,
For **Sterlite Technologies Limited**


Amit Deshpande
Company Secretary (ACS 17551)



Enclosures: As above



PRESS RELEASE

FOR IMMEDIATE DISSEMINATION

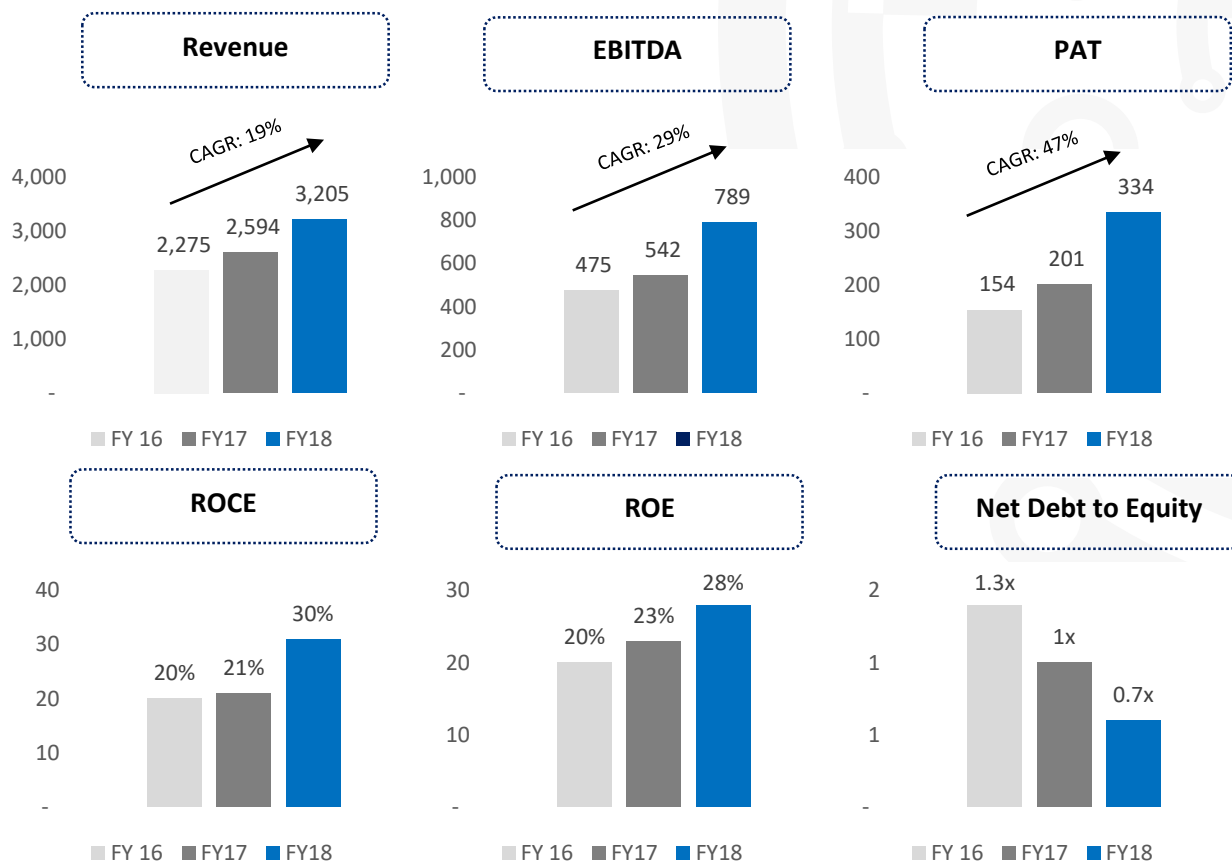
Sterlite Tech records yet another strong Quarter with 77% YoY PAT growth in Q4 FY18

- Starts FY 19, with an all-time high order book of Rs 5,223 Cr (YoY growth of 73%)
- Increasing global footprint - Exports contributing 54% of the FY18 revenues up from 37% in FY17
- FY18 PAT increased by 66% over last year

Pune, India – April 25, 2018: Sterlite Tech [BSE: 532374, NSE: STRTECH], an end-to-end global technology leader in smarter digital networks, today posted its financial results, for the fourth quarter and year ended March 31, 2018.

Robust sustained growth with improving capital efficiency: (3 year performance)

- Demonstrated historical performance on all key metrics (Revenues, EBITDA, PAT) showing a strong growth continuously on yearly basis. Three year -CAGR at 19% for Revenue, 29% for EBITDA and 47% for PAT.
- Healthy balance sheet, with improving Return ratios. ROCE & ROE for business as of FY 18 stands at 30% & 28% respectively. Net Debt to Equity now stands at 0.7x.



Continued Quarterly Growth: Continuing the past quarterly performance trend, Q4 FY18 demonstrated growth across all key financial performance metrics.

Particulars	Q4FY2018	Q4FY2017	% Growth	FY2018	FY2017	% Growth
Revenue	847	707	20%	3,205	2,594	24%
EBITDA	238	166	44%	789	542	45%
PAT	112	64	77%	334	201	66%

- Improving profitability metrics with Q4 EBITDA & PAT margins at 28 % & 15% respectively.
- PAT (Net Income) increase by 77% on YoY basis, riding on growing operating leverage and improved capital structure.

Strong Business Fundamentals: The company's strong business fundamentals are its levers for growth, and lend high future visibility.

- The company's unique global position as an end-to-end integrator of data networks with complete control of the optical-fibre value chain, translates into margin structures that are among the best in the industry.
- The company has been increasing its global presence, with new market additions and deeper penetration in existing markets, resulting in international revenues more than tripling from Rs 537 Cr in FY 16 to Rs 1,735 Cr in FY 18, up by 81% against FY 17.
- Its geographic revenues split is well balanced between domestic and exports, with exports accounting for about 54% of the revenues in FY 18. Europe and China are now established key markets, and the company continues to maintain its leadership position in the domestic market.
- Acceleration of the company's capacity expansion in the optical communications product business with higher utilisation rates, provides higher visibility of volume expansion in the coming financial year.
- The company has deep customer engagement with Tier-1 operators, resulting in many strategic long-term contracts and order wins during the year. The order book has grown from Rs. 3,018 Cr to Rs 5,223 Cr in one year (73 % increase YoY).
- Technology led innovations is core to the company. Its patent count has been growing, and reached 189 as of FY 18, offering strategic competitive advantage for market access and higher realisation from new products, which account for 14% of the Revenues.
- Recently, CRISIL has upgraded its rating on the long-term bank facilities of Sterlite Tech to "CRISIL AA/Stabl" from "CRISIL AA-/Positive", and reaffirmed its "CRISIL A1+" rating on the company's commercial paper programme.



Commenting on the company's excellent performance over past quarters and years, **Dr. Anand Agarwal, CEO, Sterlite Tech**, said, "We are playing an integral role in creating the next-generation fibre and software-based smarter networks to connect the world, while delivering sustainable long-term performance. We are seeing a very strong wave of fibre deployment over the next 10 years due to exponential data growth and 5G deployments across the globe."

"Our customers are entering into long-term contracts with us on the back of our ability to innovate for their needs. We continue to invest in technology for smarter digital networks that are software defined, centrally managed, scalable, open source with optimised capex models," he added.

In line with Sterlite Tech's corporate philosophy of shared value creation, the Board of Directors have recommended a dividend of Rs 2 per share for FY 18.

About Sterlite Technologies:

Sterlite Technologies Ltd [BSE: 532374, NSE: STRTECH], is a global technology leader that designs, builds and manages smarter digital networks. Sterlite Tech engages with customers in more than 100 countries, with a digital web-scale offering across products, services and software. The Company has global scale manufacturing facilities in India, China & Brazil and two Software Delivery Centres in India. Sterlite Tech is home to India's only Centre of Excellence for broadband research and Centre for Smarter Networks for next generation network applications. Projects undertaken by the company include intrusion-proof smarter data network for the Armed Forces, rural broadband for BharatNet, Smart Cities' development, and establishing high-speed Fibre-to-the-Home (FTTH) networks.

For more details, visit www.sterlitetech.com

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Forward-looking and cautionary statements: Certain words and statements in this release concerning Sterlite Technologies Limited and its prospects, and other statements relating to Sterlite Technologies' expected financial position, business strategy, the future development of Sterlite Technologies' operations and the general economy in India, are forward-looking statements. Such statements involve known and unknown risks, uncertainties and other factors, which may cause actual results, performance or achievements of Sterlite Technologies Limited, or industry results, to differ materially from those expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding Sterlite Technologies' present, future business strategies, and the environment in which Sterlite Technologies Limited will operate in the future. The important factors that could cause actual results, performance or achievements to differ materially from such forward-looking statements include, among others, changes in Government policies or regulations of India and, in particular, changes relating to the administration of Sterlite Technologies' industry, and changes in general economic, business and credit conditions in India. Additional factors that could cause actual results, performance or achievements to differ materially from such forward-looking statements, many of which are not in Sterlite Technologies' control, include, but are not limited to, those risk factors discussed in Sterlite Technologies' various filings with the National Stock Exchange, India and the Bombay Stock Exchange, India. These filings are available at www.nseindia.com and www.bseindia.com.





Q4 FY18 Earnings Call April 25, 2018



Certain words and statements in this communication concerning Sterlite Technologies Limited (“the Company”) and its prospects, and other statements relating to the Company’s expected financial position, business strategy, the future development of the Company’s operations and the general economy in India & global markets, are forward looking statements.

Such statements involve known and unknown risks, uncertainties and other factors, which may cause actual results, performance or achievements of the Company, or industry results, to differ materially from those expressed or implied by such forward-looking statements.

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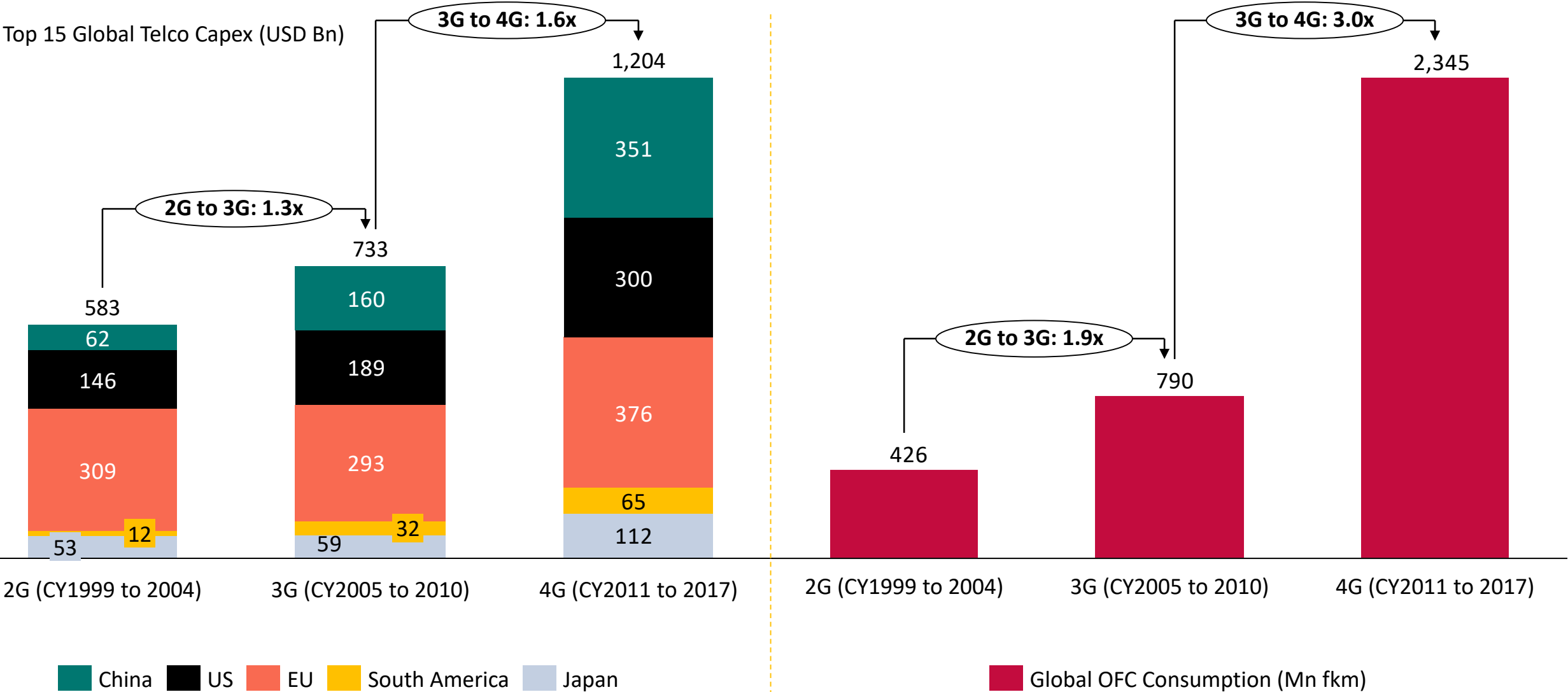
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Industry Landscape



Capex and Fiber Consumption Cycle: Network Gen Evolution



5G will be the Centre of Heterogeneous Networks

5G Era Goals

5G capabilities compared to existing LTE

Boundless Connectivity for all

1

Network economics and innovations

2

5G

5

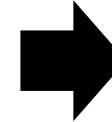
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3

Enhanced broadband

Massive IoT & critical communications

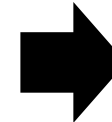
10x Lower Latency



<1 ms

- New radio design
- Distributed architecture

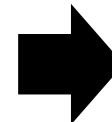
10x Lower IoT Power



<10 μ Wh / tx

- Protocol optimization
- Non-orthogonal uplink

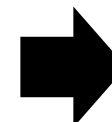
5x energy efficient



<2 kWh/TB

- Lean carrier
- Wideband carrier

3x spectral efficiency



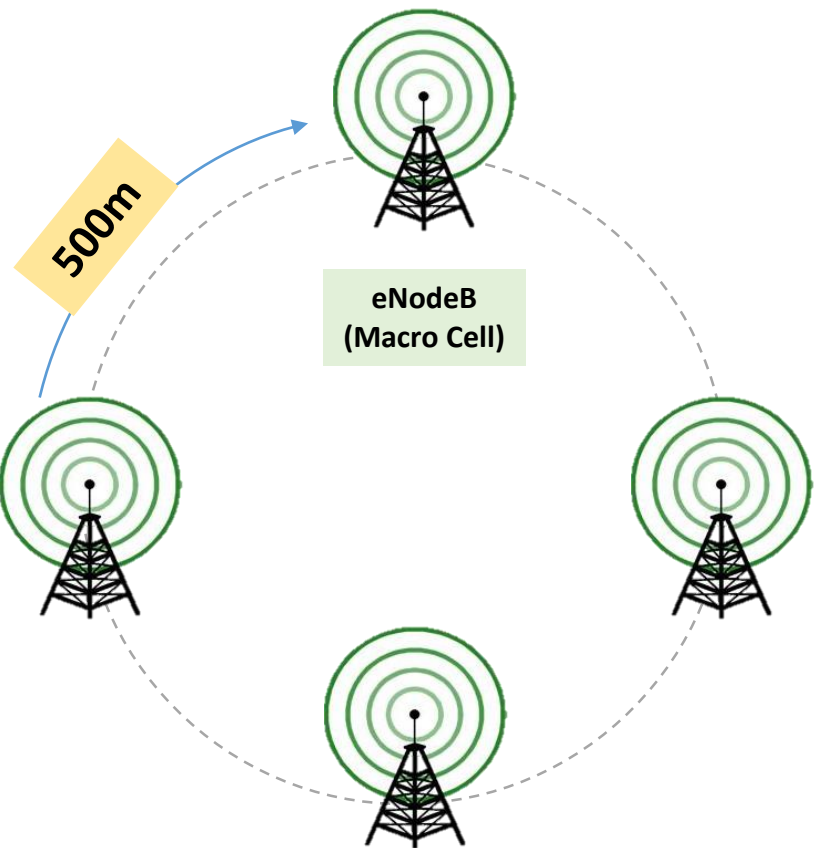
>10 bps/cell/Hz

- Massive MIMO, lean design, interference cancellation

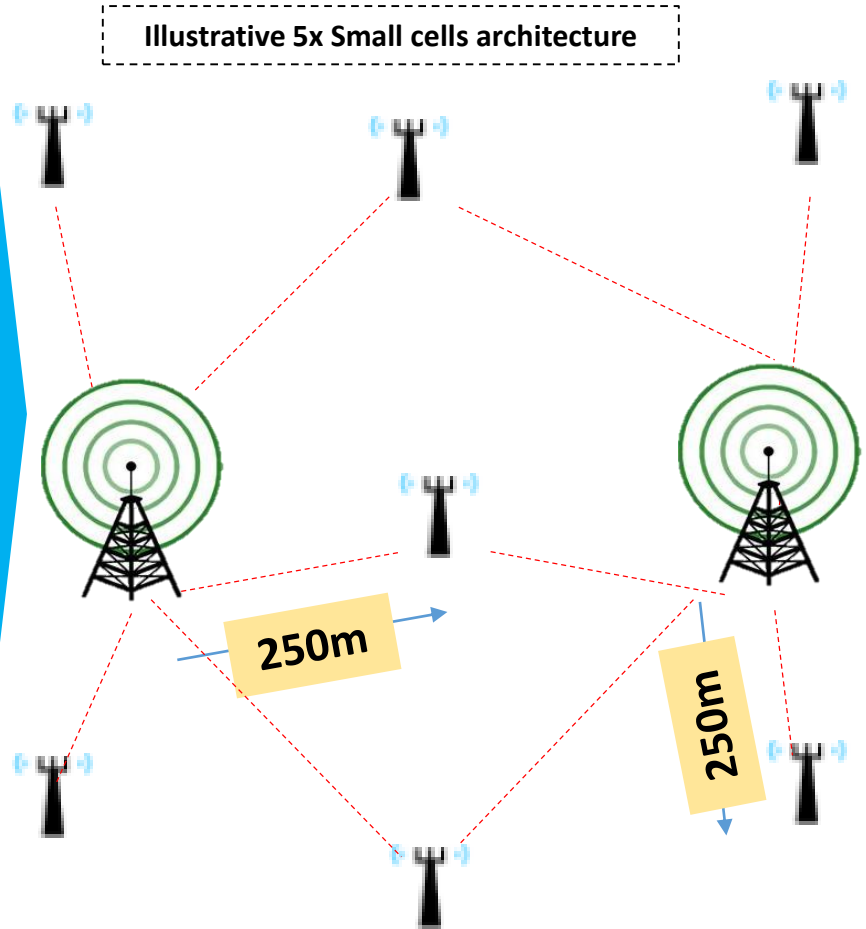
5G networks will provide an enhanced broadband experience of up to 1 Gbps and <1 ms, and provide the platform for cloud and artificial intelligence based services

Fiber: key component of 5G Infrastructure

4G Infrastructure



5G Infrastructure



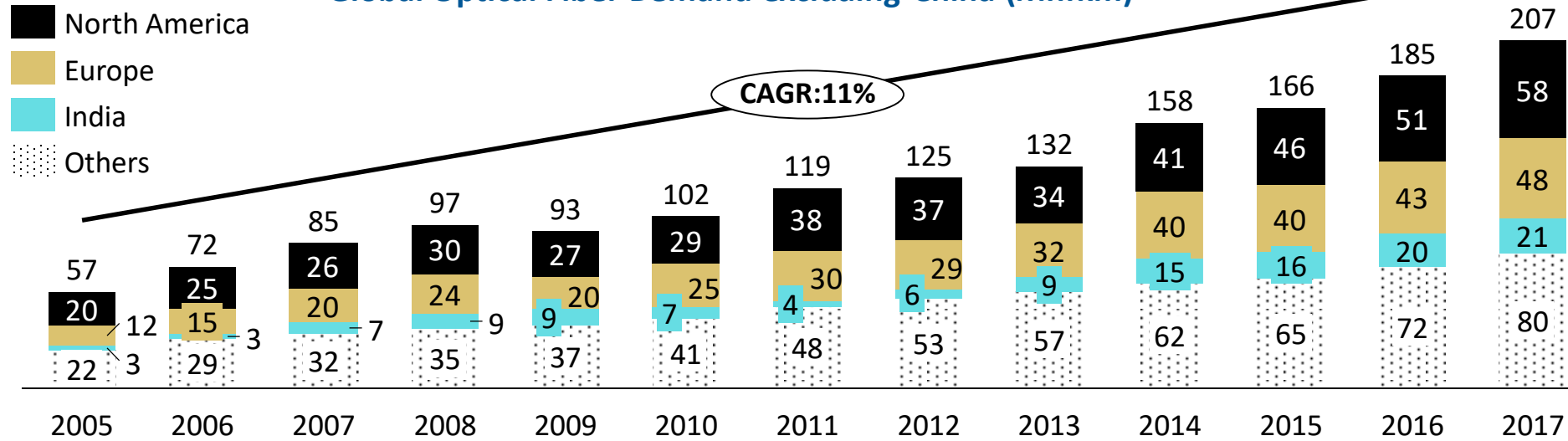
Legend

-  Macro Cell
-  Micro Cell
-  4G Fibre
-  5G Fibre

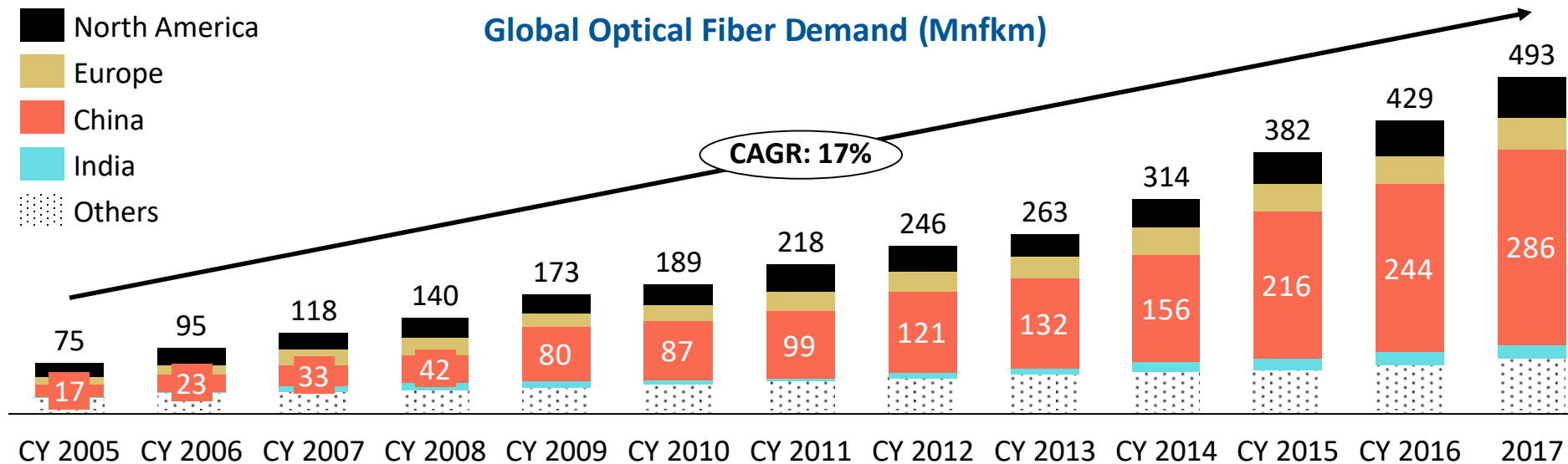
5G Densification	Minimum (25 Mbps per User)	Base (50 Mbps per User)
No. of Small Cells for 5G compared to 4G Macro Sites	5x	10x

Evolution in Global demand for Optical Fiber

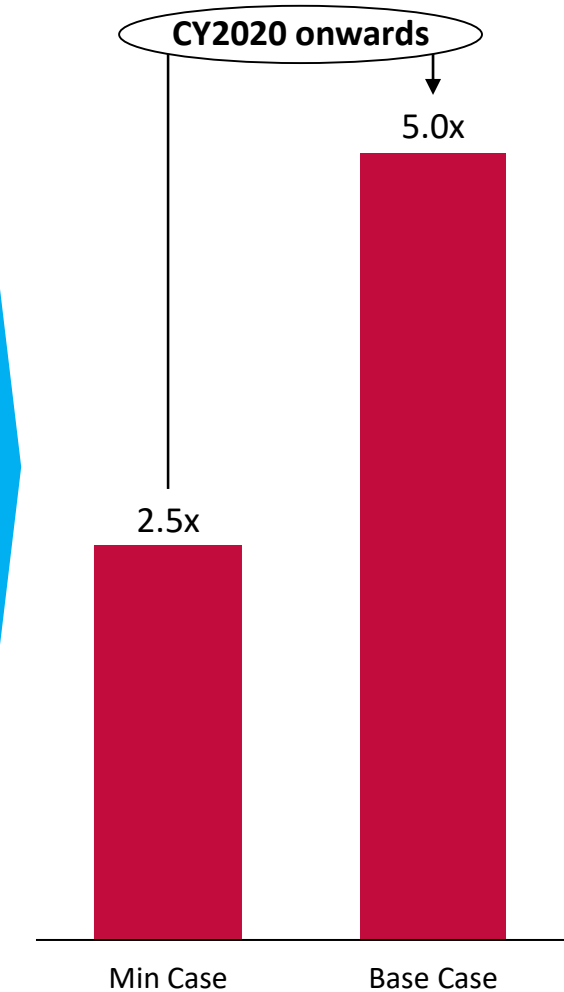
Global Optical Fiber Demand excluding-China (Mnfm)



Global Optical Fiber Demand (Mnfm)



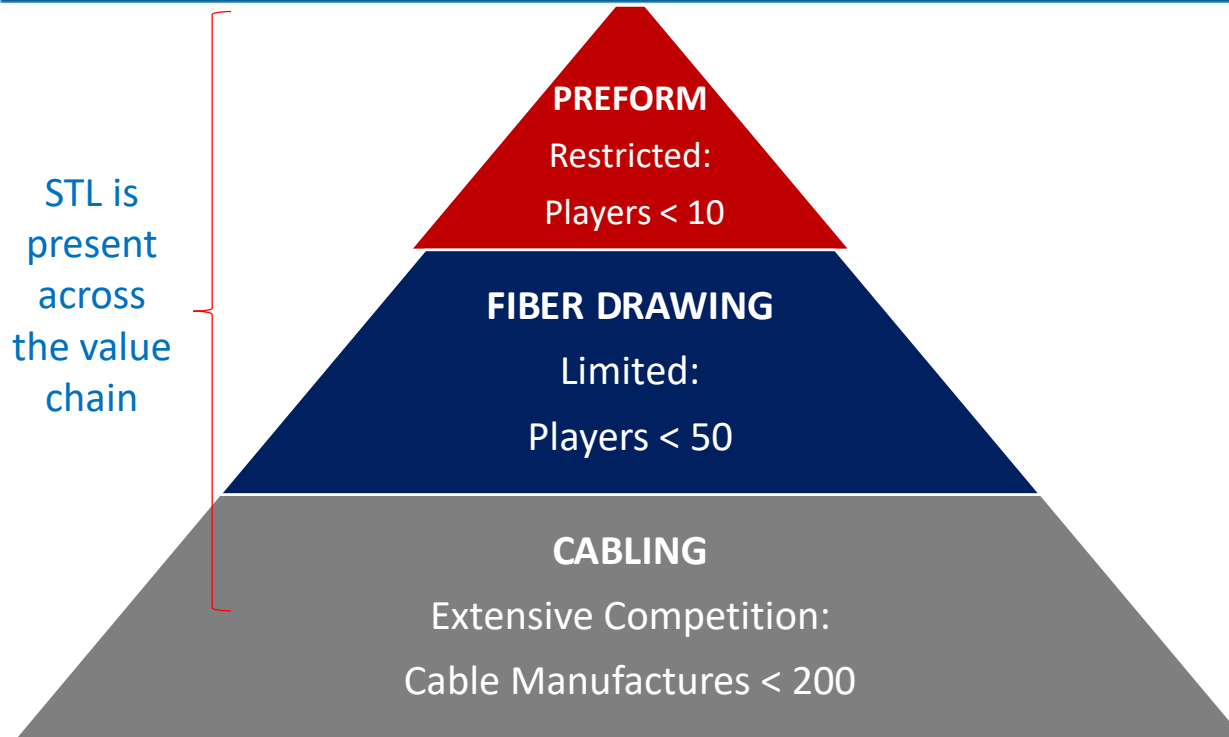
5G Estimated fiber demand Vs 4G



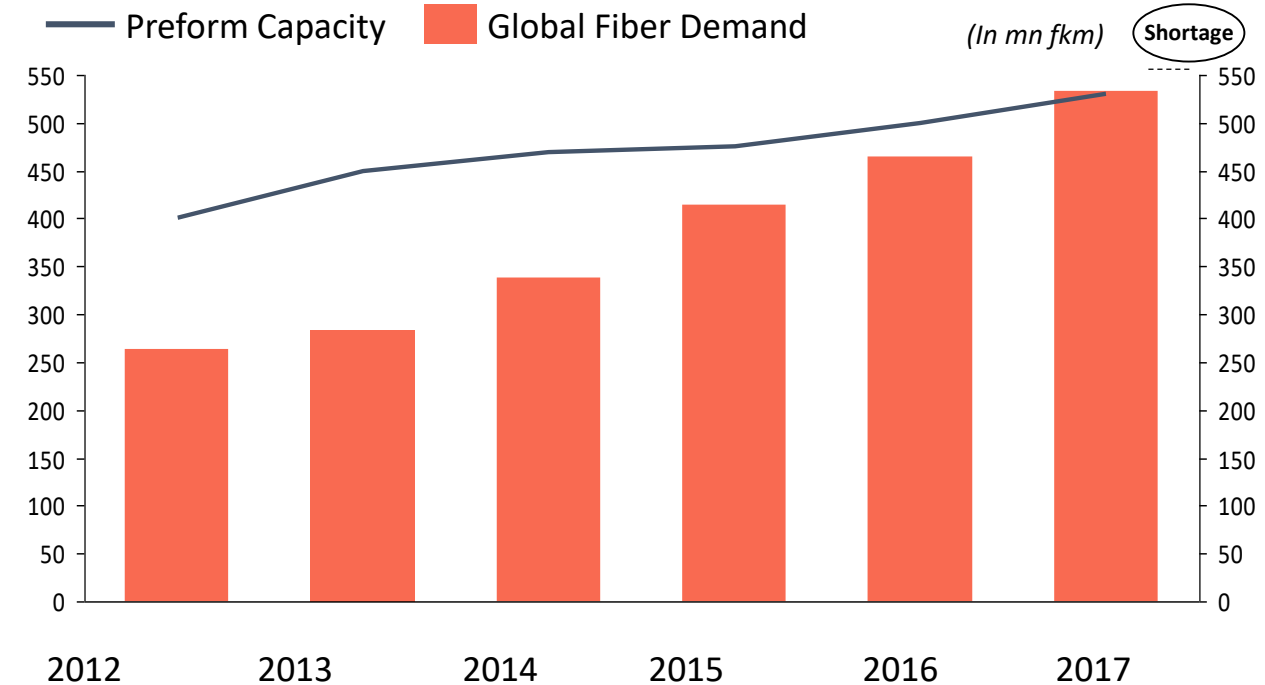
Our Unique Positioning



Decoding: Global Fiber Value Chain

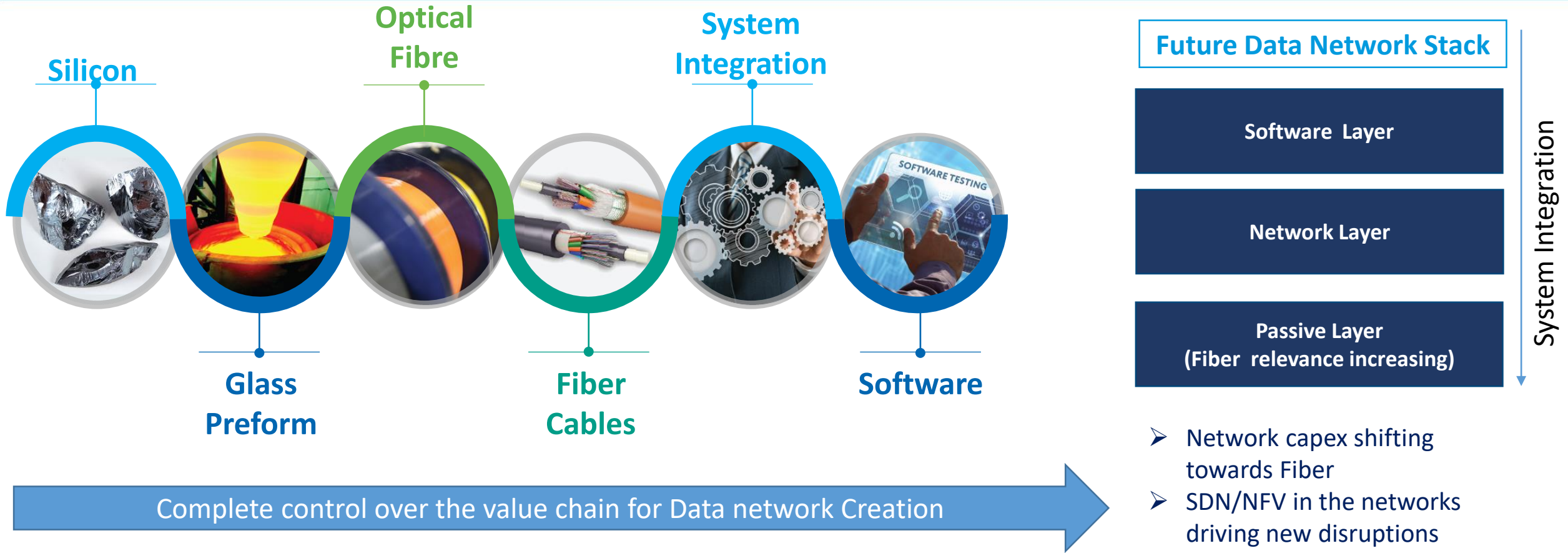


- Sterlite amongst the global few integrated players, with an end to end control over the fiber manufacturing value chain
- Global capacities, with lean cost structures, translating to Industry best margin profile
- Amongst the global few, STL is most backward integrated in fiber manufacturing value chain



- Due to structural changes in the Network Topology for 5G networks, fiber is in high demand
- We expect global demand – supply mismatch to remain elevated in CY 2018

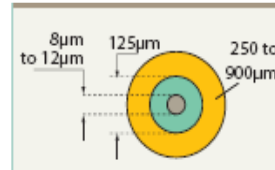
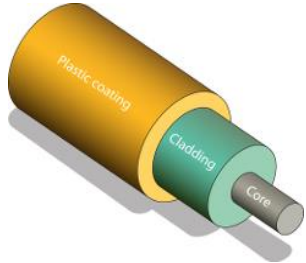
End to End Capability to Deliver future Data Network Needs



- ✓ Only company in the world to have the integrated Silicon to Software capability, critical for tomorrow's data networks
- ✓ Well positioned to integrate all elements of future data network stack through our System Integration capability

With Technology at the Core of Our Offerings

Optical Fiber is a very specialized Technology Product



Highly interdisciplinary technologies



Center of Excellence, Aurangabad

- Glass Science
- Chemical Engineering
- Fluid Mechanics
- Large scale Automation
- Precision Measurements
- Wave Optics
- High Temp processing ~ 2000 C

- 8 of the global top 10 telecom operators use Sterlite's innovative solutions
- 189 Patents on processes and new products
- Sterlite's fiber enabled smarter broadband networks are in some of the world's toughest terrains, including in Iceland and in the Amazonian rain forests

Network Design at the Core of our System Integration Capabilities



Center for Smarter Networks, Gurgaon



Sterlite Tech Academy

- One of its kind Network Lab for design of data networks
- Building an secure intrusion proof optical network of 10000 km in one of the world's toughest terrain
- Successfully deployed India's first live Smart city in Gandhinagar

Business Highlights





Execution Update- Products

- Accelerated expansion of greenfield fiber capacity in Aurangabad, with Phase-1 coming on board by end of CY 18
- OFC capacity utilization reached north of 70% in FY 18



Customer Engagement

- Long term service agreement with a major UK based operator and partners in Europe to help Europe achieve Europe's Gigabit society goals
- Order book at all-time high



Execution Update- Services

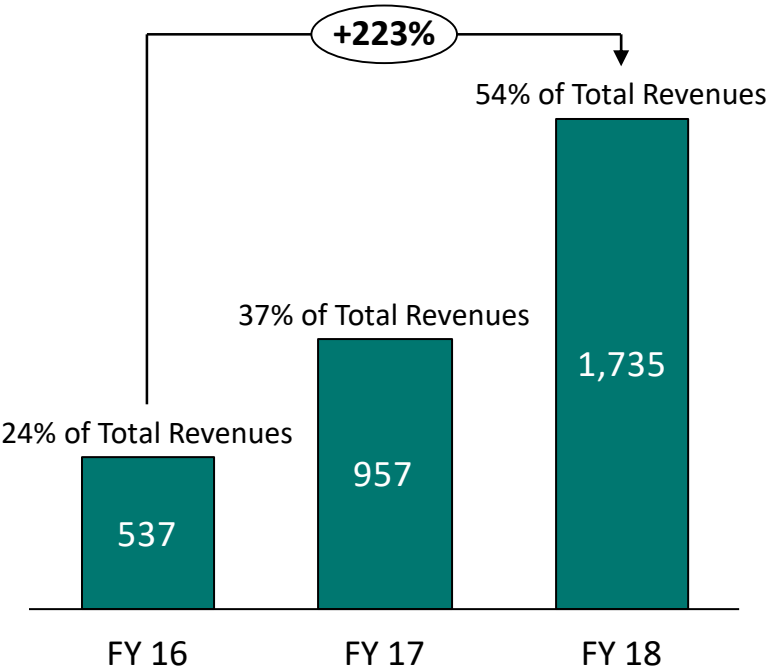
- Won a Rs 3500-crore Advance Purchase Order to design, build and manage the Indian Navy's communications network
- The Company continued its focus on BharatNet and Smart Cities. Kakinada Smart City Project nearing completion



Execution Update- Software

- Won end-to-end OSS/BSS deal with India's leading MSO offering cable television and broadband services to 8 million households
- Won the Enterprise Wi-Fi deal with one of the leading operators in India allowing the operator to expand Wi-Fi service offerings

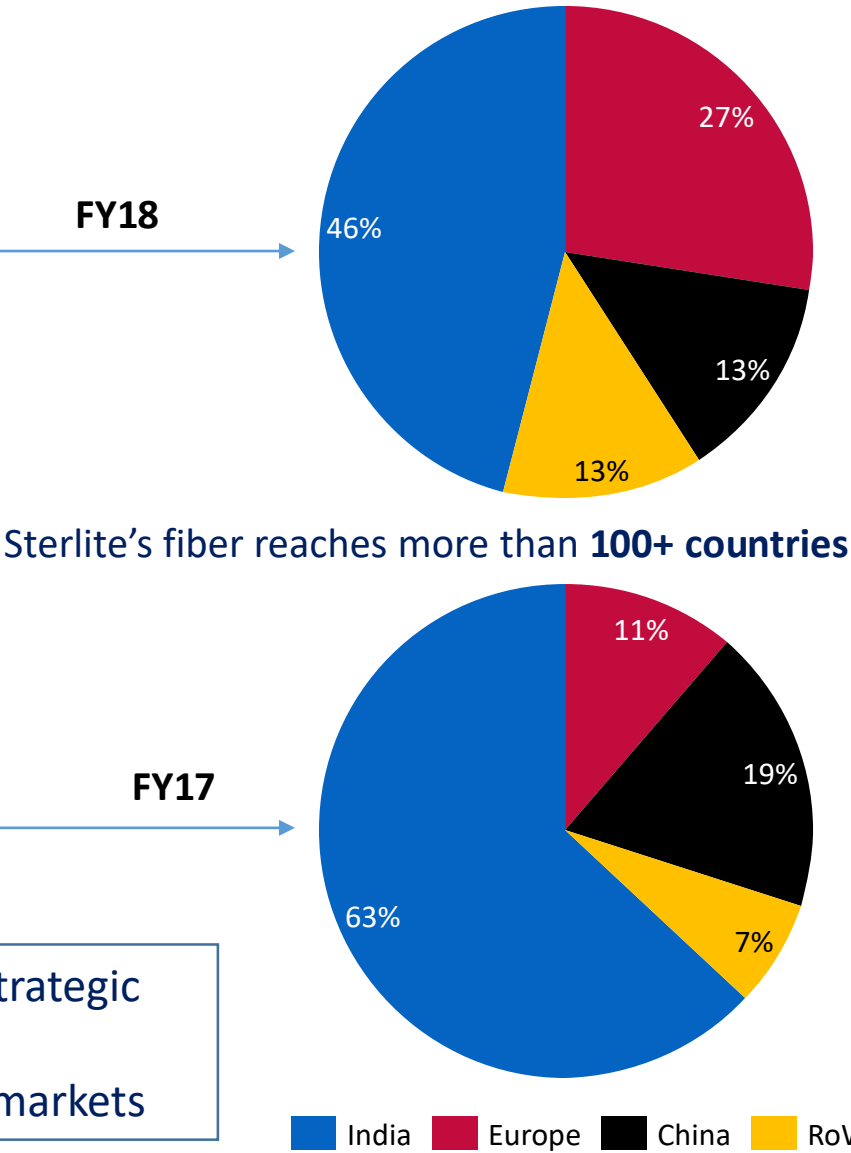
Growing International Presence with Tier-1 CSP's



Revenue from exports (INR Cr.)

- Deepening European market presence with new additions of long term strategic customers & strong growth in all the aligned sales geographies
- Balanced geo mix with equal contribution from exports and domestic markets

Global Revenue Mix

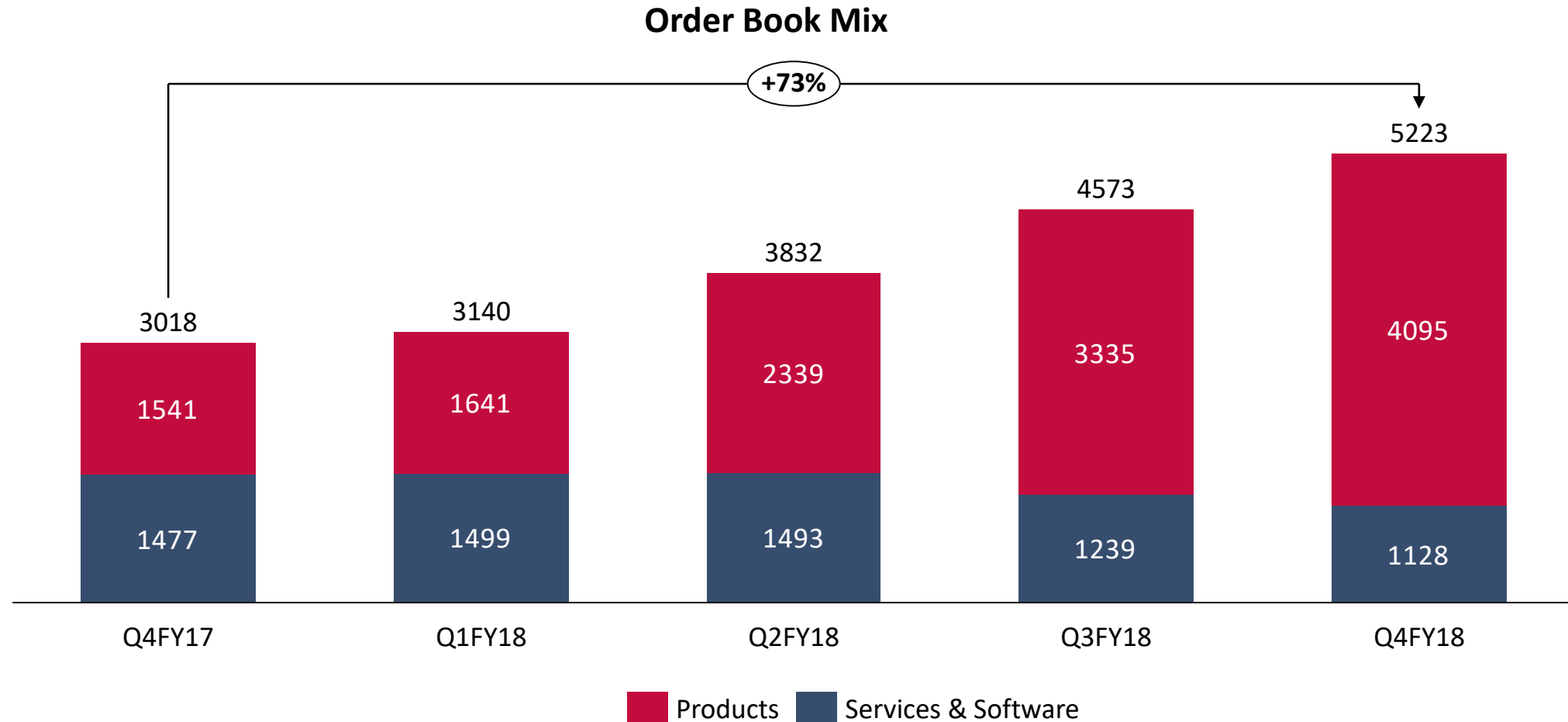


Sterlite's fiber reaches more than 100+ countries

India Europe China RoW

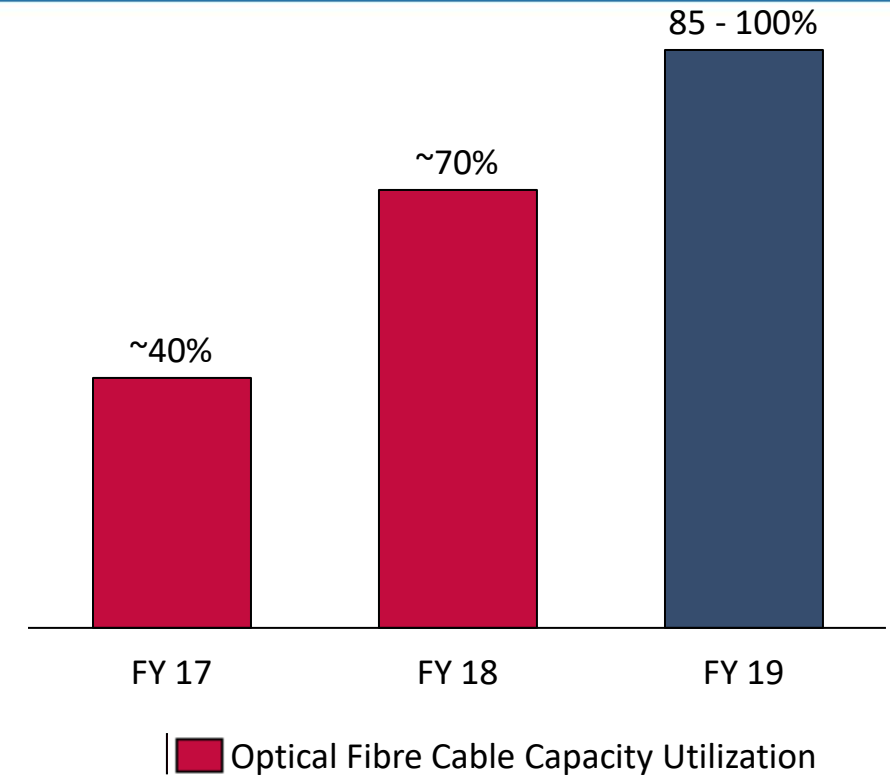
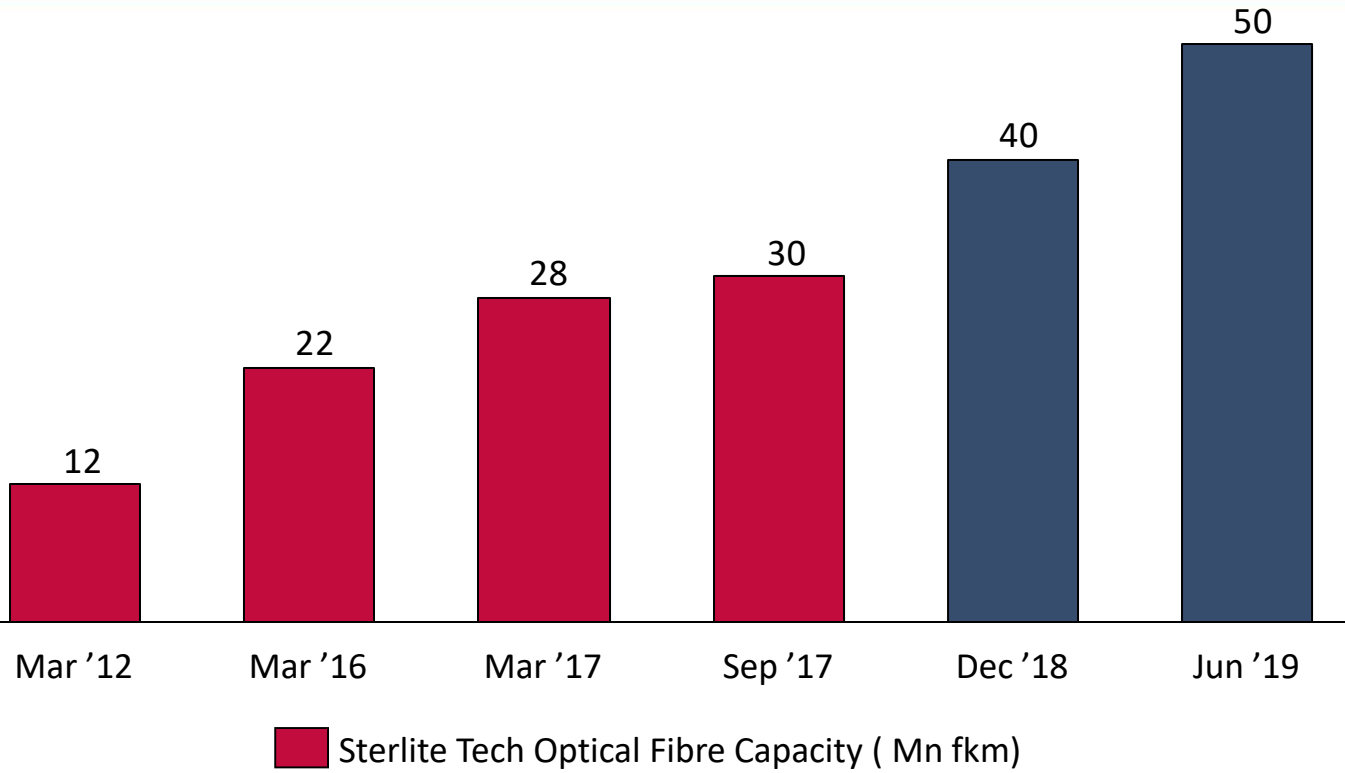
*Rest-of-the-World majorly constitutes of Americas and MEA

Strong sales outlook riding on growing order book



- Start FY 19 with all time high order book of Rs. 5,223 cr (reflecting ~1.6x of the FY 18 revenues)
- Over 73% YoY increase in open order book

Accelerating the capacity expansion and utilization

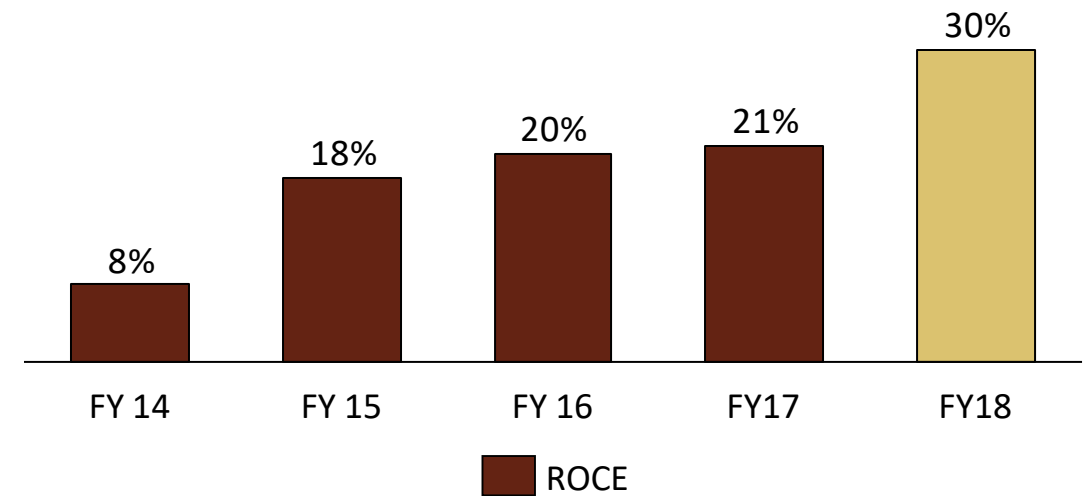
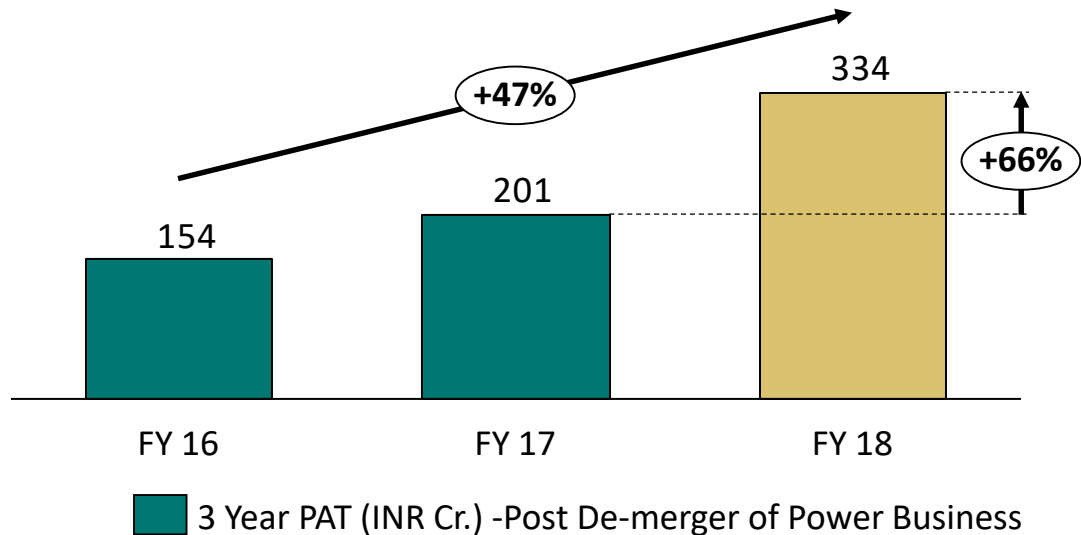
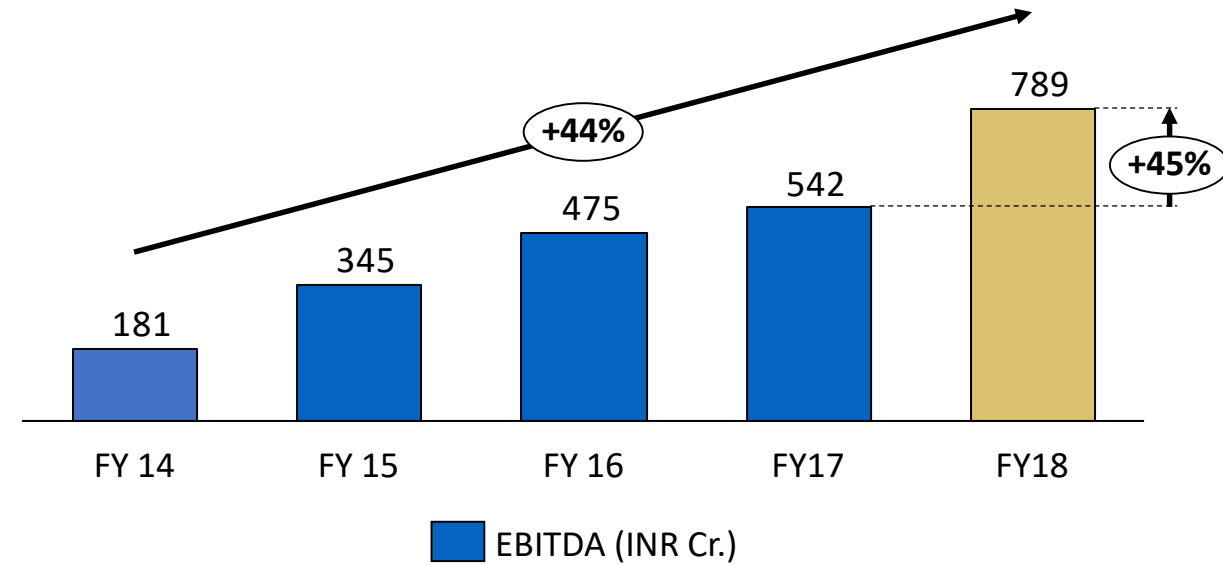
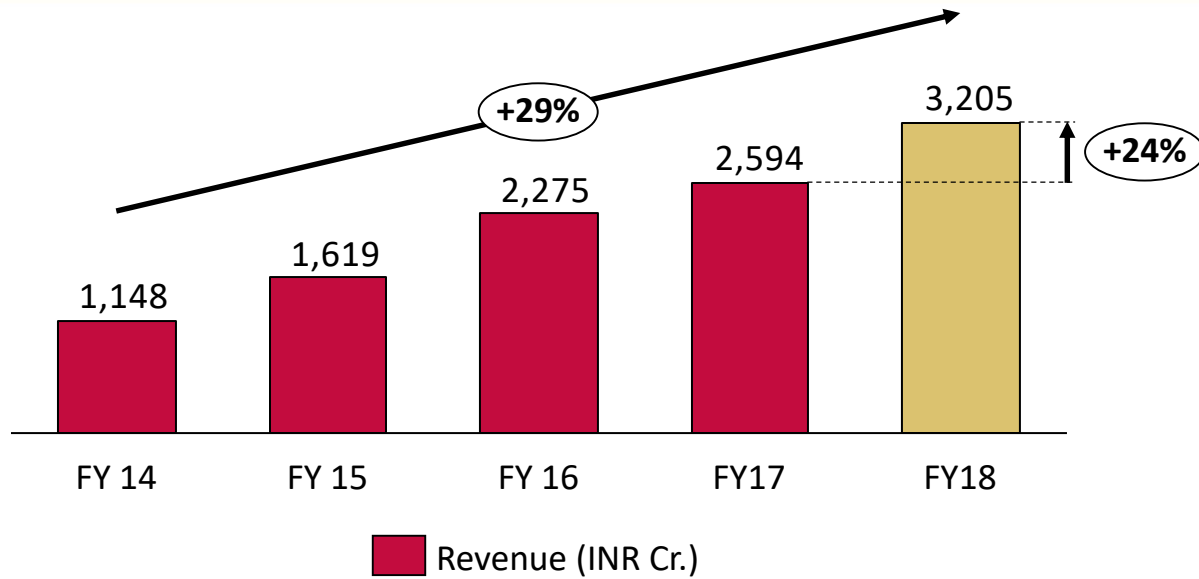


- Integrated plant project progressing well to achieve phased capacity ramp-up (CY 18 exit capacity- 40 Mn fkm, June '19 – full capacity of 50 mn fkm)
- FY 18 cabling volumes reflecting a strong upward trend, utilization levels to reach ~ 85-100% by FY19

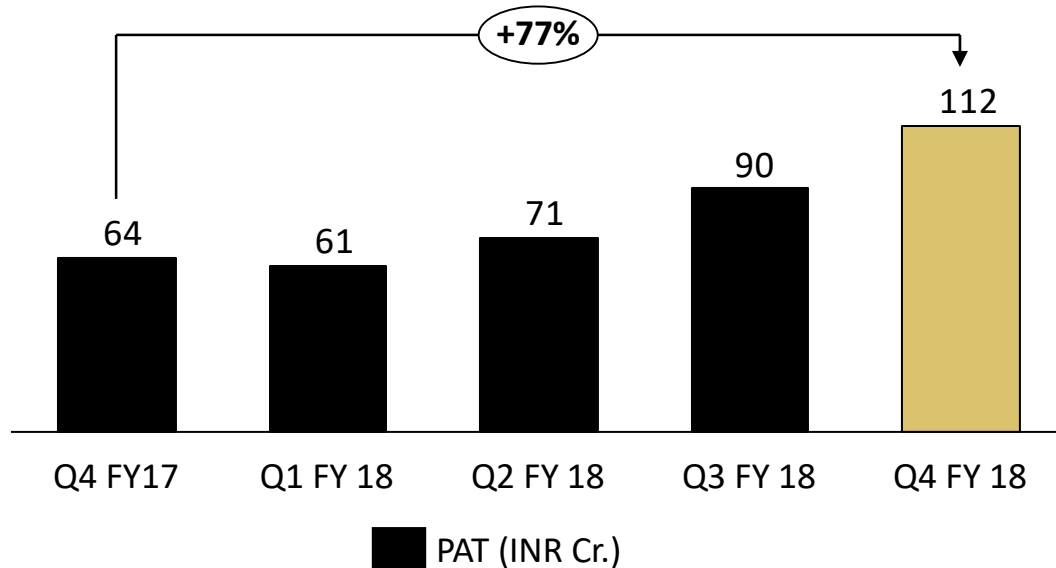
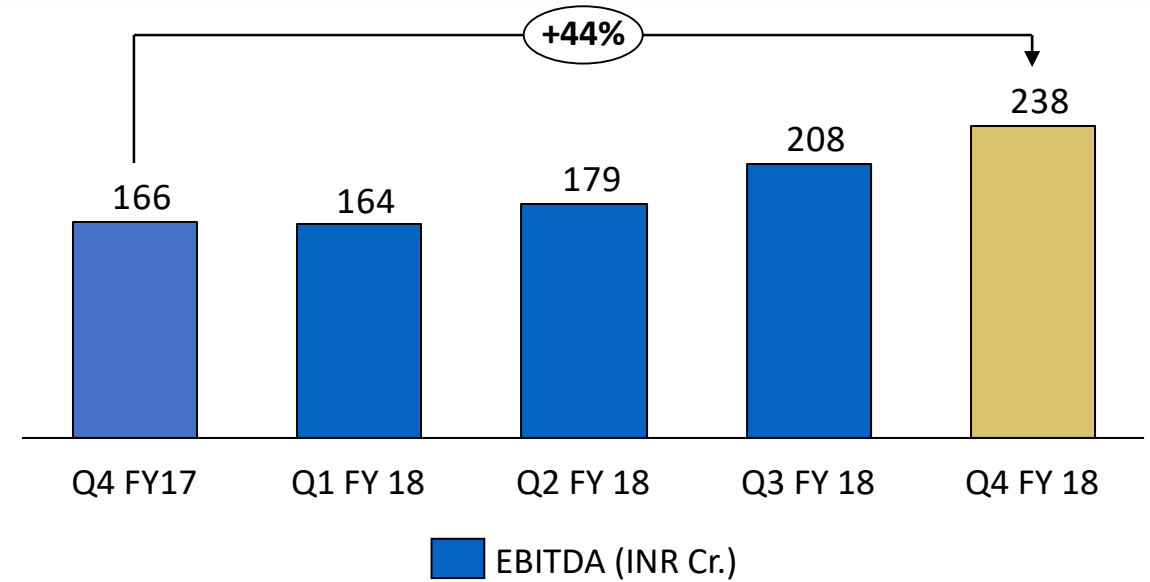
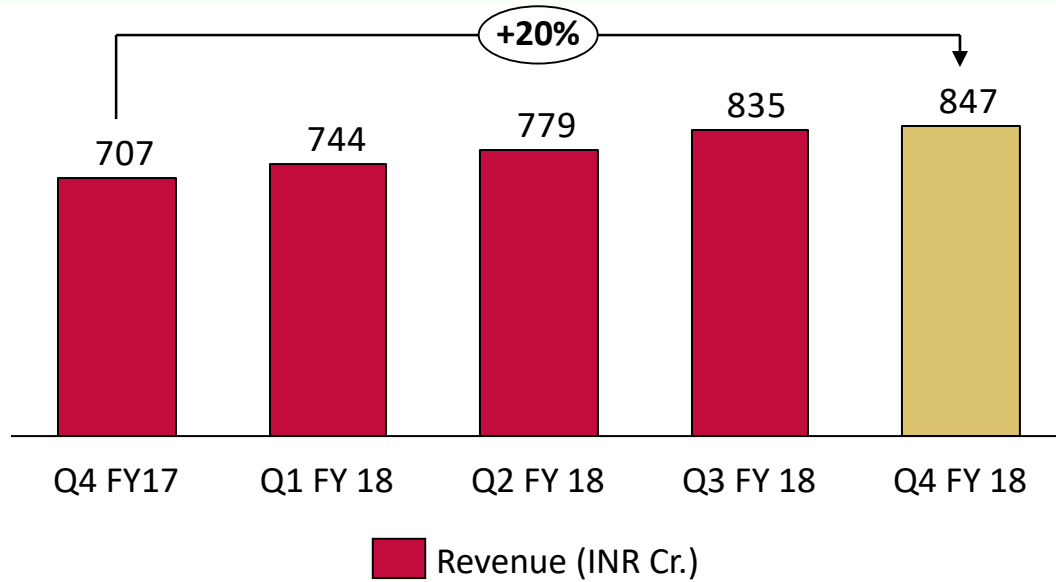
Financial Performance



Demonstrated Value Compounding

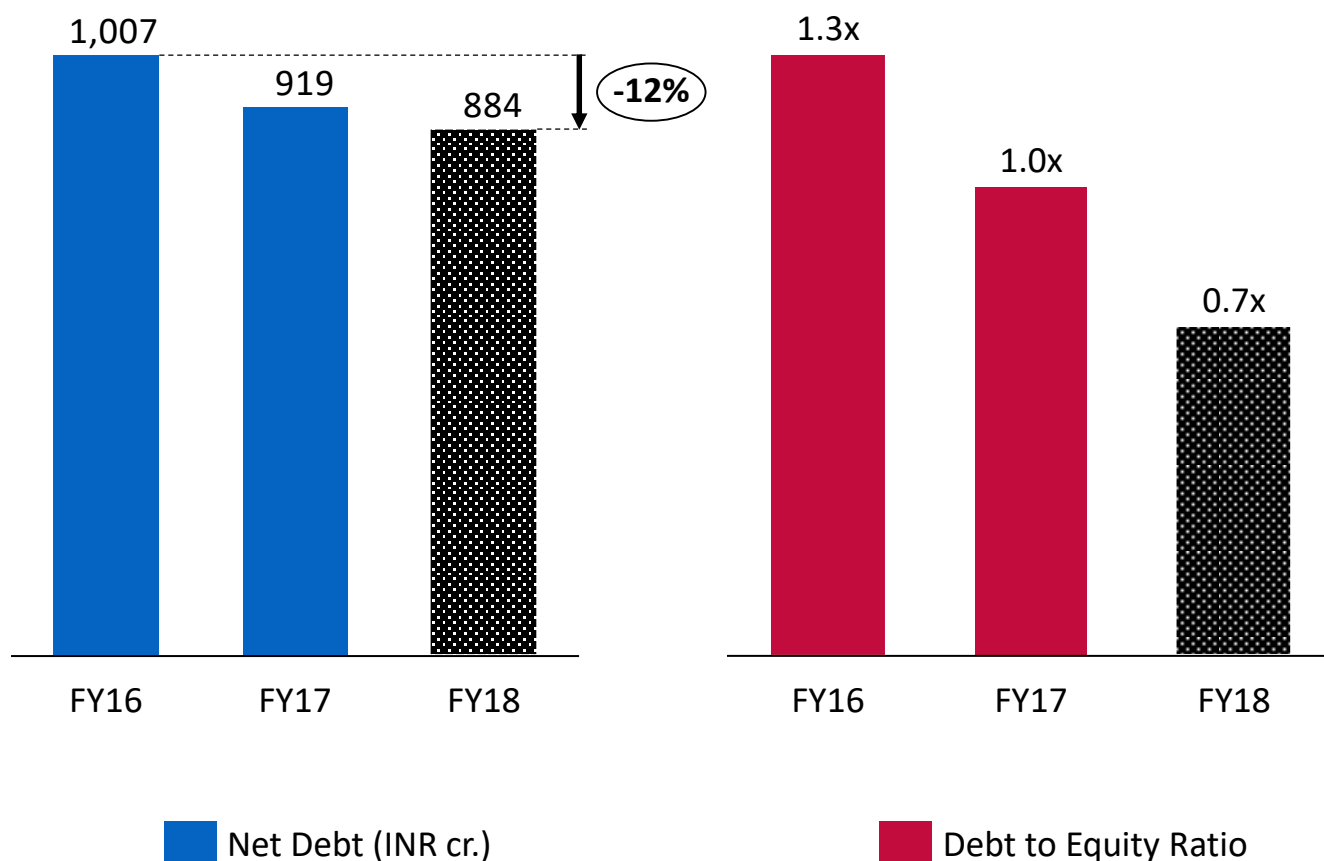


Demonstrated growth on QoQ basis



- Highest ever PAT of 112 cr in Q4,FY18 (77% y-o-y growth)
- On course to achieve \$100 Mn PAT (Net Income), strategic plan by FY20

Strong Balance Sheet Supported by Healthy Cash generation



Cash flow (Cr.)		FY18
Cash Profit (After Tax)		552
Operating Cash Flow		604
Capex		525
Net Cash flow		79

Financial Performance: Income Statement & Balance Sheet

P&L (Cr.)	FY17	FY18
Revenue	2,594	3,205
EBIDTA	542	789
<i>EBITDA %</i>	<i>21%</i>	<i>25%</i>
Depreciation	159	182
EBIT	383	606
<i>EBIT %</i>	<i>15%</i>	<i>19%</i>
Interest	123	104
PBT	260	503
Tax	40	133
Net Income (After Minority Interest)	201	334
<i>ROCE %</i>	<i>21%</i>	<i>30%</i>

Balance sheet (Cr.)	As on 31 st Mar, 2017	As on 31 st Mar, 2018
Net Worth	925	1,257
Net Debt	919	884
Total	1,844	2,141
Fixed Assets	1,238	1,586
Net Working Capital	606	555
Total	1,844	2,141

Levers of ex Growth

A

*Multiplier of Global
Fiber Demand
Led by 5G*

B

*Latent India Demand
for Product and
Services*

C

*Strong Execution;
Capability & Market
Access Drivers*

*Simplified Business
Model
with predictable
Outcome
& ex
Growth*

Thank You



STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

(Rs. in Crores except per share data)

Particulars	Quarter ended			Year Ended	
	Mar 18 (Unaudited) (Refer Note 3)	Dec 17 (Unaudited)	Mar 17 (Audited) (Refer Note 4)	Mar 18 (Audited)	Mar 17 (Audited)
Revenue from operations	846.64	835.18	707.16	3,205.49	2,593.56
Other income	17.17	6.73	3.08	39.27	23.45
Total Income	863.81	841.91	710.24	3,244.76	2,617.01
Total Expenditure	704.07	704.02	613.51	2,742.18	2,356.81
Cost of materials consumed	372.30	350.16	409.07	1,218.08	1,065.10
Purchase of stock-in-trade	9.19	13.66	-	32.99	40.69
(Inc) / Dec in finished goods, stock-in-trade & WIP	(55.55)	(28.70)	(120.56)	15.93	(106.07)
Excise duty on sale of goods	-	-	6.62	28.38	144.71
Employee benefits expense	94.56	90.81	81.84	348.79	298.55
Finance Costs	25.28	25.74	24.30	103.83	122.93
Depreciation and amortisation expense	52.49	44.79	44.49	182.21	159.23
Other expenses	205.80	207.56	167.75	811.97	631.67
Profit before tax & share of net profits of investments accounted using equity method	159.74	137.89	96.73	502.58	260.20
Share of Loss of Joint Venture	-	-	(0.14)	(0.92)	(2.83)
Profit before tax	159.74	137.89	96.59	501.66	257.37
Tax expense :	36.20	38.69	27.92	133.15	39.66
Current tax	33.23	35.43	29.03	135.18	66.92
Deferred tax	2.97	3.26	(1.11)	(2.03)	(27.26)
Net Profit after Tax & Share in Loss of Joint Venture	123.64	99.20	68.67	368.51	217.71
Loss from discontinued operations	(4.38)	-	-	(4.38)	-
Profit for the year	119.16	99.20	68.67	364.13	217.71
Other Comprehensive income					
A. i) Items that will be reclassified to Profit or Loss	(18.12)	4.75	(7.60)	(23.76)	(0.83)
ii) Income tax relating these items	11.72	(0.36)	2.63	17.12	0.29
B. i) Items that will not be reclassified to Profit or Loss	(3.10)	-	(0.82)	(2.01)	(0.82)
ii) Income tax relating to the these items	(0.25)	-	0.28	(0.42)	0.28
Other comprehensive income	(9.75)	4.39	(5.51)	(9.07)	(1.08)
Total comprehensive income for the period	109.41	103.59	63.16	355.06	216.63
Net Profit attributable to					
a) Owners of the Company	112.42	90.09	63.66	334.33	201.38
b) Non controlling Interest	6.74	9.11	5.01	29.80	16.33
Other Comprehensive income attributable to					
a) Owners of the Company	(13.57)	4.40	(5.51)	(15.38)	(1.08)
b) Non controlling Interest	3.82	(0.01)	-	6.31	-
Total comprehensive income attributable to					
a) Owners of the Company	98.85	94.49	58.15	318.95	200.30
b) Non controlling Interest	10.56	9.10	5.01	36.11	16.33
Paid-up Equity Capital (Face value Rs 2 per share)	80.20	80.15	79.66	80.20	79.66
Other equity including debenture redemption reserve				1,095.12	800.41
Earning Per Share (Rs.)- Basic	2.82	2.25	1.60	8.38	5.07
Earning Per Share (Rs.)- Diluted	2.77	2.22	1.57	8.25	4.98

FOR STERLITE TECHNOLOGIES LIMITED



DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR



STERLITE TECHNOLOGIES LIMITED

(CIN : L31300MH2000PLC269261)

CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018
Statement of Assets & Liabilities

(Rs. In Crores)

Particulars	Year ended	Year ended
	31 March 2018 (Audited)	31 March 2017 (Audited)
ASSETS		
I. Non-current assets		
(a) Property Plant & Equipment	1,135.10	1,183.05
(b) Capital work in progress	357.02	65.91
(c) Investment Property	8.88	9.04
(d) Goodwill	73.93	103.57
(e) Other Intangible Assets	16.17	17.05
(f) Financial Assets		
(i) Investments	19.60	14.12
(ii) Trade Receivables	4.09	4.52
(iii) Loans	35.01	7.08
(iv) Other Non-current Financial Assets	7.69	11.77
(g) Deferred tax assets(net)	-	3.41
(h) Other Non-current Assets	98.05	18.64
Total Non-current Assets	1,755.64	1,438.16
II. Current Assets		
(a) Inventories	337.85	333.49
(b) Financial Assets		
(i) Investments	155.00	35.01
(ii) Trade receivables	867.19	686.69
(iii) Cash and cash equivalents	119.56	129.81
(iv) Other bank balances	18.92	7.60
(v) Other current financial assets	69.41	65.61
(c) Other current assets	271.86	214.58
(d) Assets classified as held for sale	116.41	-
Total Current Assets	1,956.20	1,472.79
Total Assets	3,711.74	2,910.95
EQUITY AND LIABILITIES		
Equity		
Equity share capital	80.20	79.66
Other Equity	1,095.12	800.41
Equity attributable to shareholders	1,175.32	880.07
Non-Controlling Interest	81.95	45.20
Total Equity	1,257.27	925.27
Liabilities		
I. Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	630.54	427.07
(ii) Other financial liabilities	64.82	112.31
(b) Employee benefit obligations	7.86	14.29
(c) Provisions	25.12	22.90
(d) Deferred tax liabilities (net)	22.16	-
Total Non-current Liabilities	750.50	576.57
II. Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	462.74	591.00
(ii) Trade payables	656.18	448.64
(iii) Other financial liabilities	290.76	286.72
(b) Other current liabilities	146.44	57.30
(c) Employee benefit obligations	22.77	11.69
(d) Provisions	28.07	13.76
(e) Liabilities directly associated with assets classified as held for sale	97.01	-
Total Current Liabilities	1,703.97	1,409.11
Total Equity & Liabilities	3,711.74	2,910.95

FOR STERLITE TECHNOLOGIES LIMITED
DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR

STERLITE TECHNOLOGIES LIMITED

(CIN : L31300MH2000PLC269261)

STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

(Rs. in Crores except per share data)

Particulars	Quarter ended			Year Ended	
	Mar 18 (Unaudited) (Refer Note 3)	Dec 17 (Unaudited)	Mar 17 (Audited) (Refer Note 4 & 8)	Mar 18 (Audited)	Mar 17 (Audited) (Refer Note 8)
Revenue from operations	768.31	757.32	642.93	2,893.57	2,400.65
Other income	16.85	6.06	3.03	37.03	23.27
Total Income	785.16	763.38	645.96	2,930.60	2,423.92
Total Expenditure	654.81	664.91	573.80	2,563.36	2,241.65
Cost of materials consumed	349.11	334.04	382.87	1,131.10	1,006.09
Purchase of stock-in-trade	9.19	13.66	-	32.99	40.68
(Inc) / Dec in finished goods, stock-in-trade & WIP	(54.48)	(31.36)	(117.39)	16.68	(102.27)
Excise duty on sale of goods	-	-	6.71	28.46	144.80
Employee benefits expense	81.75	83.98	71.44	316.10	271.11
Finance Costs	27.10	24.95	20.30	102.68	116.99
Depreciation and amortisation expense	49.36	41.72	40.37	170.14	145.17
Other expenses	192.78	197.92	169.50	765.21	619.08
Profit before tax	130.35	98.47	72.16	367.24	182.27
Tax expense :	31.65	32.78	21.30	112.66	26.34
Current tax	28.44	28.80	21.57	113.68	54.77
Deferred tax	3.11	3.98	(0.27)	(1.12)	(28.43)
Net profit for the period	98.80	65.69	50.86	254.68	155.93
Other Comprehensive income					
A. i) Items that will be reclassified to Profit or Loss	(33.41)	1.71	(7.59)	(49.01)	(0.83)
ii) Income tax relating these items	11.72	(0.36)	2.63	17.12	0.29
B. i) Items that will not be reclassified to Profit or Loss	(3.10)	-	(0.74)	(2.01)	(0.74)
ii) Income tax relating to the these items	(0.25)	-	0.26	(0.42)	0.26
Other comprehensive income	(25.04)	1.35	(5.44)	(34.32)	(1.02)
Total comprehensive income for the period	73.76	67.04	45.42	220.36	154.91
Paid-up Equity Capital (Face value Rs.2 per share)	80.20	80.15	79.66	80.20	79.66
Earning Per Share (Rs.)- Basic	2.48	1.64	1.28	6.38	3.93
Earning Per Share (Rs.)- Diluted	2.44	1.62	1.26	6.28	3.87
Debenture Redemption Reserve				75.00	37.50
Other Equity including debenture redemption reserve				989.78	791.51
Debt equity ratio (Refer note 11)				1.09	1.23
Debt service coverage ratio (Refer note 11)				2.97	0.85
Interest Service coverage ratio (Refer note 11)				4.58	2.56

FOR STERLITE TECHNOLOGIES LIMITED



DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR


STERLITE TECHNOLOGIES LIMITED

(CIN : L31300MH2000PLC269261)

STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018
Statement of Assets & Liabilities

(Rs. In Crores)

Particulars	Year ended	Year ended
	31 March 2018 (Audited)	31 March 2017 (Audited) (Refer note 8)
ASSETS		
I. Non-current assets		
(a) Property Plant & Equipment	990.88	1,006.18
(b) Capital work in progress	225.84	17.99
(c) Investment Property	8.88	9.04
(d) Goodwill	73.93	103.57
(e) Other Intangible Assets	14.71	12.55
(f) Financial Assets		
(i) Investments	120.98	120.34
(ii) Trade Receivables	4.09	4.52
(iii) Loans	90.02	55.25
(iv) Other Non-current Financial Assets	7.69	10.89
(g) Other Non-current Assets	97.74	14.57
Total Non-current Assets	1,634.76	1,354.90
II. Current Assets		
(a) Inventories	306.04	309.31
(b) Financial Assets		
(i) Investments	155.00	35.01
(ii) Trade receivables	862.46	694.79
(iii) Cash and cash equivalents	69.20	71.45
(iv) Other bank balances	6.22	7.60
(v) Other current financial assets	68.20	67.54
(c) Other current assets	261.20	209.38
(d) Assets classified as held for sale	20.77	-
Total Current Assets	1,749.09	1,395.08
Total Assets	3,383.85	2,749.98
EQUITY AND LIABILITIES		
Equity		
Equity share capital	80.20	79.66
Other Equity	989.79	791.51
Total Equity	1,069.99	871.17
Liabilities		
I. Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	616.22	404.57
(ii) Other financial liabilities	64.82	111.92
(b) Employee benefit obligations	7.87	12.16
(c) Provisions	24.96	22.90
(d) Deferred tax liabilities (net)	30.21	3.73
Total Non-current Liabilities	744.08	555.28
II. Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	462.74	588.72
(ii) Trade payables	633.50	432.12
(iii) Other financial liabilities	287.53	228.12
(b) Other current liabilities	136.43	47.13
(c) Employee benefit obligations	22.75	13.69
(d) Provisions	26.83	13.75
Total Current Liabilities	1,569.78	1,323.53
Total Equity & Liabilities	3,383.85	2,749.98

FOR STERLITE TECHNOLOGIES LIMITED

DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR

Notes:

- 1 The above results have been reviewed by the Audit Committee. The Board of Directors at its meeting held on April 25, 2018 approved the above results.
 - 2 The above statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
 - 3 The Statutory auditors have carried out the audit for the year ended March 31, 2018. The figures for the fourth quarter are the balancing figures between the audited figures in respect of the full financial year and published figures upto the third quarter of the current financial year which were subjected to limited review.
 - 4 Amounts for the quarter and year ended March 31, 2017 were audited by previous auditors - S R B C & Co LLP. The figures for the quarter ended March 31, 2017 were balancing figures between audited figures in respect of the full financial year ended March 31, 2017 and the unaudited published year-to-date figures upto December 31, 2016, being the date of the end of the third quarter which was subjected to limited review by the previous auditors.
 - 5 The Company has only one operating segment which is Telecom Products and Solutions. Accordingly, separate segment information is not required to be disclosed.
 - 6 During the year 2005-06, the CESTAT had upheld a demand of Rs. 188 crore (including penalties but excluding interest thereon) in a disputed Excise matter. The Company is contesting this case and the matter is pending for decision with the Hon'ble Supreme Court. The auditors have qualified their audit report with respect to this matter stating their inability to quantify the amount of expected liability.
 - 7 During the year 2015-16, the Company had acquired 100% of the paid up equity share capital of Elitecore Technologies Private Limited ('ETPL'), a global telecom software product company. ETPL has been merged with the Company with the appointed date of September 29, 2015 under a scheme of amalgamation approved by Hon'ble Bombay High Court and Gujarat High Court (the "Scheme").
Goodwill (excess of purchase consideration over the aggregate book value of the net assets acquired) is being amortised over a period of five years, as per the Scheme. Ind-AS does not allow amortisation of goodwill, which amounted to Rs 7.41 crore and Rs 29.64 crore for the quarter and year ended respectively. Consequently, the auditors have included an emphasis of matter paragraph in regards to this matter.
 - 8 During the year, the National Company Law Tribunal vide Order dated July 27, 2017 has approved a scheme of merger of the passive infrastructure business of Speedon Network Limited (SNL), a wholly owned subsidiary (Demerged company) with Sterlite Technologies Limited. The scheme is effective from September 1, 2017 with appointed date of October 1, 2016.
Pursuant to the scheme, the Company has recorded all assets, liabilities and reserves (including negative balance reserves, if any) pertaining to the merged undertaking at their respective book values. Accordingly the figures of assets and liabilities as at March 31, 2017 have been restated. Further as required by the scheme the value of investment in Speedon Network Limited (including by way of equity and debentures or any other instrument) has been reduced to the extent it is not represented by the assets transferred pursuant to merger so as to reflect the value of the investment in Demerged Company at its fair value. The resultant deficit has been adjusted against Capital Reserve.
- The standalone financial results for the current quarter include the operations of the merged undertaking. The figures for the previous periods i.e. quarter ended March 2017 and year ended March 31, 2017 have also been restated accordingly to incorporate the impact of the Scheme of Arrangement. As a result the net profit after tax for the quarter ended March 2017 and year ended March 2017 is higher by Rs 1.15 crore and Rs 15.19 crore as against the earlier reported net profit after tax of Rs 49.71 crore and Rs 140.74 crore respectively.
- 9 Post demerger of the power business in the financial year ended March 2017, the Company was in the process of obtaining requisite approvals from government authorities to sell its equity interest in its subsidiary, Maharashtra Transmission Communication Infrastructure Limited (referred as disposal group or MTCIL) to Sterlite Power Transmission Limited. Based on developments during the current year, the company anticipates completion of the sale by March 2019. Accordingly assets amounting to INR 116.41 crore and liabilities amounting to INR 97.01 crore in respect of the disposal group have been reclassified as "held for sale" in the consolidated financial results. Investment amounting to Rs. 20.77 crore in MTCIL has been classified as held for sale in the standalone financial results. On reclassification, the disposal group has been measured at the lower of carrying amount and fair value less cost to sell. Operations of the Disposal group for the year have been classified as discontinued operations.
 - 10 The Group had recognized deferred tax asset of Rs 31.76 Crore on the losses of SNL in consolidated results for the previous year ended March 31, 2017.
 - 11 Formulae for computation of ratios are as follows:
Debt Service Coverage Ratio = Earnings before interest and tax / (interest expense + principal term loan repayment)
Interest Service Coverage Ratio = Earnings before Interest and Tax / Interest Expense
For Debt Service Coverage Ratio and Interest Service Coverage Ratio computation,
- Earnings before interest and tax includes Profit Before Tax + Interest expense
- Interest expenses include finance costs as per standalone Ind AS financial statements
For paid up debt capital and debt equity ratio computation,
- Debt includes long-term borrowings + short term borrowings + current maturities of long-term borrowings.
- Equity includes equity share capital and other equity as per standalone Ind AS financial statements
 - 12 Credit rating for the existing Non- Convertible Redeemable Debentures (NCD) was ICRA AA- Stable. The credit rating is improved to ICRA AA-Positive.
 - 13 The Company has maintained minimum required assets cover ratio of 1.1 times as per debenture issue terms of non convertible debenture carrying interest @ 8.45% p.a. and @ 8.70% p.a. which signifies adequate security. Debentures are secured by way of first pari passu charge on entire movable fixed assets (both present and future) and mortgage of certain immovable fixed assets of the Company.
 - 14 The Company has paid the interest on NCD on due dates. Details of previous and next due date of payment of interest and principal of NCDs are as follow:-

No.	Security Description	ISIN	Previous due date for payment		Next due date for payment	
1	8.45% NCDs		Principal	Interest	Interest	Principal
	a. Series 1	INE089C07075	N.A.	22-Mar-18	22-Mar-19	20-Mar-20
	b. Series 2	INE089C07083	N.A.	22-Mar-18	22-Mar-19	22-Sep-20
2	8.70% NCDs	INE089C07091	N.A.	N.A.	27-Mar-19	27-Apr-21

- 15 In accordance with the requirements of Ind AS, revenue for the quarter ended March 2018 is net of Goods and Services Tax ("GST"). However, revenue for quarter and year ended March 2017 is inclusive of excise duty.
- 16 The board of directors in its meeting held on April 25, 2018, has recommended final dividend of Rs. 2 per equity share of Rs 2 each for the year 2017-18, subject to shareholders approval.
- 17 Previous period figures have been regrouped / rearranged wherever considered necessary.

Place: Pune

Date: April 23, 2018

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FOR STERLITE TECHNOLOGIES LIMITED


DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Sterlite Technologies Limited

Report on the Consolidated Indian Accounting Standards (Ind AS) Financial Statements

1. We have audited the accompanying consolidated Ind AS financial statements of Sterlite Technologies Limited ("hereinafter referred to as the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its joint venture; (refer Note 37 to the attached consolidated Ind AS financial statements), comprising of the consolidated Balance Sheet as at March 31, 2018, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Cash Flow Statement for the year then ended and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the consolidated Ind AS Financial Statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated cash flows and changes in equity of the Group including its joint venture in accordance with accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. The respective Board of Directors of the companies included in the Group and of its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its joint venture respectively and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
4. We conducted our audit of the consolidated Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.



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Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Sterlite Technologies Limited
Report on the Consolidated Ind AS Financial Statements
Page 2 of 5

5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.
6. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph 11 of the Other Matters paragraph below, other than the unaudited financial statements as certified by the management and referred to in sub-paragraph 10 of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated Ind AS financial statements.

Basis for Qualified Opinion

7. We draw your attention to Note 44 to the consolidated Ind AS financial statements, which states that the Company in earlier year received an order of CESTAT upholding a demand of Rs. 188 crores (including penalties but excluding interest) (Rs. 188 crores as at March 31, 2017) in relation to an excise/customs matter. The Company's appeal against this order with the Honorable Supreme Court has been admitted. Based on the current status and legal advice received, the management has recognised a provision amounting to Rs. 4.5 crores as on March 31, 2018 (Rs. 4.5 crores as on March 31, 2017) in respect of this matter based on its best estimate. Pending disposal of the matter by the Honorable Supreme Court, we are unable to comment on the adequacy of the provision made towards the amount of excise / customs duty payable.

Qualified Opinion

8. In our opinion and to the best of our information and according to the explanation given to us, except for the indeterminate effect of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group and its joint venture as at March 31, 2018, and their consolidated total comprehensive income (comprising of consolidated profit and consolidated other comprehensive income), their consolidated cash flows and consolidated changes in equity for the year ended on that date.

Emphasis of Matter

9. We draw attention to Note 46 to the consolidated Ind AS financial statements which describes that the Group had recognised Goodwill on amalgamation during the financial year ended March 31, 2016, which is being amortised over a period of five years from the appointed date that is September 29, 2015, in accordance with the accounting treatment prescribed under the Scheme of amalgamation approved by the Gujarat High Court. Our opinion is not qualified in respect of this matter.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Sterlite Technologies Limited
Report on the Consolidated Ind AS Financial Statements
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Other Matter

10. We did not audit the financial statements of eight subsidiaries whose financial statements reflect total assets of Rs 223.64 Crores and net assets of Rs 82.30 Crores as at March 31, 2018, total revenue of Rs. 16.61 Crores, total comprehensive income (comprising of loss and other comprehensive income) of Rs. (5.84) Crores and net cash inflows amounting to Rs. 8.06 Crores for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statements also include the Group's share of total comprehensive income (comprising of loss and other comprehensive income) of Rs. (0.92) Crores for the year ended March 31, 2018 as considered in the consolidated Ind AS financial statements, in respect of one joint venture whose financial statements have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management, and our opinion on the consolidated Ind AS financial statements insofar as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture and our report in terms of sub-section (3) of Section 143 of the Act insofar as it relates to the aforesaid subsidiaries and joint venture, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.
11. The financial statements of two subsidiaries located outside India, included in the consolidated financial statements, which constitute total assets of Rs. 367.30 Crores and net assets of Rs. 310.49 Crores as at March 31, 2018, total revenue of Rs. 395.62 Crores, total comprehensive income (comprising of profit and other comprehensive income) of Rs 125.74 Crores and net cash outflows amounting to Rs. 15.97 Crores for the year then ended, have been prepared in accordance with accounting principles generally accepted in their respective countries and have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the financial statements of such subsidiaries located outside India from the accounting principles generally accepted in their respective countries to the accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Company and audited by us.

Our opinion on the consolidated Ind AS financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.
12. The consolidated Ind AS financial statements of the Company for the year ended March 31, 2017 was audited by another firm of Chartered Accountants, who vide their report dated April 26, 2017, expressed a modified opinion on those financial statements with respect to the matter described in the Basis for Qualified opinion paragraph 7 above. Our opinion is not qualified in respect of this matter.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Sterlite Technologies Limited

Report on the Consolidated Ind AS Financial Statements

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Report on Other Legal and Regulatory Requirements

13. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.
- b. In our opinion, except for the matter described in the basis for qualified opinion above, proper books of account as required by law maintained by the Holding Company and its subsidiaries included in the Group incorporated in India including relevant records relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and records of the Holding Company and its subsidiaries included in the Group incorporated in India.
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained by the Holding Company and its subsidiaries included in the Group incorporated in India including relevant records relating to the preparation of the Consolidated Ind AS financial statements.
- d. In our opinion, except for the indeterminate effect of the matter described in the Basis for qualified opinion paragraph, the aforesaid Consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- e. The outcome of the matter described in the Basis for qualified opinion paragraph above may have adverse effect on the functioning of the Group.
- f. On the basis of the written representations received from the directors of the Holding Company and its subsidiary companies incorporated in India as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and its subsidiaries incorporated in India, none of the directors of the Group companies incorporated in India are disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- g. The qualification relating to the maintenance of accounts and other matters connected therewith is as stated in the Basis for Qualified Opinion paragraph above.
- h. With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company and its subsidiary companies incorporated in India and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
- i. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. Except for the matter described in the basis for qualified opinion above, the consolidated Ind AS financial statements disclose the impact, if any, of pending litigations as at March 31, 2018 on the consolidated financial position of the Group and its joint venture. Refer Note 22, 40 and 44 to the consolidated Ind AS financial statements.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

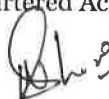
To the Members of Sterlite Technologies Limited

Report on the Consolidated Ind AS Financial Statements

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- ii. Provision has been made in the consolidated Ind AS financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts as at March 31, 2018 – Refer (a) Note 20 to the consolidated Ind AS financial statements in respect of such items as it relates to the Group and (b) Note 51 to the consolidated Ind AS financial statement in respect of Group's share of net loss in respect of its joint venture.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company during the year ended March 31, 2018. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by subsidiaries incorporated in India.
- iv. The reporting on disclosure relating to Specified Bank Notes is not applicable to the Holding Company and its subsidiaries incorporated in India for the year ended March 31, 2018.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (FRN 012754N/N500016)
Chartered Accountants



Neeraj Sharma
Partner
Membership Number 108391

Pune
April 25, 2018

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 13 (h) of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the consolidated Ind AS financial statements for the year ended March 31, 2018

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Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

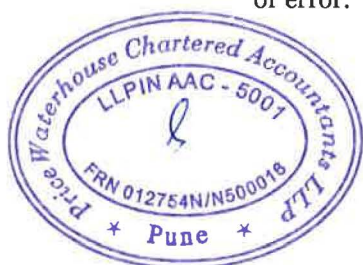
1. In conjunction with our audit of the consolidated Ind AS financial statements of the Company as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of Sterlite Technologies Limited (hereinafter referred to as "the Holding Company") and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Holding company and its subsidiary companies, to whom reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls over financial reporting is applicable, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 13 (h) of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the consolidated Ind AS financial statements for the year ended March 31, 2018

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5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Basis for Qualified Opinion

8. According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the operating effectiveness of the Holding Company's internal financial controls over financial reporting as at March 31, 2018:
9. The Company's internal financial controls over the evaluation and assessment of provision for an excise/customs matter pending with the Honorable Supreme Court were not operating effectively which could potentially result in the Company not recognising adequate provision in respect of this matter. Refer paragraph 7 of our report on the Consolidated Indian Accounting Standards (Ind AS) Financial Statements.
10. A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

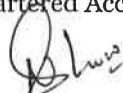
Referred to in paragraph 13 (h) of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the consolidated Ind AS financial statements for the year ended March 31, 2018

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Qualified Opinion

11. In our opinion, except for possible effects of the material weakness described in the Basis for Qualified Opinion paragraph above on the achievement of the objectives of the control criteria, the Holding Company and its subsidiary companies which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.
12. We have considered the material weakness identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company for the year ended March 31, 2018, and the material weakness has affected our opinion on the financial statements of the Company and we have accordingly issued a modified report on the financial statements.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (FRN 012754N/N500016)
Chartered Accountants



Neeraj Sharma
Partner
Membership Number 108391

Pune
April 25, 2018

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF STERLITE TECHNOLOGIES LIMITED

Report on the Standalone Indian Accounting Standards (Ind AS) Financial Statements

1. We have audited the accompanying standalone Ind AS financial statements of Sterlite Technologies Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements to give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
5. We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.



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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Sterlite Technologies Limited

Report on the Standalone Ind AS Financial Statements

Page 2 of 4

6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the standalone Ind AS financial statements.

Basis for Qualified Opinion

8. We draw your attention to Note 44 to the standalone Ind AS financial statements, which states that the Company in earlier year received an order of CESTAT upholding a demand of Rs. 188 crores (including penalties but excluding interest) (Rs. 188 crores as at March 31, 2017) in relation to an excise/customs matter. The Company's appeal against this order with the Honorable Supreme Court has been admitted. Based on the current status and legal advice received, the management has recognised a provision amounting to Rs. 4.5 crores as on March 31, 2018 (Rs. 4.5 crores as on March 31, 2017) in respect of this matter based on its best estimate. Pending disposal of the matter by the Honorable Supreme Court, we are unable to comment on the adequacy of the provision made towards the amount of excise / customs duty payable.

Qualified Opinion

9. In our opinion and to the best of our information and according to the explanations given to us, except for the indeterminate effect of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its total comprehensive income (comprising of profit/ loss and other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Emphasis of Matter

10. We draw attention to Note 46 to the standalone Ind AS financial statements which describes that the Company had recognised Goodwill on amalgamation during the financial year ended March 31, 2016, which is being amortised over a period of five years from the appointed date (that is September 29, 2015), in accordance with the accounting treatment prescribed under the Scheme of amalgamation approved by the Gujarat High Court. Our opinion is not qualified in respect of this matter.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Sterlite Technologies Limited

Report on the Standalone Ind AS Financial Statements

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Other Matter

11. The Ind AS financial statements of the Company for the year ended March 31, 2017 were audited by another firm of Chartered Accountants, who vide their report dated April 26, 2017, expressed a modified opinion on those financial statements with respect to the matter described in the Basis for Qualified opinion paragraph above. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

12. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act ("the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
13. As required by Section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, except for the matter described in the basis for qualified opinion above, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, except for the indeterminate effect of the matter described in the basis for qualified opinion paragraphs, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
 - e. The outcome of the matter described in the Basis for qualified opinion paragraph above may have adverse effect on the functioning of the Company.
 - f. On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - g. The qualification relating to the maintenance of accounts and other matters connected therewith is as stated in the Basis for Qualified Opinion paragraph above.
 - h. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Sterlite Technologies Limited

Report on the Standalone Ind AS Financial Statements

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- i. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. Except for the matter described in the basis for qualified opinion above, the Company has disclosed the impact, if any, of pending litigations as at March 31, 2018 on its financial position in its standalone Ind AS financial statements – Refer Note 22, 39 and 44;
 - ii. The Company has made provision as at March 31, 2018, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 20;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2018.
 - iv. The reporting on disclosure relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (FRN 012754N/N500016)
Chartered Accountants



Neeraj Sharma
Partner
Membership Number 108391

Pune
April 25, 2018

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 13(h) of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the standalone financial statements for the year ended March 31, 2018

Page 1 of 3

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls over financial reporting of Sterlite Technologies Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Company's internal financial controls system over financial reporting.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 13(h) of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the standalone financial statements for the year ended March 31, 2018

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Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Basis for Qualified Opinion

8. According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the operating effectiveness of the Company's internal financial controls over financial reporting as at March 31, 2018:

The Company's internal financial controls over the evaluation and assessment of provision for an excise/customs matter pending with the Honorable Supreme Court were not operating effectively which could potentially result in the Company not recognising adequate provision in respect of this matter. Refer paragraph 8 of the main audit report.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

Referred to in paragraph 13(h) of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the standalone financial statements for the year ended March 31, 2018

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Qualified Opinion

9. In our opinion, except for the possible effects of the material weakness described in the Basis for Qualified Opinion paragraph above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.
10. We have considered the material weakness identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company for the year ended March 31, 2018, and the material weakness has affected our opinion on the financial statements of the Company and we have accordingly issued a modified report on the financial statements.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (FRN 012754N/N500016)
Chartered Accountants



Neeraj Sharma
Partner
Membership Number 108391

Pune
April 25, 2018

Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 12 of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the standalone Ind AS financial statements as of and for the year ended March 31, 2018

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
 - (b) The fixed assets are physically verified by the Management according to a planned programme designed to cover all the items once in three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. Further, the physically verification of cables installed/laid is impractical.
 - (c) The title deeds of immovable properties, as disclosed in Note 4 on fixed assets to the financial statements, are held in the name of the Company.
- ii. The physical verification of inventory, excluding stocks with third parties, have been conducted at reasonable intervals by the Management during the year. In respect of inventory lying with third parties, these have substantially been confirmed by them. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been appropriately dealt with in the books of accounts.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of manufacture of copper cables. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and service tax with effect from July 1, 2017 and other material statutory dues, as applicable, with the appropriate authorities.
 - (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of goods and service tax with effect from July 1, 2017, sales-tax and value added tax which have not been deposited on account of any dispute. The particulars of dues of income tax, service tax, duty of customs, and duty of excise as at March 31, 2018 which have not been deposited on account of a dispute, are as follows:



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 12 of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the standalone Ind AS financial statements for the year ended March 31, 2018

Page 2 of 3

Name of the statute	Nature of dues	Amount (Rs. In Crores)	Period to which the amount relates	Forum where the dispute is pending
Central Excise Act, 1944*	Excise Duty	188	2001-2003	Supreme Court
	Excise Duty	0.70	2002-2003	Bombay High Court
	Excise Duty	29.10	2001-2008	Bombay High Court
	Excise Duty	3.06	2001-2003	Commissioner (Appeals) - Mumbai
Customs Act, 1962*	Custom Duty	67.12	2001-2003	Bombay High Court
Finance Act, 1994	Service Tax	1.04	2003-2007	Bombay High Court
Income Tax Act, 1961	Income Tax	4.48*	AY 2013-14, AY 2015-16	Commissioner (Appeals) - Mumbai
	Income Tax	2.83	AY 2011-12, AY 2013-14, AY 2014-15, AY 2015-16	Commissioner (Appeals) - Ahmedabad
	Income Tax	0.04	AY 2012-13	Gujarat High Court
	Income Tax	0.15	AY 2010-11, 2009-10	Income Tax Appellate Tribunal - Ahmedabad

* Amount disclosed above are after considering the rectification application filed by the Company with Income tax authorities.

Demand disclosed above does not include the interest claimed but not quantified by the Central excise / customs authorities.

- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date. As stated in Note 40 to the standalone Ind AS financial statements, the Company continues to dispute amounts aggregating Rs. 18.87 Crores claimed by a bank in the earlier years, towards import consignments under letter of credit not accepted by the Company, owing to discrepancies in documents. Since the matter is in dispute, we are unable to determine whether there is a default in repayment of dues to the said bank.
- ix. In our opinion, and according to the information and explanations given to us, the moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans have been applied, on an overall basis, for the purposes for which they were obtained.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

Referred to in paragraph 12 of the Independent Auditors' Report of even date to the members of Sterlite Technologies Limited on the standalone Ind AS financial statements for the year ended March 31, 2018

Page 3 of 3

- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: (FRN 012754N/N500016)
Chartered Accountants



Neeraj Sharma
Partner
Membership Number 108391

Pune
April 25, 2018

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018 –
Consolidated Financials
[Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]**

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Crores)	Adjusted Figures (audited figures after adjusting for qualifications)*
	1.	Turnover / Total income	3,244.76	NA
	2.	Total Expenditure	2,742.18	NA
	3.	Net Profit/(Loss) (Profit after Tax) (Before amounts attributable to Non controlling interest)	364.13	NA
	4.	Earnings Per Share (Basic)	8.38	NA
	5.	Total Assets	3,711.74	NA
	6.	Total Liabilities (including amounts attributable to Non controlling interest)	2,536.42	NA
	7.	Net Worth	1,175.32	NA
	8.	Any other financial item(s) (as felt appropriate by the management)	NA	NA

*Based on merits of the case and the legal opinion obtained, the management believes that the Company has been carrying adequate provisions for contingencies in the Books of Account in this matter and does not require any further provisioning.

II. Audit Qualification (each audit qualification separately):

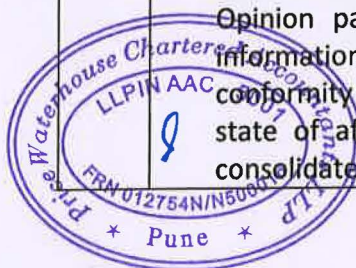
a. Details of Audit Qualification:

Basis for Qualified Opinion

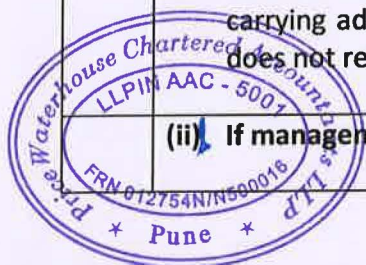
We draw your attention to Note 44 to the consolidated Ind AS financial statements, which states that the Company in earlier year received an order of CESTAT upholding a demand of Rs. 188 crores (including penalties but excluding interest) (Rs. 188 crores as at March 31, 2017) in relation to an excise/customs matter. The Company's appeal against this order with the Honorable Supreme Court has been admitted. Based on the current status and legal advice received, the management has recognised a provision amounting to Rs. 4.5 crores as on March 31, 2018 (Rs. 4.5 crores as on March 31, 2017) in respect of this matter based on its best estimate. Pending disposal of the matter by the Honorable Supreme Court, we are unable to comment on the adequacy of the provision made towards the amount of excise / customs duty payable.

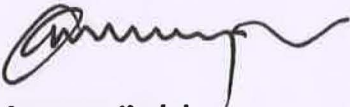
Qualified opinion

In our opinion and to the best of our information and according to the explanation given to us, except for the indeterminate effect of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group and its joint venture as at March 31, 2018, and their consolidated total comprehensive income (comprising of consolidated profit/ loss and



	consolidated other comprehensive income), their consolidated cash flows and consolidated changes in equity for the year ended on that date.
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: ~~Whether appeared first time / repetitive / since how long~~ continuing: Appearing since Financial Year 2003-04.
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor: <u>Management Views to the Qualification</u> The remark of Auditors at basis for Qualified Opinion paragraph of the Auditor's Report over Note No. 44 in Notes to Accounts to the Consolidated Ind AS financial statements of the Company regarding demand of excise duty and penalty amounting to Rs. 188 crores is self-explanatory and does not require further comment. In the year 2004-05 CESTAT upheld the demand of Rs. 188 crores and interest thereon for alleged breach of norms pertaining to Export Oriented Unit (EOU). The Company had filed an appeal before the Hon'ble High Court of Bombay against this order. The Department had also made an appeal against the same CESTAT order before the High Court of Bombay. The Company's appeal against this order was dismissed by the Hon'ble High Court on the grounds that appeal is not maintainable in High Court, however without prejudice to the rights of the Company. Subsequently, the Company had filed a Special Leave Petition (SLP) and appeal before the Supreme Court of India which was admitted by the Court. Hon'ble Supreme Court has also maintained the stay granted by Hon'ble High Court. The Hon'ble Supreme Court considering that the departmental appeal against the CESTAT order was still pending before the High Court, disposed of the Special Leave Petition of the Company and directed that the records of the departmental appeal be transferred to the Supreme Court and both the Appeals i.e. Departmental Appeal as well as Civil Appeal of the Company be heard together by the Supreme Court. Based on merits of the case and the legal opinion obtained, the management believes that the Company has a strong case and it has been carrying adequate provisions for contingencies in the Books of Account in this matter and does not require any further provisioning. The Company has obtained legal opinion from a leading Law firm in India having expertise on Indirect tax matters which states that the Company has a strong case in its favour and the provision made in respect of the above matter is adequate. Given the complexity of the matter and considering the views expressed by the law firm, the Audit Committee considers that the current provisioning in the books is adequate based on the best possible estimate.
	(i) Management's estimation on the impact of audit qualification: Based on merits of the case and the legal opinion obtained, the management believes that the Company has been carrying adequate provisions for contingencies in the Books of Account in this matter and does not require any further provisioning.
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable



	(iii) Auditors' Comments on (i) or (ii) above: Since the matter is pending before the Honorable Supreme Court, we are unable to comment on the adequacy of the provisions made by the management in the books of accounts towards the amount of excise / customs duty payable and the related interest and penalties, if any.
III.	<u>Signatories:</u>  Anand Agarwal CEO & Whole-time Director  Anupam Jindal Chief Financial Officer  Arun Tadarwal Audit Committee Chairman For Price Waterhouse Chartered Accountants LLP Chartered Accountants ICAI Firm Registration Number: 012754N/N500016  Neeraj Sharma Partner Membership Number: 108391 Statutory Auditors Place: Pune Date: April 25, 2018



**Statement on Impact of Audit Qualifications for the Financial Year ended March 31,
2018 – Standalone Financials**
[Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Crores)	Adjusted Figures (audited figures after adjusting for qualifications)*
	1.	Total income	2,930.60	NA
	2.	Total Expenditure	2,563.36	NA
	3.	Net Profit/ (Profit after Tax)	254.68	NA
	4.	Earnings Per Share (Basic)	6.38	NA
	5.	Total Assets	3,383.85	NA
	6.	Total Liabilities	2,313.86	NA
	7.	Net Worth	1,069.99	NA
	8.	Any other financial item(s) (as felt appropriate by the management)	NA	NA

*Based on merits of the case and the legal opinion obtained, the management believes that the Company has been carrying adequate provisions for contingencies in the Books of Account in this matter and does not require any further provisioning.

II. Audit Qualification (each audit qualification separately):

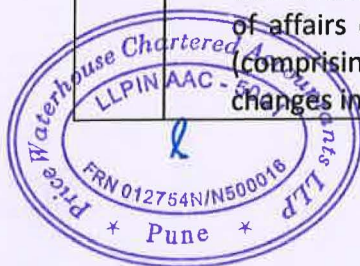
a. Details of Audit Qualification:

Basis for Qualified Opinion

We draw your attention to Note 44 to the standalone Ind AS financial statements, which states that the Company in earlier year received an order of CESTAT upholding a demand of Rs. 188 crores (including penalties but excluding interest) (Rs. 188 crores as at March 31, 2017) in relation to an excise/customs matter. The Company's appeal against this order with the Honorable Supreme Court has been admitted. Based on the current status and legal advice received, the management has recognised a provision amounting to Rs. 4.5 crores as on March 31, 2018 (Rs. 4.5 crores as on March 31, 2017) in respect of this matter based on its best estimate. Pending disposal of the matter by the Honorable Supreme Court, we are unable to comment on the adequacy of the provision made towards the amount of excise / customs duty payable.

Qualified opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the indeterminate effect of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its total comprehensive income (comprising of profit/ loss and other comprehensive income), its cash flows and the changes in equity for the year ended on that date.



	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: ~~Whether appeared first time / repetitive / since how long~~ continuing: Appearing since Financial Year 2003-04.
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor: <u>Management Views to the Qualification</u> The remark of Auditors at basis for Qualified Opinion paragraph of the Auditor's Report over Note No. 44 in Notes to Accounts to the Standalone Ind AS financial statements of the Company regarding demand of excise duty and penalty amounting to Rs. 188 crores is self-explanatory and does not require further comment. In the year 2004-05 CESTAT upheld the demand of Rs. 188 crores and interest thereon for alleged breach of norms pertaining to Export Oriented Unit (EOU). The Company had filed an appeal before the Hon'ble High Court of Bombay against this order. The Department had also made an appeal against the same CESTAT order before the High Court of Bombay. The Company's appeal against this order was dismissed by the Hon'ble High Court on the grounds that appeal is not maintainable in High Court, however without prejudice to the rights of the Company. Subsequently, the Company had filed a Special Leave Petition (SLP) and appeal before the Supreme Court of India which was admitted by the Court. Hon'ble Supreme Court has also maintained the stay granted by Hon'ble High Court. The Hon'ble Supreme Court considering that the departmental appeal against the CESTAT order was still pending before the High Court, disposed of the Special Leave Petition of the Company and directed that the records of the departmental appeal be transferred to the Supreme Court and both the Appeals i.e. Departmental Appeal as well as Civil Appeal of the Company be heard together by the Supreme Court. Based on merits of the case and the legal opinion obtained, the management believes that the Company has a strong case and it has been carrying adequate provisions for contingencies in the Books of Account in this matter and does not require any further provisioning. The Company has obtained legal opinion from a leading Law firm in India having expertise on Indirect tax matters which states that the Company has a strong case in its favour and the provision made in respect of the above matter is adequate. Given the complexity of the matter and considering the views expressed by the law firm, the Audit Committee considers that the current provisioning in the books is adequate based on the best possible estimate.
	(i) Management's estimation on the impact of audit qualification: Based on merits of the case and the legal opinion obtained, the management believes that the Company has been carrying adequate provisions for contingencies in the Books of Account in this matter and does not require any further provisioning.
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable



	(iii) Auditors' Comments on (i) or (ii) above: Since the matter is pending before the Honorable Supreme Court, we are unable to comment on the adequacy of the provisions made by the management in the books of accounts towards the amount of excise / customs duty payable and the related interest and penalties, if any.
III.	<u>Signatories:</u>  Anand Agarwal CEO & Whole-time Director  Anupam Jindal Chief Financial Officer  Arun Todarwal Audit Committee Chairman For Price Waterhouse Chartered Accountants LLP Chartered Accountants ICAI Firm Registration Number: 012754N/N500016  Neeraj Sharma Partner Membership Number: 108391 Statutory Auditors Place: Pune Date: April 25, 2018

