



Bharti Airtel Limited

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

CIN: L74899DL1995PLC070609

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

Statement of Audited Consolidated Financial Results for the quarter ended June 30, 2018

(Rs. Million except per share data)

Particulars	Quarter ended		Year ended	
	June 30, 2018	March 31, 2018	June 30, 2017	March 31, 2018
	Audited	Audited	Audited	Audited
Income				
Revenue	200,800	196,343	219,581	836,879
Other income	997	753	486	2,488
	201,797	197,096	220,067	839,367
Expenses				
Network operating expenses	50,677	48,071	51,612	197,520
Access charges	21,355	20,288	25,016	90,446
License fee / spectrum charges (revenue share)	16,972	17,476	20,820	75,558
Employee benefits expense	9,656	9,949	10,147	39,771
Sales and marketing expenses	12,952	14,118	15,365	55,766
Other expenses	21,930	17,142	19,037	77,027
	133,542	127,044	141,997	536,088
Profit from operating activities before depreciation, amortisation and exceptional items	68,255	70,052	78,070	303,279
Depreciation and amortisation	51,452	48,991	48,192	192,431
Finance costs	25,498	23,902	22,039	93,255
Finance income	(4,232)	(5,609)	(3,765)	(12,540)
Non-operating expenses / (income), (net)	40	188	(357)	141
Share of results of joint ventures and associates	(1,653)	(1,836)	(2,855)	(10,609)
(Loss) / profit before exceptional items and tax	(2,850)	4,416	14,816	40,601
Exceptional items	3,621	3,247	503	7,931
(Loss) / profit before tax	(6,471)	1,169	14,313	32,670
Tax (credit) / expense				
Current tax	7,176	1,622	9,394	18,230
Deferred tax	(18,443)	(4,643)	(1,258)	(7,395)
Profit for the period / year	4,796	4,190	6,177	21,835
Other comprehensive income ("OCI")				
Items to be reclassified subsequently to profit or loss :				
- Net (losses) / gains due to foreign currency translation differences	(6,009)	(3,306)	2,479	(7,181)
- Net losses on net investment hedge	(1,496)	(3,525)	(1,072)	(8,024)
- Net (losses) / gains on cash flow hedge	(507)	599	(34)	809
- Net (losses) / gains on fair value through OCI investments	(24)	102	6	129
- Tax credit / (charge)	163	(121)	(168)	(122)
Items not to be reclassified to profit or loss :				
- Re-measurement gains / (losses) on defined benefit plans	86	13	(71)	205
- Share of OCI of joint ventures and associates	(1)	23	(2)	18
- Tax (charge) / credit	(55)	(17)	19	(29)
Other comprehensive (loss) / income for the period / year	(7,843)	(6,232)	1,157	(14,195)
Total comprehensive (loss) / income for the period / year	(3,047)	(2,042)	7,334	7,640
Profit for the period / year attributable to :				
Owners of the Parent	4,796	4,190	6,177	21,835
Non-controlling interests	973	829	3,673	10,990
	3,823	3,361	2,504	10,845
Other comprehensive (loss) / income for the period / year attributable to:	(7,843)	(6,232)	1,157	(14,195)
Owners of the Parent	(7,043)	(5,750)	1,176	(13,445)
Non-controlling interests	(800)	(482)	(19)	(750)
Total comprehensive (loss) / income for the period / year attributable to :	(3,047)	(2,042)	7,334	7,640
Owners of the Parent	(6,070)	(4,921)	4,849	(2,455)
Non-controlling interests	3,023	2,879	2,485	10,095
Paid-up equity share capital (Face value : Rs. 5/- each)	19,987	19,987	19,987	19,987
Other equity	673,889	675,357	659,271	675,357
Earnings per share (Face value : Rs. 5/- each)				
Basic	0.24	0.21	0.92	2.75
Diluted	0.24	0.21	0.92	2.75



Audited Consolidated Segment-wise Revenue, Results, Assets and Liabilities for the quarter ended June 30, 2018

(Rs. Million)

Particulars	Quarter ended			Year ended
	June 30, 2018	March 31, 2018	June 30, 2017	March 31, 2018
	Audited	Audited	Audited	Audited
1. Segment Revenue				
- Mobile Services India	104,803	103,532	129,146	462,639
- Mobile Services Africa	52,844	49,712	48,528	201,564
- Mobile Services South Asia	1,060	1,033	972	4,045
- Airtel Business	29,923	28,282	27,872	113,566
- Tower Infrastructure Services	16,949	16,739	15,982	66,284
- Homes Services	5,745	6,042	6,703	25,265
- Digital TV Services	9,924	9,585	8,974	37,570
- Others	373	1,004	1,020	4,009
Total segment revenue	221,621	215,929	239,197	914,942
Less: Inter-segment eliminations *	20,821	19,586	19,616	78,063
Total revenue	200,800	196,343	219,581	836,879
2. Segment Results ^				
(Loss) / profit before net finance costs, non-operating expenses / (income) - (net), exceptional items and tax				
- Mobile Services India	(8,780)	(4,822)	12,606	20,835
- Mobile Services Africa	11,839	10,599	5,084	34,951
- Mobile Services South Asia	(331)	(611)	(564)	(1,550)
- Airtel Business	7,435	8,439	6,522	31,198
- Tower Infrastructure Services	8,004	8,435	8,213	33,477
- Homes Services	1,030	1,149	1,351	4,720
- Digital TV Services	2,084	1,538	1,038	5,306
- Others	(1,857)	(672)	(594)	(2,705)
Total segment results	19,424	24,055	33,656	126,233
- Unallocated	(387)	(28)	(363)	(1,679)
Total	19,037	24,027	33,293	124,553
Less:				
(i) Inter-segment eliminations *	581	1,130	560	3,096
(ii) Net finance costs	21,266	18,293	18,274	80,715
(iii) Non-operating expenses / (income), (net)	40	188	(357)	141
(iv) Exceptional items	3,621	3,247	503	7,931
(Loss) / Profit before tax	(6,471)	1,169	14,313	32,670
3. Segment Assets ^				
- Mobile Services India	1,607,541	1,515,169	1,380,031	1,515,169
- Mobile Services Africa	538,205	507,281	525,454	507,281
- Mobile Services South Asia	7,136	6,839	6,051	6,839
- Airtel Business	135,352	155,687	114,691	155,687
- Tower Infrastructure Services	205,743	199,273	188,351	199,273
- Homes Services	44,709	44,251	48,141	44,251
- Digital TV Services	26,023	26,120	24,243	26,120
- Others	38,306	39,261	28,841	39,261
Total segment assets	2,603,015	2,493,881	2,315,803	2,493,881
- Unallocated	96,667	88,578	90,935	88,578
- Inter-segment eliminations	(81,146)	(76,643)	(77,467)	(76,643)
Total assets	2,618,536	2,505,816	2,329,271	2,505,816
4. Segment Liabilities				
- Mobile Services India	383,694	317,043	339,180	317,043
- Mobile Services Africa	107,952	115,039	124,723	115,039
- Mobile Services South Asia	2,885	2,622	2,770	2,622
- Airtel Business	81,414	76,378	48,638	76,378
- Tower Infrastructure Services	24,008	22,400	21,975	22,400
- Homes Services	20,961	19,866	16,776	19,866
- Digital TV Services	32,278	33,964	29,355	33,964
- Others	7,758	8,328	4,875	8,328
Total segment liabilities	660,950	595,640	588,292	595,640
- Unallocated	1,257,941	1,210,172	1,085,411	1,210,172
- Inter-segment eliminations	(85,242)	(83,479)	(94,678)	(83,479)
Total liabilities	1,833,649	1,722,333	1,579,025	1,722,333

* Includes accounting policy alignment

^ Includes share of results / net assets of joint ventures and associates



Notes to the Audited Consolidated Financial Results

1. The said financial results for the quarter ended June 30, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on July 26, 2018.
2. The above financial results are extracted from the Audited Interim Condensed Consolidated Financial Statements of the Group, which are prepared in accordance with Indian Accounting Standards ('Ind AS') as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. The said financial results represent results of the Group, and it's share in the results of joint ventures and associates.
3. During the quarter ended June 30, 2018, the Company has completed the acquisition of Telenor (India) Communications Private Limited by merging it with the Company under section 230 to section 232 of the Companies Act, 2013.
4. During the quarter ended June 30, 2018, the Group has entered into a scheme of amalgamation for the merger of Indus Towers Limited with Bharti Infratel Limited. The said transaction is subject to requisite regulatory approvals and other closing conditions.
5. Effective April 1, 2018, there are certain changes in segment, which mainly related to certain investments in joint venture / associate being now reported under 'Others' segment, which were earlier included in 'Mobile Service Africa' / 'Mobile Service South Asia' segment. Accordingly, the historical periods have been restated for the said segmental changes to make them comparable.
6. Effective April 1, 2018, the Group adopted Ind AS 115, 'Revenue from Contracts with Customers' basis the cumulative effect method applied to the contracts that were not completed as of April 1, 2018. Accordingly, the comparatives have not been restated. The effect on adoption of the said standard was insignificant on these results.
7. Exceptional items during the quarter ended June 30, 2018 comprises of (i) charge of Rs. 1,645 Mn towards operating costs on network re-farming and up-gradation program; (ii) charge of Rs. 501 Mn due to levies and taxes pertaining to internal restructuring and litigation related assessment; (iii) charge of Rs. 1,475 Mn towards integration related cost incurred pertaining to the business combination consummated during the quarter. Net tax credit on the above exceptional items and deferred tax asset pertaining to one of the subsidiary recognised in this quarter aggregates to Rs. 8,777 Mn. The impact for non-controlling interests on the above exceptional items is credit of Rs.1,180 Mn.
8. On January 8, 2013, the Department of Telecommunications ('DoT') issued a demand on the Company and one of its subsidiaries for Rs. 52,013 Mn towards levy of one time spectrum charge, which was further revised on June 27, 2018 to Rs. 84,140 Mn. Based on a petition filed by the Company, the Hon'ble High Court of Bombay, through its order dated January 28, 2013, has directed DoT to respond and not to take any coercive action until the next date of hearing. The Company, based on independent legal opinions, till date has not given any effect to the above demand.
9. Previous period / year figures have been re-grouped, wherever necessary to conform to current period's classification.

For Bharti Airtel Limited



Gopal Vittal
Managing Director and CEO (India & South Asia)
DIN: 02291778

New Delhi
July 26, 2018

Notes:

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



**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS
TO THE BOARD OF DIRECTORS OF
BHARTI AIRTEL LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of **Bharti Airtel Limited** ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), and its share of the profit/(loss) of its associates and joint ventures for the quarter ended June 30, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Interim Condensed Consolidated Financial Statements which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such Interim Condensed Consolidated Financial Statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us and the audit evidence obtained by other auditor in terms of their report referred to in paragraph 5 below, is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the report of the other auditor referred to in paragraph 5 below, the Statement:



a. includes the results of the following entities:

1	Bharti Airtel Limited		
	Subsidiaries		
2	Bharti Airtel Services Limited	42	Airtel Mobile Commerce Zambia Limited
3	Bharti Hexacom Limited	43	Airtel Money RDC S.A.
4	Bharti Infratel Limited	44	Airtel Money Niger S.A.
5	Bharti Telemedia Limited	45	Airtel Money S.A. (Gabon)
6	Airtel Payments Bank Limited	46	Airtel Networks Limited
7	Telesonic Networks Limited	47	Airtel Networks Zambia Plc
8	Nxtra Data Limited	48	Airtel Rwanda Limited
9	Wynk Limited	49	Airtel Uganda Limited
10	Indo Teleports Limited	50	Airtel Tchad S.A.
11	Nettle Infrastructure Investments Limited	51	Airtel Tanzania Public Limited Company(Formerly known as Airtel Tanzania Limited)
12	SmarTx Services Limited	52	Bharti Airtel Africa B.V.
13	Bharti Airtel (France) SAS	53	Bharti Airtel Burkina Faso Holdings B.V.
14	Bharti Airtel (Hong Kong) Limited	54	Bharti Airtel Chad Holdings B.V.
15	Bharti Airtel (Japan) Private Limited	55	Bharti Airtel Congo Holdings B.V.
16	Bharti Airtel (UK) Limited	56	Bharti Airtel Developers Forum Limited
17	Bharti Airtel (USA) Limited	57	Bharti Airtel Gabon Holdings B.V.
18	Bharti Airtel Mali Holdings B.V.	58	Bharti Airtel Kenya B.V.
19	Bharti Airtel International (Netherlands) B.V.	59	Bharti Airtel Kenya Holdings B.V.
20	Bharti Airtel Lanka (Private) Limited	60	Bharti Airtel Madagascar Holdings B.V.
21	Bharti International (Singapore) Pte Ltd	61	Bharti Airtel Malawi Holdings B.V.
22	Network i2i Ltd.	62	Bharti Airtel International (Mauritius) Limited
23	Africa Towers N.V.	63	Bharti Airtel Niger Holdings B.V.
24	Airtel (Seychelles) Limited	64	Bharti Airtel Nigeria B.V.
25	Airtel Congo S.A	65	Bharti Airtel Nigeria Holdings II B.V.
26	Airtel Gabon S.A.	66	Bharti Airtel RDC Holdings B.V.
27	Airtel Madagascar S.A.	67	Bharti Airtel Services B.V.
28	Airtel Mobile Commerce (Seychelles) Limited	68	Bharti Airtel Tanzania B.V.
29	Airtel Mobile Commerce B.V.	69	Bharti Airtel Uganda Holdings B.V.
30	Airtel Mobile Commerce Holdings B.V.	70	Bharti Airtel Zambia Holdings B.V.
31	Airtel Mobile Commerce Kenya Limited	71	Celtel (Mauritius) Holdings Limited
32	Airtel Mobile Commerce Limited, Malawi	72	Airtel Congo RDC S.A.
33	Airtel Mobile Commerce Madagascar S.A.	73	Celtel Niger S.A.
34	Airtel Mobile Commerce Rwanda Limited	74	Channel Sea Management Co (Mauritius) Limited
35	Airtel Malawi Limited	75	Congo RDC Towers S.A.
36	Indian Ocean Telecom Limited	76	Airtel Mobile Commerce Tanzania Limited
37	Madagascar Towers S.A.	77	Airtel Mobile Commerce Tchad SARL
38	Montana International	78	Airtel Mobile Commerce Uganda Limited
39	Partnership Investments S.A.R.L.	79	Bharti Airtel Rwanda Holdings Limited
40	Tanzania Towers Limited	80	Airtel Money Transfer Ltd
41	Malawi Towers Limited	81	Airtel Money Tanzania Limited

82	Mobile Commerce Congo S.A.	88	Bharti Airtel Overseas (Mauritius) limited \$
83	Gabon Towers S.A. *	89	Airtel Africa Mauritius Limited \$
84	Africa Towers Services Limited *	90	Bharti Airtel Holding (Mauritius) Limited \$
85	Airtel Mobile Commerce Nigeria Limited	91	Bharti Airtel International (Mauritius) Investments Limited
86	Airtel Networks Kenya Limited @	92	Tigo Rwanda Limited
87	Société Malgache de Telephonie Cellulaire SA	93	Bharti Digital Networks Private Limited (formerly known as Tikona Digital Networks Private Limited)
	Joint Ventures and Associates (including their subsidiaries)		
94	Bridge Mobile Pte Limited	100	Seychelles Cable Systems Company Limited
95	Indus Towers Limited	101	Robi Axiata Limited
96	FireFly Networks Limited	102	Seynse Technologies Private Limited
97	Bharti Airtel Ghana Holdings B.V.	103	Mobile Financial Services Limited
98	Airtel Mobile Commerce Ghana Limited	104	Millicom Ghana Company Limited
99	Airtel Ghana Limited	105	Juggernaut Books Private Limited

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

* Under dissolution

\$ Acquired / Incorporated during the quarter ended June 30, 2018


- b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- c. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the profit, total comprehensive loss and other financial information of the Group, its associates and joint ventures for the quarter ended June 30, 2018.
4. We draw attention to Note 8 of the Statement, which describes the uncertainties related to the legal outcome of Department of Telecommunications demand with respect to one time spectrum charges. Our opinion is not modified in respect of this matter.
5. The consolidated financial results includes the Group's share of profit of Rs. 2,639 Million and total comprehensive income of Rs. 2,639 Million for the quarter ended June 30, 2018, as considered in the consolidated financial results in respect of Indus Towers Limited (joint venture) whose interim financial statements have not been audited by us. These interim financial statements have been audited by other auditor

**Deloitte
Haskins & Sells LLP**

whose report has been furnished to us by the management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this joint venture is based solely on the report of the other auditor.

Our opinion on the Statement is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditor.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Hemant M. Joshi
Partner
(Membership No. 38019)

Place: New Delhi
Date: July 26, 2018