



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 and six months ended September 30, 2018

(Rs. Millions; except per share data)

Particulars	Quarter ended			Six months ended		Year ended
	September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017	March 31, 2018
	Audited	Audited	Audited	Audited	Audited	Audited
Income						
Revenue	204,225	200,800	217,769	405,025	437,350	836,879
Other income	694	997	553	1,691	1,039	2,488
	204,919	201,797	218,322	406,716	438,389	839,367
Expenses						
Network operating expenses	56,062	50,677	50,472	106,739	102,084	197,520
Access charges	23,294	21,355	25,603	44,649	50,619	90,446
License fee / spectrum charges	17,697	16,972	19,720	34,669	40,540	75,558
Employee benefits expense	9,360	9,656	10,089	19,016	20,236	39,771
Sales and marketing expenses	12,912	12,952	14,104	25,864	29,469	55,766
Other expenses	22,465	21,930	18,561	44,395	37,598	77,027
	141,790	133,547	138,549	275,332	280,546	536,088
Profit from operating activities before depreciation, amortisation and exceptional items	63,129	68,255	79,773	131,384	157,843	303,279
Depreciation and amortisation	52,366	51,452	46,873	103,818	95,065	192,431
Finance costs	33,034	25,498	24,916	58,524	45,572	93,255
Finance income	(3,177)	(4,232)	(1,650)	(7,401)	(4,032)	(12,540)
Non-operating expenses / (income), (net)	1,074	40	308	1,114	(49)	141
Share of results of joint ventures and associates	(1,633)	(1,653)	(3,652)	(3,286)	(6,512)	(10,609)
(Loss) / profit before exceptional items and tax	(18,535)	(2,850)	12,988	(21,385)	27,804	40,601
Exceptional items (net)	1,446	3,621	1,786	5,070	2,289	7,931
(Loss) / profit before tax	(19,904)	(6,471)	11,202	(26,455)	25,515	32,670
Tax expense / (credit)						
Current tax	3,850	7,176	4,794	11,026	14,188	18,230
Deferred tax	(26,326)	(18,443)	547	(44,769)	(711)	(7,395)
Profit for the period / year	2,492	4,796	5,861	7,288	12,038	21,835
Other comprehensive income ('OCI')						
Items to be reclassified subsequently to profit or loss :						
- Net (losses) / gains due to foreign currency translation differences	(2,271)	(6,009)	639	(8,280)	3,118	(7,181)
- Net losses on net investment hedge	(4,328)	(1,496)	(1,870)	(5,824)	(2,942)	(8,024)
- Net (losses) / gains on cash flow hedge	(148)	(507)	(3)	(655)	(37)	809
- Net (losses) / gains on fair value through OCI investments	(20)	(24)	36	(44)	42	129
- Tax credit / (charge)	364	163	79	527	(89)	(122)
Items not to be reclassified to profit or loss :						
- Re-measurement gains / (losses) on defined benefit plans	55	86	37	141	(34)	205
- Tax (charge) / credit	(16)	(55)	(8)	(71)	11	(29)
- Share of OCI of joint ventures and associates	(0)	(1)	(1)	(1)	(3)	18
Other comprehensive (loss) / income for the period / year	(6,364)	(7,843)	(1,091)	(14,207)	66	(14,195)
Total comprehensive (loss) / income for the period / year	(3,872)	(3,047)	4,770	(6,919)	12,104	7,640
Profit for the period / year attributable to :						
Owners of the Parent	1,188	973	3,430	2,161	7,103	10,990
Non-controlling interests	1,304	3,823	2,431	5,127	4,935	10,845
Other comprehensive (loss) / income for the period / year attributable to:	(6,364)	(7,843)	(1,091)	(14,207)	66	(14,195)
Owners of the Parent	(7,356)	(7,043)	(846)	(14,399)	330	(13,445)
Non-controlling interests	992	(800)	(245)	192	(264)	(750)
Total comprehensive (loss) / income for the period / year attributable to :	(3,872)	(3,047)	4,770	(6,919)	12,104	7,640
Owners of the Parent	(6,166)	(6,070)	2,594	(12,238)	7,433	(2,455)
Non-controlling interests	2,296	3,023	2,186	5,319	4,671	10,095
Paid up equity share capital (Face value : Rs. 5/- each)	19,987	19,987	19,987	19,987	19,987	19,987
Other equity	668,817	673,889	675,704	668,817	675,704	675,357
Earnings per share (Face value : Rs. 5/- each)						
Basic	0.30	0.24	0.86	0.54	1.78	2.75
Diluted	0.30	0.24	0.86	0.54	1.78	2.75



Particulars	As of	
	September 30, 2018	March 31, 2018
	Audited	Audited
Assets		
Non-current assets		
Property, plant and equipment	783,584	706,079
Capital work-in-progress	86,226	52,089
Goodwill	345,422	328,070
Other intangible assets	860,574	837,855
Intangible assets under development	21,130	45,423
Investment in joint ventures and associates	79,251	86,839
Financial assets		
- Investments	6,176	5,769
- Derivative instruments	2,223	2,031
- Security deposits	10,948	9,703
- Others	5,344	5,814
Income tax assets (net)	28,320	25,505
Deferred tax assets (net)	73,564	29,330
Other non-current assets	50,293	36,319
	2,353,055	2,170,826
Current assets		
Inventories	730	693
Financial assets		
- Investments	56,744	68,978
- Derivative instruments	7,437	8,941
- Trade receivables	50,480	58,830
- Cash and cash equivalents	41,671	49,552
- Other bank balances	19,715	17,154
- Others	22,194	27,462
Other current assets	138,477	103,380
	337,448	334,990
Total assets	2,690,503	2,505,816
Equity and liabilities		
Equity		
Share capital	19,987	19,987
Other equity	668,817	675,357
Equity attributable to equity holders of the Parent	688,804	695,344
Non-controlling interests	75,192	88,139
	763,996	783,483
Non-current liabilities		
Financial liabilities		
- Borrowings	923,230	849,420
- Derivative instruments	8,929	5,409
- Others	47,658	44,547
Deferred revenue	20,923	22,117
Provisions	6,632	7,212
Deferred tax liabilities (net)	5,292	10,606
Other non-current liabilities	560	623
	1,013,224	939,934
Current liabilities		
Financial liabilities		
- Borrowings	227,733	129,569
- Current maturities of long-term borrowings	121,723	134,346
- Derivative instruments	93	283
- Trade payables	306,509	268,096
- Others	152,117	140,605
Deferred revenue	48,207	48,666
Provisions	2,344	2,384
Current tax liabilities (net)	9,564	11,058
Other current liabilities	44,993	47,392
	913,283	782,399
Total liabilities	1,926,507	1,722,333
Total equity and liabilities	2,690,503	2,505,816



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

Particulars	(Rs. Millions)					
	Quarter ended			Six months ended		Year ended
	September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017	March 31, 2018
	Audited	Audited	Audited	Audited	Audited	Audited
1. Segment Revenue						
- Mobile Services India	102,522	104,803	122,451	207,325	251,597	462,639
- Mobile Services Africa	56,472	52,844	52,029	109,316	100,557	201,564
- Mobile Services South Asia	1,122	1,060	1,027	2,182	1,999	4,045
- Airtel Business	33,458	29,923	28,313	63,381	56,185	113,566
- Tower Infrastructure Services	17,206	16,949	16,614	34,155	32,596	66,204
- Homes Services	5,607	5,745	6,368	11,352	13,071	25,265
- Digital TV Services	10,242	9,924	9,369	20,166	18,343	37,570
- Others	529	373	972	902	1,992	4,009
Total segment revenue	227,158	221,621	237,143	448,779	476,340	914,942
Less: inter-segment eliminations *	22,933	20,821	19,374	43,754	38,990	78,063
Total revenue	204,225	200,800	217,769	405,025	437,350	836,879
2. Segment Results ^						
(Loss) / profit before net finance costs, non-operating expenses / (income) - (net), exceptional items and tax						
- Mobile Services India	(15,917)	(8,780)	11,380	(24,697)	23,986	20,835
- Mobile Services Africa	13,548	11,839	8,453	25,387	13,536	34,952
- Mobile Services South Asia	(271)	(331)	(334)	(602)	(700)	(1,550)
- Airtel Business	7,741	7,435	7,276	15,176	13,799	31,198
- Tower Infrastructure Services	7,587	8,004	8,354	15,591	16,567	33,477
- Homes Services	1,082	1,030	1,090	2,112	2,441	4,720
- Digital TV Services	1,905	2,084	1,230	3,989	2,268	5,306
- Others	(836)	(1,857)	(251)	(2,693)	(1,043)	(2,705)
Total	14,839	19,424	37,198	34,263	70,854	126,233
- Unallocated	(674)	(387)	(378)	(1,061)	(741)	(1,679)
- Inter-segment eliminations *	(1,769)	(581)	(258)	(2,350)	(818)	(3,096)
Total segment results	12,396	18,456	36,562	30,852	69,295	121,458
Less:						
(i) Net finance costs	29,857	21,266	23,266	51,123	41,540	80,715
(ii) Non-operating expenses / (income), (net)	1,074	40	308	1,114	(49)	141
(iii) Exceptional items (net)	1,449	3,621	1,786	5,070	2,289	7,931
(Loss) / profit before tax	(19,984)	(6,471)	11,202	(26,455)	25,515	32,670
3. Segment Assets ^						
- Mobile Services India	1,663,896	1,607,541	1,483,924	1,663,896	1,483,924	1,515,169
- Mobile Services Africa	548,485	538,205	528,203	548,485	528,203	507,281
- Mobile Services South Asia	7,356	7,136	6,187	7,356	6,187	6,839
- Airtel Business	149,249	135,352	109,351	149,249	109,351	155,687
- Tower Infrastructure Services	176,746	205,743	186,583	176,746	186,583	199,273
- Homes Services	44,290	44,709	46,511	44,290	46,511	44,251
- Digital TV Services	27,594	26,023	25,907	27,594	25,907	26,120
- Others	43,767	38,306	30,758	43,767	30,758	39,261
Total segment assets	2,661,383	2,603,015	2,417,424	2,661,383	2,417,424	2,493,881
- Unallocated	113,068	96,667	78,468	113,068	78,468	88,578
- Inter-segment eliminations*	(83,948)	(81,146)	(76,948)	(83,948)	(76,948)	(76,643)
Total assets	2,690,503	2,618,536	2,418,944	2,690,503	2,418,944	2,505,816
4. Segment Liabilities						
- Mobile Services India	409,599	383,694	370,385	409,599	370,385	317,043
- Mobile Services Africa	102,038	107,952	129,212	102,038	129,212	115,039
- Mobile Services South Asia	2,735	2,885	2,816	2,735	2,816	2,622
- Airtel Business	90,212	81,414	41,336	90,212	41,336	76,378
- Tower Infrastructure Services	23,577	24,008	22,644	23,577	22,644	22,400
- Homes Services	18,614	20,961	16,211	18,614	16,211	19,866
- Digital TV Services	33,937	32,278	32,798	33,937	32,798	33,964
- Others	11,016	7,758	6,017	11,016	6,017	8,328
Total segment liabilities	691,728	660,950	621,419	691,728	621,419	595,640
- Unallocated	1,326,655	1,257,941	1,120,304	1,326,655	1,120,304	1,210,172
- Inter-segment eliminations*	(91,876)	(85,242)	(93,967)	(91,876)	(93,967)	(83,479)
Total liabilities	1,926,507	1,833,649	1,647,756	1,926,507	1,647,756	1,722,333

* Includes accounting policy alignment

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



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Notes to the Audited Consolidated Financial Results

1. The said financial results for the quarter and six months ended September 30, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on October 25, 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 its share in the results of joint ventures and associates.
3. During the quarter ended September 30, 2018, the Group has sold 15% stake in Bharti Telemedia Limited, a subsidiary of the Company. The excess of proceeds over the change in non-controlling interests, amounting to Rs. 19,064 Mn has been recognised directly in equity.
4. During the quarter ended September 30, 2018, Bharti Airtel International (Netherlands) B.V., a subsidiary of the Company, has invited the holders of its Euro 1,000 Mn 4% senior notes due in December 2018 ('Notes') to submit tenders latest by October 26, 2018. The said notes will be redeemed at par and interest accrued then outstanding. The said offer is subject to terms and conditions as listed in the Offer Memorandum. Subsequent to the balance sheet date, Notes amounting to Euro 37.2 Mn (principal amount) tendered under this offer have been accepted by the Group.
5. During the quarter ended September 30, 2018, the Group further acquired 7.95% equity stake in Airtel Gabon S.A. and 8.41% equity stake in Airtel Networks Limited, subsidiaries of the Company, thereby, increasing its shareholding to 97.95% and 91.66%. The excess of consideration paid to non-controlling interests over the carrying value of the interests acquired of Rs. 5,758 Mn has been recognised in equity.
6. Subsequent to the balance sheet date, certain leading global investors have agreed to invest USD 1.25 billion in Airtel Africa Limited, a subsidiary of the Company and holding entity of Africa operations of the Group, through a primary equity issuance.
7. Exceptional items during the quarter ended September 30, 2018 comprises mainly a charge of Rs. 1,556 Mn towards operating costs on network re-farming and up-gradation program. Net tax credit on the exceptional items, deferred tax asset pertaining to one of the subsidiary recognised in this quarter and re-assessment of tax provisions aggregates to Rs. 11,587 Mn. The impact for non-controlling interests on the above exceptional items is Rs.700 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. The Board of Directors at its meeting held on October 25, 2018, has declared interim dividend for the financial year 2018-19 of Rs. 2.50/- per equity share (face value : Rs. 5/- each).
10. 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

Gurugram
October 25, 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'



Bharti Airtel Limited

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I. Audited Consolidated Financial Results for the quarter and six months ended September 30, 2018

(Rs. Millions; except per share data)

S.No.	Particulars	Quarter ended	Six months ended	Quarter ended
		September 30, 2018	September 30, 2018	September 30, 2017
		Audited	Audited	Audited
1	Total income	204,919	406,716	218,322
2	(Loss) / profit before exceptional items and tax	(18,535)	(21,385)	12,988
3	(Loss) / profit before tax	(19,984)	(26,455)	11,202
4	Profit for the period	2,492	7,288	5,861
5	Total comprehensive (loss) / income for the period	(3,872)	(6,919)	4,770
6	Paid-up equity share capital (Face value : Rs. 5/- each)	19,987	19,987	19,987
7	Other equity	668,817	668,817	675,704
8	Earnings per share (Face value : Rs. 5/- each)			
	a) Basic	0.30	0.54	0.86
	b) Diluted	0.30	0.54	0.86

II. Audited Standalone Financial Results for the quarter and six months ended September 30, 2018

(Rs. Millions)

S.No.	Particulars	Quarter ended	Six months ended	Quarter ended
		September 30, 2018	September 30, 2018	September 30, 2017
		Audited	Audited	Audited
1	Revenue	123,532	247,720	139,801
2	(Loss) / profit before tax	(20,349)	(43,573)	5,358
3	(Loss) / profit for the period	(5,623)	(20,195)	4,945

Note:

The above are extract of the detailed format of Audited Financial Results (Consolidated and Standalone) for the quarter and six months ended September 30, 2018 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended from time to time). The full format of the quarterly financial results are available on the stock exchange websites (www.nseindia.com and www.bseindia.com) and on the Company's website (www.airtel.in).

For Bharti Airtel Limited

Sd/-



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



Gurugram
October 25, 2018

