BHARTI AIRTEL LIMITED

Registered Office: Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase II, New Delhi - 110 070, India Financial results for the second quarter and half year ended September 30, 2012

Bharti Airtel Limited - Audited financial results for the second quarter and half year ended September 30, 2012 as per Indian 1. GAAP (as Stand alone entity)

Part I

ii) Diluted

Profit from ordinary activities after finance costs

(in Rs. Million exci

34,229

7.214

ot per share data)

69,562

15,089

Quarter Ended Quarter Ended Quarter Ended Half Year Ended Half Year Ended Year ended September 30, June 30, September 30 September 30, September 30, March 31, Particulars 2012 2012 2011 2012 2011 2012 Audited Audited Audited Audited Audited Audited 101,650 115,230 109,806 225,036 203,455 416.038 Income from Operations Expenses 36.402 27.731 58.086 (a) Access charges 19 899 16,503 14.238 (b) Employee benefits expenses 3,564 3,640 3,616 7,204 7.486 13.915 (c) Cost of goods sold 99 135 183 29.727 47,714 7,941 12,467 7.586 16,286 14,816 (d) Power and Fuel 8,345 11,916 11,174 24,989 23.514 12,522 (e) Rent 12,209 12,221 24.430 22,796 46.942 (f) License fee and spectrum charges (revenue share) (g) Depreciation and amortisation expense 16,800 16,519 14,256 33,319 28,521 59.160 23,956 97,295 (h) Other operating expenses 24.821 19,713 **82,598** 48 777 39 146 83.034 338,761 191,407 164,145 Total Expenses 94,112 Profit from operations before Other Income, Net 19,052 39,310 77,277 3 17,935 15,694 33,629 Finance Costs, Exceptional Items and Tax (1-2) 7,956 6.423 1,471 14.379 1.819 6.247 4 Other Income Profit from ordinary activities before finance costs 20,523 48,008 41,129 83,524 5 25,891 22,117 and exceptional items (3+4) 3,369 5,459 4,691 8,818 6,900 13.962 6 Finance Costs

7	but before exceptional items	22,532	16,658	15,832	39,190	34,229	69,562
8	Exceptional items			-			
9	Profit (+) /Loss(-) from ordinary activities before Tax	22,532	16,658	15,832	39,190	34,229	69,562
10	Tax Expense	4.616	1.958	2.757	6.574	6,832	12,262
11	Net profit (+)/ loss(-) from Ordinary Activities after tax	17,916	14,700	13,075	32,616	27,397	57,300
12	Extraordinary items (net of tax expenses)	-					
13	Profit (+)/ Loss (-) for the period / year	17,916	14,700	13,075	32,616	27,397	57,300
14	Paid-up equity share capital (Face value Rs 5/- each)	18.988	18,988	18,988	18,988	18,988	18.988
15	Reserves excluding revaluation reserves including employee stock option outstanding (Refer Note 3 below)	508,355	490.023	449,685	608 365	449,685	476,287
16	Earnings per share (Face value Rs.5/- each) (in Rs.) a. Basic and diluted EPS before Extraordinary items						
	i) Basic	4.718	3.871	3.443	8.589	7.214	15.089
	ii) Diluted	4.718	3 871	3.443	8.589	7.214	15 089
1	b. Basic and diluted EPS after Extraordinary items						
	i) Basic	4.718	3 871	3.443	8.589	7.214	15.089

16,658

3 871

15,832

3.443

39,190

8.589

22,532

4.718

Part II							
S. No.	Particulars	Quarter Ended September 30.	Quarter Ended June 30	Quarter Ended September 30	Half Year Ended September 30	Half Year Ended September 30	Year ended March 31
3: 110:	Faluculais	2012	2012	2011	2012	2011	2012
		Audited	Audited	Audited	Audited	Audited	Audited
A	Particulars of Shareholding						
1	Public Shareholding						
	a. Number of shares	1,196,402,920	1.196,402.920	1.202,592,443	1,196,402.920	1.202,592,443	1,196,402,920
	b. Percentage of shareholding	31.50%	31.50%	31.67%	31.50%	31.67%	31.50%
	Promoters and Promoter Group Shareholding a) Pledged/ Encumbered						
	- Number of Shares	Nii	Nil	Nil	Nit	Nil	Nil
	Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	₩il	Nil	Nil	Mil	Mil	Nil
	 Percentage of Shares (as a % of the total share capital of the Company) 	Nil	Mil	Mil	Nil	Mil	Nii
	b) Hon-encumbered - Number of Shares	2,601,127,176	2,601,127.176	2,594,937,653	2,601,127.176	2.594,937,653	2,601.127,176
	 Percentage of Shares (as a % of the total shareholding of the promoter and promoter group) 	100%	100%	100%	100%	100%	100%
	 Percentage of Shares (as a % of the total share capital of the Company) 	68.50%	68.50%	68.33%	68.50%	68.33%	68.50%

S.No	Particulars	Quarter Ended September 30 2012
В	Status of investor complaints as on September 30, 2012 is as follows:	
	Complaints pending as on July 1, 2012	Nil
	Complaints received during the quarter	3
	Complaints resolved during the quarter	2
	Complaints pending as on September 30, 2012	1

2. Segment Reporting - Prepared as per Indian GAAP (as Stand alone entity)

(In Re Million)

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Particulars	Quarter Ended September 30	Quarter Ended June 30	Quarter Ended September 30.	Half Year Ended September 30	Half Year Ended September 30,	Year ended March 31
	2012	2012	2011	2012	2011	2012
	Audited	Audited	Audited	Audited	Audited	Audited
1. Segment Revenue						
Net sales/income from each segment						
a) Mobile Services	101.272	96.955	89,366	198,227	179,070	367,156
b) Telemedia Services	9.434	9,347	9.417	18,781	18.772	36,867
c) Airtel Business [©]	12,847	10.955	10,148	23,802	19.858	40,763
d) Unallocated ⁵	-	-	-			-
Total	123,553	117,257	108,930	240,810	217,700	444,785
Less: Inter Segment Eliminations	8,323	7,451	7,280	15,774	14,245	28,747
Net sales/Income	115,230	109,806	101.650	225,036	203,455	416,038
2. Segment Results Profit/(Loss) before tax and interest from each segment						
a) Mobile Services	19.665	14,698	17.846	34,363	37,942	77,945
b) Telemedia Services	1,885	1,211	2,009	3,096	4 230	7,006
c) Airtel Business [©]	347	394	(442)	741	(231)	(840)
d) Unallocated * 5	(1,425)	4,845	441	3,420	(1 885)	(3,512)
Total	20,472	21,148	19,854	41,620	40,056	80,599
Less, Inter Segment Eliminations		-	-	-	-	
Total profit/(loss) before tax and Net Finance Costs	20,472	21,148	19,854	41,620	40,056	80,599
Less:						
Net Finance Costs	(2,060)	4,490	4.022	2,430	5,827	11,037
Total profit before tax	22,532	16,658	15,832	39,190	34,229	69,562
3. Capital Employed						
(Segment assets - Segment liabilities) *				274.244	200 211	500 455
a) Mobile Services	274,811	277,456	302,811	274,811	302.811	303,152
b) Telemedia Services	42.189	42,535	45,256	42,189	45,256	43,602
c) Airtel Business [©]	17.867	20,071	15.458	17,857	15,458	22,413
d} Unallocated ** \$	171.819	147,363	87.197	171,819	87,197	103,898
Total	506,676	487,425	450,722	506,676	450,722	473,065

^{*}Excludes inter segment assets and liabilities.

Notes to accounts

- 1. Notes to the consolidated financial statements form part of the notes to the standalone financial results.
- 2. During the quarter ended September 30, 2012, the Company was awarded a favorable order by the TDSAT in respect of an outstanding dispute pertaining to inter-connect agreements. The Company, based on the TDSAT judgment and independent legal opinion, has recognized revenues of Rs 5,600 Mn, resulting in higher profit before tax and net profit of Rs 3,286 Mn and Rs 2,306 Mn respectively in the current quarter, relating to previous periods.
- 3. Previous year's/period's figures have been regrouped / rearranged, wherever required.
- 4. Reserves and surplus as at September 30, 2012 include Rs 2,739 million for the Company, towards employee stock option outstanding account (net of the related deferred cost) of the Company.
- 5. Audited statement of assets and liabilities as per IGAAP (as a standalone entity) in terms of clause 41 of the listing agreement is as follows:

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^{**} Includes borrowings for 3G and BWA licenses of Rs 54,750 mn, Rs 61,099 mn and Rs 61,117 mn, as at September 30, 2012 & June 30, 2012, September 30, 2011 and March 31, 2012, respectively.

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

s Earlier reported as 'Others'.

[®] Previously known as Enterprise Services.

On Re Million

			(In Rs Million)			
		As of				
	Particulars	September 30	March 31			
334	Paniculais	2012	2012			
	7	Audited	Audited			
A	 EQUITY AND LIABILITIES					
1	Shareholders' Funds					
'	a) Share capital	18,988	18,988			
	b) Reserves and surplus	508.376	475,308			
	b) Neserves and surplus	527,364	494,296			
2	Non- Current Liabilities	327,304				
2.	a) Long-term borrowings	93.388	82.338			
	b) Defered tax liabilities (Net)	9.638	8,367			
	c) Other long term liabilities	32.849	25,184			
	d) Long term provisions	1,447	1,405			
	d) Long term provisions	137,322	117,294			
3	Current Liabilities	131,322	117,234			
J		34.252	58,956			
	a) Short-term borrowings	51.092	45,121			
	b) Trade payables	113 950	82,000			
	c) Other current liabilities					
	d) Short term provisions	3,410	5,570			
		202,704	191,647			
	Total Equity and Liabilities	867,390	803,237			
	,					
В	ASSETS					
1	Non-current assets					
	a) Fixed Assets	452.881	449,073			
	b) Non current investments	255.518	118.041			
	c) Long- term loans and advances	89.347	84,817			
	d) Other non-current assets	9 992	10,870			
	-,,,,,,,,,,	807,738	662,801			
2	Current Assets					
	a) Current investments	933	5,337			
	b) Inventories	394	321			
	c) Trade receivables	23.556	21,345			
	d) Cash and cash equivalents	3,724	4,812			
	e) Short-term loans and advances	16,006	98,101			
	f) Other current assets	15.039	10,520			
	•	59,652	140,436			
	Total Assets	867,390	803,237			

For Bharti Airtel Limited

For Bharti Airtel Limited

Sunil Bharti Mittal Chairman and Managing Director Sanjay Kapoor CEO (India & South Asia)

New Delhi November 7, 2012

"Bharti Airtel", or "the Company", wherever stated stands for Bharti Airtel Limited. For more details on the financial results, please visit our website www.airtel.in

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