



Reliance

Anil Dhirubhai Ambani Group

Media Release

**RELIANCE COMMUNICATIONS VENTURES LTD.
ANNOUNCES PROFORMA CONSOLIDATED Q3 FINANCIALS**

REVENUES OF Rs 3,327 CRORE (US\$ 749 MILLION)

EBITDA OF Rs 848 CRORE (US\$ 190 MILLION)

CASH PROFIT OF Rs 720 CRORE (US\$ 162 MILLION)

NET PROFIT OF Rs 310 CRORE (US\$ 70 MILLION)

Mumbai, February 21, 2006: Reliance Communications Ventures Ltd. (RCVL), one of the four Reliance – Anil Dhirubhai Ambani Group companies formed on the reorganization of the Reliance group, today announced unaudited proforma consolidated results for the latest quarter ended December 31, 2005.

The highlights of financial performance are:

- **Total revenues of Rs 3,327 crore (US\$ 749 million)**
- **EBITDA of Rs 848 crore (US\$ 190 million)**
- **Cash profit of Rs 720 crore (US\$ 162 million)**
- **Net profit of Rs 310 crore (US\$ 70 million)**

The net profit of Rs. 310 crore (US\$ 70 million) for Q3 ended December 31, 2005, compares with a net loss of Rs. 250 crore (US\$ 56 million) for Q1 ended June 30, 2005, being the period prior to the announcement of restructuring and demerger of the Reliance group.

These proforma numbers are based on financial performance of all companies in the RCVL group, including inter alia Reliance Infocomm Ltd., Reliance Communications Infrastructure Ltd., FLAG Telecom, and Reliance Telecom (prior to adjustment for minority interests).

As the company was not in existence in the financial year 2004-05, there are no comparable figures for the preceding year.

RCVL is not yet a listed company, and to that extent, disclosure of quarterly financial results is statutorily not required to be made.



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This disclosure is voluntarily being made to uphold the highest standards of transparency and corporate governance, for the benefit of over 20 lakh Reliance investors, who have become RCVL shareholders, as a result of the scheme of arrangement of Reliance Industries Ltd. (RIL) approved by the Hon'ble High Court of Judicature at Bombay in December 2005.

As already announced, RCVL is expected to be listed on the BSE and NSE in the week beginning March 6, 2006, subject to regulatory and other approvals.

Proforma Consolidated Results of RCVL:

(in Rs crore)

	Q1 FY06	Q2 FY06	Q3 FY06
Total Revenues	2,540	2,787	3,327
Access and IUC	714	819	832
Total Operating Expenses	1,518	1,390	1,449
Licence Fee	141	162	198
Total Cost	2,373	2,371	2,479
EBITDA	167	416	848
Net Interest	35	54	128
Depreciation & Amortisation	376	379	398
Cash Profit from Operations	132	362	720
PBT	-244	-17	322
Tax	6	1	12
PAT	-250	-18	310