## **Reliance Communications Limited**

Anil Dhirubhai Ambani Group website: www.rcom.co.in

Regd. Office: H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai 400710

Unaudited Financial Results (Standalone) for the Quarter and Six months ended 30th September, 2009

(Rs. In Lakh - Except EPS and Share Data)

No.   Particulars   Particu		(Rs. In Lakh - Except EPS and Share Date						
1 a) Net Income from Operations   30.58-p-96   30.58-p-		Particulars	Quarter ended		Six months ended		Previous Accounting Year ended	
1   0) Net Income from Operations   303,227   318,030   603,860   636,677   1,258,37   1,000   7,4655   1,000   1	NO.		30-Sep-09	30-Sep-08	30-Sep-09	30-Sep-08		
Total Income			Unaudited	Unaudited	Unaudited	Unaudited	Audited	
Potential common	1	a) Net Income from Operations	303,237	318,030	603,850	635,677	1,258,379	
2   Expenditure		b) Other Operating Income	2,552	36,535	5,103	74,685	102,679	
a) Access Charges b) License Fee c) Employee Cost d) Passive Infrastructure Charges d) Passive Infrastructure Charges d) Passive Infrastructure Charges e) Depreciation and Amortisation 21,303 52,756 76,935 105,999 110,306 1) Other Expenses 78,237 9,815 115,511 186,767 110,006 1) Other Expenses 78,237 9,815 115,511 186,767 110,006 11		Total Income	305,789	354,565	608,953	710,362	1,361,058	
b) License Fee 24,979 26,784 51,194 51,764 104,000 c) Employee Cost 15,263 21,001 34,812 43,888 75,849 61,851 43,888 75,849 61,851 43,888 75,849 61,851 43,888 75,849 61,851 43,888 75,849 61,851 43,889 75,849 61,851 43,889 75,849 61,851 43,8	2	Expenditure						
c) Employee Cost		a) Access Charges	51,467	51,419	98,575	112,362	232,506	
d) Passive Infrastructure Charges   96,342   37,540   186,394   76,148   186,894   0) Depreciation and Amortisation   21,303   52,756   76,935   105,699   193,337   10,000		b) License Fee	24,979	26,784	51,194	51,784	104,922	
e) Depreciation and Amortisation   21,303   52,766   76,935   105,699   193,33     f) Other Expenses   79,237   98,851   175,511   186,767   415,24     g) Total   289,591   289,591   623,421   578,648   1,208,61     c) Total   79,701   79,701   79,648   1,208,61     d) Other Income   311   153   16,854   262   8,44     d) Other Income   312   46,47   46,47   46,47     d) Other Income   312   46,47   46,47   46,47     d) Other Income   32,297   11,968   47,774   25,212   82,312   441,11     d) Other Income   32,297   11,968   47,774   25,212   82,312   441,11     d) Other Income   32,297   11,968   46,774   25,212   82,312   441,11     d) Other Income   32,297   11,968   46,774   25,212   81,612   40,44     d) Other Income   32,297   11,968   46,774   25,212   81,612   40,44     d) Other Income   47,774   46,774   25,212   81,612   40,44     d) Other Income   47,774   46,774   47,		c) Employee Cost	16,263	21,601	34,812	43,888	75,835	
1) Other Expenses		d) Passive Infrastructure Charges	96,342	37,540	186,394	78,148	186,811	
9) Total 289.591 288.851 623.421 578.648 1.208.61  3 Profit from Operations before Other Income, Financial Charges and Exceptional Items (1-2) 1.108.61  4 Other Income 311 153 16.854 262 8.44  5 Amortisation of Compensation under Employee Stock Cybion Ostume 6.6467 . 12.864 7.  6 Profit before Financial Charges and Exceptional Items (1-2) 1.108.61  6 Profit before Financial Charges and Exceptional Items (1-2) 1.108.61  7 Profit before Financial Charges and Exceptional Items (1-2-4-56) 1.108.61  8 Profit tree Financial Charges but before Exceptional Items (1-2-4-56) 1.108.61  9 Profit after Financial Charges but before Exceptional Items (1-2-4-56) 1.108.61  10 Exceptional Charges (Net) 1.108.61  10 Exceptional Charges (Net) 1.108.61  10 Exceptional Charges (Net) 1.108.61  11 Profit trom Ordinary Activities before Exceptional Items (1-2-4-56) 1.108.61  12 Exceptional Charges (Net) 1.108.61  13 Exceptional Charges (Net) 1.108.61  14 Extended Profit Intom Ordinary Activities after Tax (11-12) 1.117.881  15 Expenses (10.000) 1.500 1.700  16 Profit from Ordinary Activities after Tax (11-12) 1.117.881  16 Profit from Ordinary Activities after Tax (11-12) 1.117.881  17 Expenses (10.000) 1.500 1.700  18 Profit from Ordinary Activities after Tax (11-12) 1.117.881  19 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  11 Expenses (10.000) 1.500 1.108.61  12 Expenses (10.000) 1.500 1.108.61  13 Expenses (11-12) 1.108.61  14 Expenses (11-12) 1.108.61  15 Profit from Ordinary Activities after Tax (11-12) 1.117.881  16 Profit from Ordinary Activities after Tax (11-12) 1.117.881  17 Expenses (11-12) 1.117.881  18 Expenses (11-12) 1.117.881  19 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  11 Expenses (11-12) 1.118.881  12 Expenses (11-12) 1.118.881  1		e) Depreciation and Amortisation	21,303	52,756	76,935	105,699	193,352	
9) Total 289.591 288.851 623.421 578.648 1.208.61  3 Profit from Operations before Other Income, Financial Charges and Exceptional Items (1-2) 1.108.61  4 Other Income 311 153 16.854 262 8.44  5 Amortisation of Compensation under Employee Stock Cybion Ostume 6.6467 . 12.864 7.  6 Profit before Financial Charges and Exceptional Items (1-2) 1.108.61  6 Profit before Financial Charges and Exceptional Items (1-2) 1.108.61  7 Profit before Financial Charges and Exceptional Items (1-2-4-56) 1.108.61  8 Profit tree Financial Charges but before Exceptional Items (1-2-4-56) 1.108.61  9 Profit after Financial Charges but before Exceptional Items (1-2-4-56) 1.108.61  10 Exceptional Charges (Net) 1.108.61  10 Exceptional Charges (Net) 1.108.61  10 Exceptional Charges (Net) 1.108.61  11 Profit trom Ordinary Activities before Exceptional Items (1-2-4-56) 1.108.61  12 Exceptional Charges (Net) 1.108.61  13 Exceptional Charges (Net) 1.108.61  14 Extended Profit Intom Ordinary Activities after Tax (11-12) 1.117.881  15 Expenses (10.000) 1.500 1.700  16 Profit from Ordinary Activities after Tax (11-12) 1.117.881  16 Profit from Ordinary Activities after Tax (11-12) 1.117.881  17 Expenses (10.000) 1.500 1.700  18 Profit from Ordinary Activities after Tax (11-12) 1.117.881  19 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  11 Expenses (10.000) 1.500 1.108.61  12 Expenses (10.000) 1.500 1.108.61  13 Expenses (11-12) 1.108.61  14 Expenses (11-12) 1.108.61  15 Profit from Ordinary Activities after Tax (11-12) 1.117.881  16 Profit from Ordinary Activities after Tax (11-12) 1.117.881  17 Expenses (11-12) 1.117.881  18 Expenses (11-12) 1.117.881  19 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  10 Profit from Ordinary Activities after Tax (11-12) 1.117.881  11 Expenses (11-12) 1.118.881  12 Expenses (11-12) 1.118.881  1		f) Other Expenses	79.237	98.851	175.511	186.767	415,244	
Profit from Operations before Other Income, Financial Charges and Exceptional Items (1-2)   152,34   16,854   131,714   152,34   16,854   262   8,44   16,856   16,856   16,856   262   8,44   16,856		, ,	· ·	·				
Charges and Exceptional Items (1-2)   311   153   16.884   262   8.44	3		·			-		
5         Amortisation of Compensation under Employee Stock         -         6,467         -         12,864         7.           6         Profit or transfer of OFC division by way of demerger         -			·	-				
Profit on transfer of OFC division by way of demerger			311		16,854		8,409	
Profit before Financial Charges and Exceptional Items (2.45-6.5)   34.297   11,926   (22,926)   36,800   25.21   36,800		Option Scheme	-	6,467	-	12,864	747	
1, 34-5-6  19, 19, 19, 19, 19, 19, 19, 19, 19, 19,	6	, ,	-	-	-	-	306,327	
Profit after Financial Charges but before Exceptional (17,788)   47,374   25,212   32,312   441,11	7		16,509	59,300	2,386	119,112	466,377	
17,769   47,374   23,212   32,312   431,111	8		34,297	11,926	(22,826)	36,800	25,275	
In Final Final Charges	9	•	(17,788)	47,374	25,212	82,312	441,102	
11   Profit from Ordinary Activities before Tax (9 + 10)   (17,788)   47,374   25,212   82,312   481,55   21   Tax Expenses   (6,000)   500   700   1.2   23   Profit from Ordinary Activities after Tax (11 - 12)   (11,788)   46,874   25,212   81,612   480,24   24   Extraordinary Items (net of tax expense)			-	-	-	-	40,400	
12   Tax Expenses   (6,000)   500   700   1.2.     13   Profit from Ordinary Activities after Tax (11 - 12)   (11,788)   46,874   25,212   81,612   480,21     14   Extraordinary Items (net of tax expense)   (11,788)   46,874   25,212   81,612   480,21     15   New Profit for the period (13 - 14)   (11,788)   46,874   25,212   81,612   480,21     16   Paid-up Equity Share Capital (Face Value of Rs.5 each)   103,201   103,201   103,201   103,201   103,201     17   Paid-up Debt Capital   300,000   300,			(17.788)	47.374	25.212	82.312	40,403 <b>481,505</b>	
14 Extraordinary Items (net of tax expense)							1,240	
15   Net Profit for the period (13 - 14)			(11,788)	46,874	25,212	81,612	480,265	
Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year   5,065,82     Basic Reserves excluding Revaluation Reserve   4,456   - 4,456   - 665     Debenture Redemption Reserve   4,456   - 665     Debet Equity Redemption Reserve   4,456   - 665     Debet			(11,788)	46,874	25,212	81,612	480,265	
Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year   5,065,82     Debenture Redemption Reserve   4,456   - 4,456   - 66     Dearning per Share (EPS) (not annualised)   - 227   1.22   3.95   23.2     ii) Diluted (Rs.)   (0.57)   2.27   1.22   3.95   23.2     iii) Diluted (Rs.)   (0.55)   2.10   1.17   3.65   22.2     Debt Equity Ratio (Refer Note 6)   0.49   0.86   0.6     22 Debt Service Coverage Ratio (DSCR) (Refer Note 6)   0.14   0.39   2.5     Interest Service Coverage Ratio (ISCR) (Refer Note 6)   1.35   3.22   6.6     Public Shareholding   - 25   - 25     Number of Shares   67,66,85,821   699,215,821   67,66,85,821   699,215,821   674,165,82     Percentage of Shareholding   32,78%   33.88%   32.78%   33.88%   32.66     Promoters and Promoter Group Shareholding of promoters and Promoter Group)   11.47%   11.47%   19.60     - Percentage of Shares (as a % of the total share capital of the company)   - Percentage of Shares (as a % of the total share capital of the company)   88.53%   88.53%   80.40     - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   88.53%   88.53%   80.40     - Percentage of Shares (as a % of the total share capital of promoters and Promoter Group)   - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   88.53%   88.53%   80.40     - Percentage of Shares (as a % of the total share capital of Promoter Group)   - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)   - Percentage of Shares	16	Paid-up Equity Share Capital (Face Value of Rs.5 each)	103,201	103,201	103,201	103,201	103,201	
Sheet of previous accounting year   Sheet of S	17	Paid-up Debt Capital	300,000	-	300,000	-	300,000	
19   Debenture Redemption Reserve   4,456   - 669     20   Earning per Share (EPS) (not annualised)	18						5,065,823	
i) Basic (Rs.) (0.57) 2.27 1.22 3.95 23.3 ii) Diluted (Rs.) (0.55) 2.10 1.17 3.65 22.3 ii) Diluted (Rs.) (Refer Note 6) 0.49 0.86 0.60 2.2 Debt Service Coverage Ratio (DSCR) (Refer Note 6) 0.14 0.39 2.5 ii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0 iii) Diluterest Service Coverage Ratio (ISCR) (Refer Note 6	19	Debenture Redemption Reserve	4,456	-	4,456	-	698	
ii) Diluted (Rs.) (0.55) 2.10 1.17 3.65 22.2  21 Debt Equity Ratio (Refer Note 6) 0.49 0.86 0.6  22 Debt Service Coverage Ratio (DSCR) (Refer Note 6) 0.14 0.39 2.8  23 Interest Service Coverage Ratio (ISCR) (Refer Note 6) 1.35 3.22 6.0  24 Public Shareholding 0.7  Number of Shares 0.7  Percentage of Shareholding 32.78% 33.88% 32.78% 33.88% 32.86  25 Promoters and Promoter Group Shareholding a) 1.59 Promoters and Promoter Group Shareholding 1.47% 0.71% 0.70%	20	Earning per Share (EPS) (not annualised)						
Debt Equity Ratio (Refer Note 6)		i) Basic (Rs.)	(0.57)	2.27	1.22	3.95	23.27	
22   Debt Service Coverage Ratio (DSCR) (Refer Note 6)   0.14   0.39   2.55		ii) Diluted (Rs.)	(0.55)	2.10	1.17	3.65	22.29	
23   Interest Service Coverage Ratio (ISCR) (Refer Note 6)   1.35   3.22   6.00     24   Public Shareholding	21	Debt Equity Ratio (Refer Note 6)			0.49	0.86	0.60	
24 Public Shareholding       67,66,85,821       699,215,821       67,66,85,821       699,215,821       674,165,82         Percentage of Shareholding       32.78%       33.88%       32.78%       33.88%       32.78%       33.88%       32.66         25 Promoters and Promoter Group Shareholding       15,91,81,411       N.A.       15,91,81,411       N.A.       272,345,33         - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)       11.47%       11.47%       19.60         - Percentage of Shares (as a % of the total share capital of the company)       7.71%       7.71%       13.19         b) Non -encumbered       122,81,59,649       N.A.       122,81,59,649       N.A.       1,117,515,72         - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)       88.53%       88.53%       80.40         - Percentage of Shares (as a % of the total share capital of the total share capital of the company)       59,50%       59,50%       59,50%	22	Debt Service Coverage Ratio (DSCR) (Refer Note 6)			0.14	0.39	2.55	
Number of Shares   67,66,85,821   699,215,821   67,66,85,821   699,215,821   674,165,82     Percentage of Shareholding   32.78%   33.88%   32.78%   33.88%   32.66     25 Promoters and Promoter Group Shareholding	23	Interest Service Coverage Ratio (ISCR) (Refer Note 6)			1.35	3.22	6.00	
Percentage of Shareholding   32.78%   33.88%   32.78%   33.88%   32.66	24	Public Shareholding						
25 Promoters and Promoter Group Shareholding a) Pledged / Encumbered (Refer Note 5)  - Number of Shares - Percentage of Shares (as a % of the total share capital of the company) b) Non -encumbered - Number of Shares - Percentage of Shares (as a % of the total share capital of the company) - Percentage of Shares - Percentage of Shares - Percentage of Shares (as a % of the total share capital of the company) - Percentage of Shares - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group) - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group) - Percentage of Shares (as a % of the total share capital of the company) - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group) - Percentage of Shares (as a % of the total share capital 50 50%		Number of Shares	67,66,85,821	699,215,821	67,66,85,821	699,215,821	674,165,821	
a) Pledged / Encumbered (Refer Note 5)  - Number of Shares  - Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital of the company)  b) Non - encumbered  - Number of Shares  - Percentage of Shares ( as a % of the total share holding of promoters and Promoter Group)  - Percentage of Shares  - Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital of Specific Shares)  - Percentage of Shares ( as a % of the total share capital Specific Speci		Percentage of Shareholding	32.78%	33.88%	32.78%	33.88%	32.66%	
- Number of Shares	25	Promoters and Promoter Group Shareholding						
- Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital of the company)  b) Non - encumbered  - Number of Shares  - Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital)  - Percentage of Shares ( as a % of the total share capital)  - Percentage of Shares ( as a % of the total share capital)  - Percentage of Shares ( as a % of the total share capital)		a) Pledged / Encumbered (Refer Note 5)						
of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital of the company)  b) Non - encumbered  - Number of Shares  - Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital 50 506/4 50 50			15,91,81,411	N.A.	15,91,81,411	N.A.	272,345,338	
of the company)  b) Non -encumbered  - Number of Shares  - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares (as a % of the total share capital  - Percentage of Shares (as a % of the total share capital  - Percentage of Shares (as a % of the total share capital			11.47%		11.47%		19.60%	
- Number of Shares 122,81,59,649 N.A. 122,81,59,649 N.A. 1,117,515,72 - Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group) 88.53% 88.53% 80.40 - Percentage of Shares (as a % of the total share capital 50,50% 50		` '	7.71%		7.71%		13.19%	
- Percentage of Shares ( as a % of the total shareholding of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital 50 50%  50 50%  50 50%		b) Non -encumbered						
of promoters and Promoter Group)  - Percentage of Shares ( as a % of the total share capital 50 50%  50 50%  50 50%  50 50%		- Number of Shares	122,81,59,649	N.A.	122,81,59,649	N.A.	1,117,515,722	
			88.53%		88.53%		80.40%	
			59.50%		59.50%		54.15%	

(Rs. In Lakh - Except EPS and Share Data)

SI. No.	Particulars	Quarter ended		Six months ended		Previous Accounting Year ended
		30-Sep-09	30-Sep-08	30-Sep-09	30-Sep-08	31-Mar-09
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
26	Segment Revenue					
	a) Wireless	246,045	272,077	493,715	553,731	1,058,970
	b) Global	94,793	108,688	190,193	205,042	417,958
	c) Broadband	40,978	42,223	82,775	81,333	166,131
	d) Others / Unallocated	(2,488)	153	54	262	8,409
	Total	379,328	423,141	766,737	840,368	1,651,468
	Less: Inter segment revenue	(73,228)	(68,423)	(140,930)	(129,744)	(282,001)
	Net Income from Operations	306,100	354,718	625,807	710,624	1,369,467
27	Segment Results					
	Profit / (Loss) before Tax and Financial Charges from each segment					
	a) Wireless	19,962	36,527	18,039	64,879	93,240
	b) Global	11,667	24,245	16,007	45,488	51,304
	c) Broadband	951	12,585	(976)	25,348	50,623
	d) Others / Unallocated	(16,071)	(7,590)	(30,684)	(3,739)	(34,370)
	Total	16,509	65,767	2,386	131,976	160,797
	Less : Amortisation of Compensation under Employee Stock Option Scheme	-	6,467	-	12,864	747
	Less : Financial Charges (Net)	34,297	11,926	(22,826)	36,800	25,275
	Add : Profit on transfer of OFC division by way of demerger	-	-	-	-	306,327
	Add : Exceptional Items - Financial charges	-	-	-	-	40,403
	Total Profit before Tax	(17,788)	47,374	25,212	82,312	481,505
28	Canital Employed					
∠0	Capital Employed (Segment assets - Segment liabilities)					
	a) Wireless	2,763,446	1,807,584	2,763,446	1,807,584	2,977,867
	b) Global	110,777	265,647	110,777	265,647	205,056
	c) Broadband	260,171	317,196	260,171	317,196	
	d) Others / Unallocated	4,505,181	2,348,738	4,505,181	2,348,738	
	Total	7,639,575	4,739,165	7,639,575	4,739,165	8,259,390

## **NOTES**

- 1. Figures of the previous period have been regrouped and reclassified, wherever required.
- Pursuant to the Scheme of Arrangement ("the Scheme") under Section 391 to 394 of the Companies Act, 1956 sanctioned by the Honourable High Court of Bombay on 18<sup>th</sup> July, 2009, the Optic Fiber Undertaking (the Undertaking), as defined in the Scheme, of the Company has been transferred and vested into Reliance Infratel Limited (RITL), a subsidiary of the Company with effect from the Appointed Date as 1<sup>st</sup> April, 2008. The detailed Order of the Court has been received and filed with the Registrar of Companies on 15<sup>th</sup> September, 2009. The Company had, in the interest of providing relevant information, notwithstanding the aforesaid position, already reflected the transactions forming part of the Scheme sanctioned by the said Order in compiling the accounts both for the Year ended on 31st March, 2009 and for the Quarter ended on 30th June, 2009. In addition to the transactions forming part of the Scheme and incorporated in the Accounts, in terms of the Scheme, the expenses recoverable by the Company from RITL, as expenses pertaining to the Undertaking were negotiated and confirmed. Accordingly, Rs. 13,195 lakh was charged to RITL including an amount of Rs. 7,096 lakh pertaining to the Previous Quarter.
- 3. The net profit after tax would have been higher at Rs. 337 lakh for the Quarter ended on 30<sup>th</sup> September, 2009 but for losses of Rs. 12,125 lakh which have been fully provided in the accounts in respect of mark-to-market (MTM) valuation of liabilities and obligations expressed in foreign currency and derivative contracts. Subsequently, these losses have been recouped as a result of favourable changes in foreign exchange rates after 30<sup>th</sup> September, 2009. Similarly, the net profit after tax would have been higher at Rs. 37,337 lakh for the Six Months ended on that date but for such losses.
- 4. During the Quarter, the Company carried out technical/ technology assessment to determine the useful life of some of its telecommunications equipment. The useful life of such telecommunications equipment has been re-assessed and ascertained as 18 years, impacting the provision of depreciation of these assets for the Quarter and the Six Months ended on 30<sup>th</sup> September, 2009. As a result, depreciation charge is lower by Rs. 37,600 lakh for the Quarter and Six Months ended on 30<sup>th</sup> September, 2009. The accounting treatment so determined is fully in accordance with the applicable provisions of the Companies Act, 1956.
- 5. The Promoter Group has revoked pledge on all Shares in the Company on 16<sup>th</sup> October, 2009 and at present, none of the Shares held by the Promoter Group are under pledge.
- 6. Formula used for the computation of ratios:
  - i ) Debt Equity Ratio = Debt/ Equity;
  - ii ) Debt Service Coverage Ratio (DSCR) = Earnings before interest, tax/ (Interest + Principal repayment);
  - iii ) Interest Service Coverage Ratio (ISCR) = Earnings before interest, tax/ (Interest expense)
- 7. The Company is operating with Wireless, Broadband, Global, Investments and Others/ Unallocated segments. Accordingly, segment wise information has been given. This is in line with the requirement of AS 17 "Segment Reporting".
- 8. No complaint from Investors was pending for redressal at the beginning and end of the Quarter. During the Quarter, 78 complaints were received and all the complaints were resolved.
- 9. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on 31st October, 2009, and the same have been subjected to Limited Review by the Statutory Auditors of the Company.

For Reliance Communications Limited

Place: Mumbai
Date: 31<sup>st</sup> October, 2009 **Anil D. Ambani Chairman**