

Reliance Communications Limited
 website: www.rcom.co.in
 Regd. Office : H Block, 1st Floor , Dhirubhai Ambani Knowledge City, Navi Mumbai 400710
 CIN - L45309MH2004 PLC147531

Unaudited Financial Results (Consolidated) for the Quarter and Half year ended September 30, 2014

PART I		(₹ in Crore)					
Sl. No.	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-14	30-Jun-14	30-Sep-13	30-Sep-14	30-Sep-13	31-Mar-14
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net Income from Operations	5,091	5,290	5,266	10,381	10,512	20,940
	(b) Other Operating Income	196	64	95	260	164	298
	Total Income from Operations	5,287	5,354	5,361	10,641	10,676	21,238
2	Expenses						
	(a) Access Charges	731	686	656	1,417	1,321	2,791
	(b) License Fee	254	311	295	565	592	1,203
	(c) Employee Cost	237	275	224	512	466	1,025
	(d) Depreciation and Amortisation	943	931	937	1,874	1,820	4,535
	(e) Other Expenses	2,354	2,388	2,332	4,742	4,839	9,576
	Total Expenses	4,519	4,591	4,444	9,110	9,038	19,130
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)	768	763	917	1,531	1,638	2,108
4	Other Income	116	169	474	285	571	1,083
5	Profit before Finance Costs and Exceptional Items (3 + 4)	884	932	1,391	1,816	2,209	3,191
6	Finance Costs (net)	670	767	676	1,437	1,363	3,019
7	Profit after Finance Costs but before Exceptional Items (5 - 6)	214	165	715	379	846	172
8	Exceptional Items	-	-	-	-	-	-
9	Prior Period Adjustment	-	-	-	-	-	56
10	Profit from Ordinary Activities before Tax (7 - 8 - 9)	214	165	715	379	846	116
11	Tax Expenses	2	1	1	3	2	(1,021)
12	Net Profit from ordinary Activities (10 - 11)	212	164	714	376	844	1,137
13	Share of Profit/(Loss) of Associates	(1)	-	(1)	(1)	(2)	(2)
14	Share of Minority Interest	60	32	40	92	63	92
15	Net Profit after Taxes, Minority Interest and share of profit / (loss) of Associates (12 - 13 - 14)	153	132	675	285	783	1,047
16	Paid-up Equity Share Capital (Face Value of Rs. 5 each) (Refer Note 4)	1,191	1,021	1,032	1,191	1,032	1,021
17	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	-	30,768
18	Earnings per Share (EPS) before and after Extraordinary Items (not annualised)						
	- Basic (Rs.)	0.64	0.64	3.27	1.27	3.79	5.07
	- Diluted (Rs.)	0.63	0.64	3.27	1.27	3.79	5.07
19	Debt Equity Ratio (Refer Note 6)				1.04	1.27	1.29
20	Debt Service Coverage Ratio (DSCR) (Refer Note 6)				0.93	1.07	1.07
21	Interest Service Coverage Ratio (ISCR) (Refer Note 6)				2.56	2.93	2.77

PART II							
Select Information							
Sl. No.	Particulars	Quarter ended			Half year ended		Year ended
		30/Sep/2014	30/Jun/2014	30/Sep/2013	30/Sep/2014	30/Sep/2013	31/Mar/2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
A	Particulars of Shareholding						
1	Public Shareholding						
	Number of Shares	1,003,003,901	664,717,704	664,718,324	1,003,003,901	664,718,324	664,717,704
	Percentage of Shareholding	41.75%	32.20%	32.20%	41.75%	32.20%	32.20%
2	Promoters and Promoter Group Shareholding						
	(a) Pledged / Encumbered						
	- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
	- Percentage of Shares (as a % of the total share capital of the company)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
	(b) Non -encumbered						
	- Number of Shares	1,399,309,177	1,399,309,177	1,399,308,557	1,399,309,177	1,399,308,557	1,399,309,177
	- Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of Shares (as a % of the total share capital of the company)	58.25%	67.80%	67.80%	58.25%	67.80%	67.80%
B	Investor Complaints						
	Particulars				Quarter ended 30-Sept-2014		
	Pending at the beginning of the quarter				Nil		
	Received during the quarter				7		
	Disposed off during the quarter				7		
	Remaining unresolved at the end of the quarter				Nil		
Segment wise Revenue, Results and Capital Employed (₹ in Crore)							
Sl. No.	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-14	30-Jun-14	30-Sep-13	30-Sep-14	30-Sep-13	31-Mar-14
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue						
	(a) India Operation	4,680	4,718	4,624	9,398	9,283	18,569
	(b) Global Operation	1,007	1,073	1,139	2,080	2,270	4,621
	Total	5,687	5,791	5,763	11,478	11,553	23,190
	Less: Inter segment revenue	(284)	(268)	(369)	(552)	(747)	(1,310)
	Income from Operations	5,403	5,523	5,394	10,926	10,806	21,880
2	Segment Results						
	Profit / (Loss) before Tax and Finance Cost from each segment						
	(a) India Operation	854	883	840	1,737	1,524	2,385
	(b) Global Operation	30	49	110	79	244	365
	Total	884	932	950	1,816	1,768	2,750
	Add : Unallocable Revenue	-	-	441	-	441	441
	Less : Finance Costs (net)	670	767	676	1,437	1,363	3,019
	Less : Exceptional Items	-	-	-	-	-	-
	Less : Prior Period Adjustment	-	-	-	-	-	56
	Total Profit before Tax	214	165	715	379	846	116
3	Capital Employed						
	(Segment assets - Segment liabilities)						
	(a) India Operation	66,819	66,006	65,337	66,819	65,337	66,133
	(b) Global Operation	7,565	7,290	10,733	7,565	10,733	7,401
	(c) Others/ Unallocable	2,978	1,670	2,376	2,978	2,376	1,646
	Total	77,362	74,966	78,446	77,362	78,446	75,180

Consolidated Statement of Assets and Liabilities		(₹ in Crore)	
	Particulars	As at	As at
		30-Sep-14	31-Mar-14
		Unaudited	Audited
A	Equity and Liabilities		
1	Shareholders' Funds		
	(a) Share Capital	1,191	1,021
	(b) Reserves and Surplus (Net of Rs. 380 crore relating to *)	35,522	31,388
	(c) Money Received against Warrants	650	-
	Sub-total - Shareholders' Funds	37,363	32,409
2	Minority Interest	838	743
3	Non Current Liabilities		
	(a) Long Term Borrowings	25,059	27,913
	(b) Deferred Tax Liabilities (Net)	1,803	1,803
	(c) Other Long Term Liabilities	863	915
	(d) Long Term Provisions	1,057	1,031
	Sub-total - Non Current Liabilities	28,782	31,662
4	Current Liabilities		
	(a) Short Term Borrowings	6,780	8,909
	(b) Trade Payables	4,459	3,516
	(c) Other Current Liabilities	13,346	11,856
	(d) Short Term Provisions	1,244	1,257
	Sub-total - Current Liabilities	25,829	25,538
	Total Equity and Liabilities	92,812	90,352
B	Assets		
1	Non Current Assets		
	(a) Fixed Assets	64,943	66,443
	(b) Goodwill on Consolidation	5,387	5,300
	(c) Non Current Investments	123	118
	(d) Deferred Tax Asset (net)	1,488	1,488
	(e) Long Term Loans and Advances	4,194	3,542
	(f) Other Non Current Assets	83	84
	Sub-total - Non Current Assets	76,218	76,975
2	Current Assets		
	(a) Current Investments	1,065	605
	(b) Inventories	356	415
	(c) Trade Receivables	3,900	3,919
	(d) Cash and Cash Balances	1,354	504
	(e) Short Term Loans and Advances	7,465	5,828
	(f) Other Current Assets	2,454	2,106
	Sub-total - Current Assets	16,594	13,377
	Total Assets	92,812	90,352

* - 21,279,000 nos of equity shares held by ESOS Trust

Notes

1. Figures of the previous period have been regrouped and reclassified, wherever required.
2. Pursuant to the Schemes of Arrangement ("the Schemes") sanctioned by the Hon'ble High Court of Judicature at Bombay, variation on account of changes in exchange rates including amortisation of the balance in "Foreign Currency Monetary Item Translation Difference Account (FCMITDA)" and depreciation consequent to addition of exchange differences to the cost of capitalised assets aggregating to ₹ 233 crore and ₹ 440 crore during the quarter and half year ended on September 30, 2014 respectively are withdrawable from General Reserve. These withdrawable items are not considered in the accounts for the quarter and half year ended on September 30, 2014 and consequently no withdrawal has been made. The necessary effects, if any, will be carried out at the year end. Consequently, reported Reserve and surplus, current liabilities, fixed assets and current assets would have been ₹ 35,082 crore, ₹ 25,837 crore, ₹ 64,734 crore and ₹ 16,607 crore respectively as at September 30, 2014. The Company has, as permitted under the said Schemes, adjusted additional depreciation of ₹ 294 crore and ₹ 588 crore, arising on fair value of the assets, for the quarter and half year ended on September 30, 2014 respectively by withdrawing an equivalent amount from General Reserve.
3. Pursuant to the Companies Act, 2013 (the Act) becoming effective from April 1, 2014, the Company and a subsidiary company have adopted estimated useful life of fixed assets as stipulated under Schedule II to the Act, except in case of some of its telecommunication equipments, as legally advised and as permitted by the said Schedule, where, based on condition of such telecommunication equipments, regular maintenance schedule, material of construction and past experience the Company has considered useful life of 20 years instead of 18 years and a subsidiary company has considered useful life of optic fiber cables as 35 years instead of 20 years applied hitherto.
4. The paid up share capital of the Company is net of 21,279,000 no. of equity shares, of ₹ 5/- each, ₹ 11 crore being the face value of such equity shares. The Company has consolidated financial statements of the RCOM ESOS Trust as at 31st March, 2014 with Standalone financial results of the Company in terms of SEBI(ESOS and ESPS) Guidelines, 1999 and recent opinion of the Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (ICAI).
5. The Company is operating with India Operations, Global Operations and Others/ Unallocated segments. Accordingly, segment-wise information has been given. This is in line with the requirement of AS 17 "Segment Reporting".
6. Formula used for the computation of ratios:
 - i) Debt Equity Ratio = Debt/ Equity;
 - ii) Debt Service Coverage Ratio (DSCR) = Earnings before depreciation, interest, tax/ (Interest + Principal repayment);

iii) Interest Service Coverage Ratio (ISCR) = Earnings before depreciation, interest, tax/
(Interest expense)

7. The Company has opted to publish consolidated financial results for the year 2014 -15. Standalone financial results, for the quarter and half year ended on September 30, 2014 can be viewed on the website of the Company, National Stock Exchange of India Limited and BSE Limited at www.rcom.co.in, www.nseindia.com and www.bseindia.com respectively.

8. Additional information on standalone basis is as follows:

(₹ in crore)

Particulars	Quarter ended			Six months ended		Year ended
	30-Sept-14	30-Jun-14	30-Sept-13	30-Sept-14	30-Sept-13	31-Mar-14
	Unaudited			Unaudited		Audited
Total Income	2,849	2,820	3,472	5,669	6,453	12,445
Profit/ (Loss) before tax	(571)	(536)	81	(1,107)	(147)	(758)
Profit/ (Loss) after tax	(571)	(536)	81	(1,107)	(147)	730

9. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on November 14, 2014.

For Reliance Communications Limited

Place: Mumbai

Date : November 14, 2014

Anil D. Ambani

Chairman