



**VODAFONE IDEA LIMITED (formerly Idea Cellular Limited)**  
**Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhi Nagar-382011, CIN-L32100GJ1996PLC030976**  
**Audited Consolidated Financial Results for the quarter and year ended 31-March-2021**



(₹ Mn, except per share data)

Particulars	Quarter ended			Year ended	
	31-Mar-21 Refer Note 12	31-Dec-20 Unaudited	31-Mar-20 Refer Note 12	31-Mar-21 Audited	31-Mar-20 Audited
<b>INCOME</b>					
Service Revenue	96,018	108,907	117,343	419,331	449,123
Sale of Trading Goods	9	9	13	51	44
Other Operating Income	49	25	186	140	408
<b>REVENUE FROM OPERATIONS</b>	<b>96,076</b>	<b>108,941</b>	<b>117,542</b>	<b>419,522</b>	<b>449,575</b>
Other Income	402	394	1,662	1,742	10,393
<b>TOTAL INCOME</b>	<b>96,478</b>	<b>109,335</b>	<b>119,204</b>	<b>421,264</b>	<b>459,968</b>
<b>EXPENSES</b>					
Cost of Trading Goods	7	2	18	30	39
Employee Benefit Expenses	4,408	5,070	3,210	20,300	21,643
Network Expenses and IT Outsourcing Costs	21,366	26,143	25,872	95,938	109,916
License Fees and Spectrum Usage Charges	10,407	10,923	13,394	41,295	48,482
Roaming & Access Charges	6,474	16,059	16,100	52,906	59,976
Marketing, Content, Customer Acquisition & Service Costs	6,495	5,060	9,989	25,552	41,073
Finance Costs	47,066	47,874	41,770	179,981	153,920
Depreciation & Amortisation Expenses	58,101	58,241	60,388	236,385	243,564
Other Expenses	2,832	2,822	5,158	14,044	19,321
<b>TOTAL EXPENSES</b>	<b>157,156</b>	<b>172,194</b>	<b>175,899</b>	<b>666,431</b>	<b>697,934</b>
<b>PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS, TAX AND SHARE IN PROFIT / (LOSS) OF JOINT VENTURES AND ASSOCIATE</b>	<b>(60,678)</b>	<b>(62,859)</b>	<b>(56,695)</b>	<b>(245,167)</b>	<b>(237,966)</b>
Add: Share in Profit/(Loss) of Joint Ventures and Associate (net)	(2)	570	678	2,314	3,553
<b>PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX</b>	<b>(60,680)</b>	<b>(62,289)</b>	<b>(56,017)</b>	<b>(242,853)</b>	<b>(234,413)</b>
Exceptional Items (Net) (Refer Note 5)	(9,743)	16,965	(61,409)	(199,681)	(383,557)
<b>PROFIT/ (LOSS) BEFORE TAX</b>	<b>(70,423)</b>	<b>(45,324)</b>	<b>(117,426)</b>	<b>(442,534)</b>	<b>(617,970)</b>
<b>Tax expense:</b>					
- Current tax	(183)	2	(4)	(180)	4
- Deferred tax	(12)	(5)	(987)	(23)	120,807
<b>PROFIT / (LOSS) AFTER TAX</b>	<b>(70,228)</b>	<b>(45,321)</b>	<b>(116,435)</b>	<b>(442,331)</b>	<b>(738,781)</b>
<b>Items not to be reclassified to profit or loss in subsequent periods:</b>					
- Re-measurement gains/ (losses) of defined benefit plans	374	(86)	171	374	(281)
- Income tax effect	3	(1)	(15)	(4)	193
- Group's share in other comprehensive income of joint ventures and associate	-	-	2	(2)	(2)
<b>TOTAL COMPREHENSIVE INCOME/(LOSS)</b>	<b>(69,851)</b>	<b>(45,408)</b>	<b>(116,277)</b>	<b>(441,963)</b>	<b>(738,871)</b>
Paid up Equity Share Capital (Face value ₹ 10 per share)	287,354	287,354	287,354	287,354	287,354
Other Equity				(669,634)	(227,555)
Earnings Per Share for the period (₹)					
- Basic	(2.44)	(1.58)	(4.05)	(15.40)	(27.26)
- Diluted	(2.44)	(1.58)	(4.05)	(15.40)	(27.26)
Debenture Redemption Reserve				4,408	4,408
Networth				(382,280)	59,799
<b>Debt Service Coverage Ratio (DSCR) *</b>				0.45	0.44
<b>Interest Service Coverage Ratio (ISCR) **</b>				0.57	0.57
<b>Debt - Equity Ratio ***</b>				(4.72)	19.23

\* DSCR = [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised + scheduled long term principal repayments(excluding prepayments)]

\*\* ISCR= [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised]

\*\*\* Debt - Equity Ratio = Debt(excluding interest accrued but not due)/ Equity

## Notes

1. The above audited consolidated financial results, as reviewed by the Audit Committee of the Board, were approved and taken on record by the Board of Directors at their meeting held on 30<sup>th</sup> June, 2021.
2. The Hon'ble Supreme Court on 24<sup>th</sup> October, 2019 delivered its judgment on the cross appeals against the Hon'ble TDSAT judgment dated 23<sup>rd</sup> April, 2015, relating to the definition of Adjusted Gross Revenue (AGR Judgment). The order upheld the principal demand, levy of interest, penalty and interest on penalty. On 1<sup>st</sup> September, 2020, vide its judgment, the Hon'ble Supreme Court has inter-alia directed that for the demand raised by the Department of Telecom in respect of the AGR dues based on the judgment of this Court, there shall not be any dispute raised by any of the Telecom Operators and that there shall not be any reassessment; the Telecom Operators shall at the first instance, make the payment of 10% of the total dues as demanded by DoT by 31<sup>st</sup> March, 2021 and thereafter, Telecom Operators to make payment in yearly instalments commencing from 1<sup>st</sup> April, 2021 to 31<sup>st</sup> March, 2031 payable by 31<sup>st</sup> March of every succeeding financial year. As the cumulative amount paid by the Group till date exceeds 10% of the total liability, which the Group believes is as demanded by DoT for the period upto the date of judgment, the next instalment would be payable only by 31<sup>st</sup> March, 2022. Accordingly, the Group has informed DoT that it has paid more than 10 % of the total dues and has complied with Hon'ble Supreme Court order. The Group has also filed affidavit with Hon'ble Supreme Court confirming payment of 10% of the total dues with an undertaking to pay the arrears as per the Court judgement.

On 7<sup>th</sup> January, 2021, the Company has filed a modification application with the Hon'ble Supreme Court requesting them to allow DoT to correct manifest/clerical/arithmetic errors in the computation of AGR demands and carry out the corrections in accordance with law within a reasonable period of time. The matter is yet to be heard. Further, during the quarter, DoT issued additional demands for which the Group has written to the DoT requesting corrections of certain computational errors, admissible pass-through not considered based on the principles laid down in the AGR judgement. The Group is awaiting response from DoT on the same. Accordingly, during the quarter, the Group has continued to recognize its AGR obligations based on the AGR judgment of the Hon'ble Supreme Court, License Agreement, etc.

3. The Group has incurred losses of ₹ 442,331 Mn for the year ended 31<sup>st</sup> March, 2021 and the networth is negative ₹ 382,280 Mn. As at 31<sup>st</sup> March, 2021, the total debt (including interest accrued but not due and AGR liability) of the Group stands at ₹ 1,867,055 Mn. The Group has classified ₹ 85,472 Mn (net of waiver received) from non-current borrowings to current maturities of long-term debt for not meeting certain covenant clauses under the financial agreements for specified financial ratios as at 31<sup>st</sup> March, 2021. Further, as a result of the rating downgrade, certain lenders had asked for increase of interest rates and additional margin money/security against existing facilities. The Group has exchanged correspondences and continues to be in discussion with the lenders for the next steps/waivers. The existing debt (excluding deferred spectrum obligation of ₹ 20,941 Mn for which additional Bank Guarantees of ₹ 9,757 Mn is to be given to avail additional 1 year moratorium) of ₹ 80,454 Mn and the next instalment of the AGR Judgement matter (as mentioned in Note 2 above) are payable by 31<sup>st</sup> March, 2022. Guarantees amounting to ₹ 70,399 Mn are due to expire during the next twelve months. The Group has also written to DoT for deferment of the spectrum payment installment of ₹ 82,117 Mn payable as at 9<sup>th</sup> April, 2022.

The Board of Directors of the Company, at its meeting held on 4<sup>th</sup> September 2020 had approved the fund-raising plan of up to ₹ 250,000 Mn.

There exists material uncertainty relating to the Group's ability to continue as a going concern which is dependent on its ability to raise additional funds as required, successful negotiations with lenders on continued support, refinancing of debts, monetisation of certain assets, outcome of the modification application filed with the Hon'ble Supreme Court and clarity of the next instalment amount, acceptance of its deferment request by DoT and generation of cash flow from operations that it needs to settle / renew its liabilities / guarantees as they fall due. As of date, the Group has met all its debt obligations. Pending the outcome of the above matters, these consolidated financial results have been prepared on a going concern basis.

4. The Group operates only in one reportable segment i.e. Mobility and hence no separate disclosure is required for Segments.

5. Exceptional Items :-

₹ Mn

Particulars	Quarter ended			Year ended	
	31-Mar-21 Refer Note 12	31-Dec-20 Unaudited	31-Mar-20 Refer Note 12	31-Mar-21 Audited	31-Mar-20 Audited
Gain on sale of stake in Indus (Joint Venture)	-	21,189	-	21,189	-
Integration and merger related costs	464	(1,943)	(2,486)	(9,892)	(10,012)
Impact due to cancellation of lease contract on network re-alignment	314	99	881	1,696	2,172
Provision for additional depreciation / impairment of assets	(1,968)	(1,177)	(3,092)	(5,745)	(59,743)
Impairment of Brand <sup>(1)</sup>	(7,246)	-	-	(7,246)	-
Provision for impairment towards investment in associate	-	-	-	-	(1,596)
License fees and SUC on AGR Matter	-	-	(17,836)	(194,405)	(275,143)
One Time Spectrum Charges (including interest)	(1,307)	(1,203)	(38,871)	(5,027)	(38,871)
Others	-	-	(5)	(251)	(364)
<b>Total</b>	<b>(9,743)</b>	<b>16,965</b>	<b>(61,409)</b>	<b>(199,681)</b>	<b>(383,557)</b>

<sup>(1)</sup>Impairment charge basis re-assessment of the usability of the existing Vodafone brand trademarks and logos over its useful life following the launch of a new integrated brand V!

6. Financial results of Vodafone Idea Limited (Standalone) :-

₹ Mn

Particulars	Quarter ended			Year ended	
	31-Mar-21 Refer Note 12	31-Dec-20 Unaudited	31-Mar-20 Refer Note 12	31-Mar-21 Audited	31-Mar-20 Audited
Revenue from Operations	95,309	108,244	116,719	416,727	447,150
Profit / (Loss) before Tax	(70,473)	(67,177)	(119,488)	(463,145)	(622,867)
Net Profit / (Loss) after Tax	(70,265)	(67,177)	(119,488)	(462,937)	(731,315)

7. Details required with regards to the listed unsecured NCD's are as follows:

SL No.	Particulars	Principal Amount	Previous Due Date		Next Due Date	
		(₹ Mn)	Principal	Interest	Principal	Interest
1	Unsecured 7.57% NCD's	15,000	N.A	14-Dec-20	13-Dec-21	13-Dec-21
2	Unsecured 7.77% NCD's	10,000	N.A	4-Jan-21	4-Jan-22	4-Jan-22
3	Unsecured 7.77% NCD's	5,000	N.A	18-Jan-21	17-Jan-22	17-Jan-22
4	Unsecured 8.04% NCD's	20,000	N.A	27-Jan-21	27-Jan-22	27-Jan-22
5	Unsecured 8.03% NCD's	5,000	N.A	1-Feb-21	31-Jan-22	31-Jan-22
6	Unsecured 8.03% NCD's	5,000	N.A	15-Feb-21	14-Feb-22	14-Feb-22
7	Unsecured 10.90% NCD's	15,000	N.A	3-Sep-20	2-Sep-23	3-Sep-21

Interest has been paid on the respective due dates and the principal is not yet due.

The NCD's listed above have currently been rated "CARE B+" with (Outlook: Under Credit Watch with Negative Implications) by CARE. Additionally, its 7.57% NCD (Sl. No.1); 7.77% NCD (Sl. No.3) and 8.03% NCD (Sl. No. 5) issues have been rated as "BWR BB-" with (Outlook: Stable) by Brickworks. The previous rating was "BWR BB-" with (Outlook: Under Rating Watch with Negative Implications).

## 8. Statement of Assets and Liabilities: -

₹ Mn

Particulars	As at March 31, 2021	As at March 31, 2020
<b>A ASSETS</b>		
<b>1 Non-current Assets</b>		
Property, plant and equipment (including RoU Assets)	575,704	663,113
Capital work-in-progress	5,996	10,415
Investment property	-	660
Intangible assets	1,099,200	1,194,592
Intangible assets under development	63	966
Investments accounted for using the equity method	41	15,244
Financial assets		
Other non-current financial assets	77,323	82,459
Deferred tax assets (net)	23	20
Other non-current assets	135,461	134,866
<b>Sub-total non-current assets</b>	<b>1,893,811</b>	<b>2,102,335</b>
<b>2 Current Assets</b>		
Inventories	6	25
Financial assets		
Current investments	-	4,548
Trade receivables	25,070	30,943
Cash and cash equivalents	3,503	3,708
Bank balance other than cash and cash equivalents	18,662	22,922
Loans to joint venture and others	9	9
Other current financial assets	2,117	23,033
Other current assets	90,975	81,673
	<b>140,342</b>	<b>166,861</b>
Assets classified as held for sale (AHFS)	653	-
<b>Sub-total current assets</b>	<b>140,995</b>	<b>166,861</b>
<b>TOTAL – ASSETS</b>	<b>2,034,806</b>	<b>2,269,196</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
Equity share capital	287,354	287,354
Other equity	(669,634)	(227,555)
<b>Sub-total equity</b>	<b>(382,280)</b>	<b>59,799</b>
<b>2 Non-Current Liabilities</b>		
Financial liabilities		
Long term borrowings		
Loans from banks and others	64,846	86,279
Deferred payment obligations	1,509,309	876,525
Trade payables	1,268	6,660
Other non-current financial liabilities	172,819	274,073
Long term provisions	416	3,421
Deferred tax liabilities (net)	22	38
Other non-current liabilities	4,381	4,611
<b>Sub-total non-current liabilities</b>	<b>1,753,061</b>	<b>1,251,607</b>
<b>3 Current Liabilities</b>		
Financial liabilities		
Short term borrowings	-	322
Trade payables	132,757	117,672
Other current financial liabilities	466,819	377,135
Other current liabilities	63,991	462,168
Short term provisions	458	493
<b>Sub-total current liabilities</b>	<b>664,025</b>	<b>957,790</b>
<b>TOTAL – EQUITY AND LIABILITIES</b>	<b>2,034,806</b>	<b>2,269,196</b>

## 9. Statement of Cash Flows:

₹ Mn

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Operating activities</b>		
<b>Loss before tax</b>	<b>(442,534)</b>	<b>(617,970)</b>
<b>Adjustments to reconcile loss before tax to net cash flows</b>		
Share in profit of joint ventures and associate (net)	(2,314)	(3,553)
Depreciation of property, plant and equipment (including RoU Assets) and investment property	145,013	152,080
Amortisation of intangible assets	91,372	91,484
Share-based payment expense (ESOS)	35	(102)
Loss on disposal of property, plant and equipment and intangible assets	5	26
Gain on sale of stake in Indus (Joint Venture)	(21,189)	-
Impact due to cancellation of lease contract on network re-alignment	(1,696)	(2,172)
Accelerated depreciation on account of network re-alignment/re-farming	5,745	59,743
License fees and SUC on AGR	194,405	275,143
One Time Spectrum Charges	5,027	38,871
Impairment of investment in associates	-	1,596
Impairment of Brand	7,246	-
Finance costs (including fair value change in financial instruments)	179,981	153,920
Provision for gratuity and compensated absences	89	(285)
Bad debts / advances written off	3,873	5,332
Allowance for doubtful debts / advances	(437)	(1,960)
Liabilities / provisions no longer required written back	(46)	(229)
Other income	(1,636)	(10,258)
<b>Working capital adjustments</b>		
Decrease/(Increase) in trade receivables	3,136	(807)
Decrease in inventories	19	17
(Increase) in other financial and non-financial assets	(6,836)	(28,067)
Increase/(Decrease) in trade payables	5,522	(10,974)
(Decrease) in other financial and non-financial liabilities	(16,286)	(52,624)
<b>Cash flows from operating activities</b>	<b>148,494</b>	<b>49,211</b>
Income tax refund (including TDS) (net)	7,903	24,064
<b>Net cash flows from operating activities</b>	<b>156,397</b>	<b>73,275</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment and intangible assets (including CWIP and intangible assets under development)	(47,097)	(79,662)
Payment towards Spectrum and Licenses - Upfront payment	(5,747)	-
Payment towards deferred spectrum liability	-	(3,978)
Proceeds from sale of property, plant and equipment and intangible assets	1,782	1,651
Proceeds from sale of stake in Indus (Joint Venture) (net of expenses related to sale of ₹ 170 Mn)	37,472	-
Net sale of current investments	4,952	65,423
Interest received	1,797	5,172
Fixed deposits with banks having maturity of 3 to 12 months	16,477	(16,504)
Dividend received from joint venture (Indus)	1,115	-
<b>Net cash flows from/(used in) investing activities</b>	<b>10,751</b>	<b>(27,898)</b>
<b>Financing activities</b>		
Proceeds from allotment of equity shares under Rights Issue (net of share issue expenses of ₹ 834 Mn)	-	249,164
Payment of interest and finance charges	(28,256)	(152,585)
Repayment of long term borrowings	(43,220)	(40,517)
Proceeds from short term borrowings	-	33,916
Repayment of short term borrowings	(283)	(74,225)
Payment of lease liabilities	(95,555)	(65,940)
<b>Net cash flows (used in) financing activities</b>	<b>(167,314)</b>	<b>(50,187)</b>
<b>Net (decrease) in cash and cash equivalents during the year</b>	<b>(166)</b>	<b>(4,810)</b>
Cash and cash equivalents at the beginning of the year	3,669	7,558
Add: Cash and cash equivalents of VMPL	-	921
<b>Cash and cash equivalents at the end of the year</b>	<b>3,503</b>	<b>3,669</b>

10. The Department of Telecommunications (DoT) conducted auctions for frequency blocks in the 900 and 1800 MHz spectrum bands in March 2021. The Company successfully bid for its spectrum requirements at a total cost of ₹ 19,934 Mn as under:
- 5.8 MHz of 900 MHz spectrum in 2 service areas of Tamilnadu and West Bengal
  - 6 MHz of 1800 MHz spectrum in 3 service areas of Karnataka, Uttar Pradesh (East) and Uttar Pradesh (West)

The validity of the above spectrum is for a 20 year period starting from the effective date as mentioned in the Frequency Assignment Letter for respective service areas. As on 31<sup>st</sup> March, 2021, the Company had not received the frequency assignment letter from DoT. As per the payment options available, the Company has chosen the deferred payment option. The upfront payment amount of ₹ 5,747 Mn under the deferred payment option was paid on 18<sup>th</sup> March, 2021 and recognised as Capital Advances.

11. The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slow down of economic activity. The Ministry of Home Affairs vide order No.40-3/2020 dated 24<sup>th</sup> March, 2020 notified telecommunication services amongst the essential services which continued to operate during the lockdown period. While the customer's ability to recharge, availability of physical recharge, acquisition of new customers as well as network rollout have been somewhat adversely impacted due to the lockdown in most parts of the country, the services to our customers continue without any material disruption. As on the date of these results, the Group based on the internal and external information available and the current indicators, believes that there is no material impact of the pandemic on its overall performance, except as mentioned hereinbefore. However, given the uncertainties associated with the nature and duration of COVID-19, the Group continues to monitor the situation closely and shall take appropriate actions based on material changes (if any).
12. The consolidated financial results for the quarters ended 31<sup>st</sup> March, 2021 and 31<sup>st</sup> March, 2020 respectively are balancing figures between audited results for the full financial year and the published year to date figures upto the third quarter of the respective financial years.
13. Previous period figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

**VODAFONE IDEA LIMITED**

**Date: 30<sup>th</sup> June, 2021**  
**Place: Gurugram**

**Ravinder Takkar**  
**Managing Director & Chief Executive Officer**



**VODAFONE IDEA LIMITED (formerly Idea Cellular Limited)**  
**Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhi Nagar-382011, CIN-L32100GJ1996PLC030976**  
**Audited Financial Results for the quarter and year ended 31-March-2021**



(₹ Mn, except per share data)

Particulars	Quarter ended			Year Ended	
	31-March-21 Refer Note 11	31-December-20 Unaudited	31-March-20 Refer Note 11	31-March-21 Audited	31-March-20 Audited
<b>INCOME</b>					
Service Revenue	95,277	108,214	116,646	416,589	446,827
Sale of trading goods	-	-	-	-	3
Other Operating Income	32	30	73	138	320
<b>REVENUE FROM OPERATIONS</b>	<b>95,309</b>	<b>108,244</b>	<b>116,719</b>	<b>416,727</b>	<b>447,150</b>
Other Income	311	363	1,620	2,584	10,861
<b>TOTAL INCOME</b>	<b>95,620</b>	<b>108,607</b>	<b>118,339</b>	<b>419,311</b>	<b>458,011</b>
<b>EXPENSES</b>					
Cost of Trading Goods	-	-	-	-	3
Employee Benefit Expenses	4,018	4,580	2,793	18,583	19,726
Network Expenses and IT Outsourcing Costs	22,112	27,175	26,030	97,941	109,849
License Fees and Spectrum Usage Charges	10,404	10,923	13,495	41,291	48,476
Roaming & Access Charges	6,474	16,059	16,100	52,906	59,976
Marketing, Content, Customer Acquisition & Service Costs	6,583	5,190	10,147	26,025	41,593
Finance Costs	47,110	47,826	41,732	179,916	153,772
Depreciation & Amortisation Expenses	56,295	56,389	58,479	229,062	238,888
Other Expenses	3,371	3,247	5,294	15,696	21,353
<b>TOTAL EXPENSES</b>	<b>156,367</b>	<b>171,389</b>	<b>174,070</b>	<b>661,420</b>	<b>693,636</b>
<b>PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX</b>	<b>(60,747)</b>	<b>(62,782)</b>	<b>(55,731)</b>	<b>(242,109)</b>	<b>(235,625)</b>
Exceptional Items (net) (Refer Note 5)	(9,726)	(4,395)	(63,757)	(221,036)	(387,242)
<b>PROFIT/(LOSS) BEFORE TAX</b>	<b>(70,473)</b>	<b>(67,177)</b>	<b>(119,488)</b>	<b>(463,145)</b>	<b>(622,867)</b>
<b>Tax expense:</b>					
- Current tax	(208)	-	-	(208)	-
- Deferred tax	-	-	-	-	108,448
<b>NET PROFIT/(LOSS) AFTER TAX</b>	<b>(70,265)</b>	<b>(67,177)</b>	<b>(119,488)</b>	<b>(462,937)</b>	<b>(731,315)</b>
<b>Items not to be reclassified to profit or loss in subsequent periods:</b>					
- Equity instrument through other comprehensive gains/(losses)	-	(432)	(4,417)	(4,512)	(19,403)
- Income tax effect on equity instrument through other comprehensive gains/(losses)	-	-	-	-	1,229
- Re-measurement gains/ (losses) of defined benefit plans	391	(95)	119	360	(253)
- Income tax effect on re-measurement gains/ (losses) of defined benefit plans	-	-	-	-	185
<b>TOTAL COMPREHENSIVE INCOME/(LOSS)</b>	<b>(69,874)</b>	<b>(67,704)</b>	<b>(123,786)</b>	<b>(467,089)</b>	<b>(749,557)</b>
Paid up Equity Share Capital (Face value ₹ 10 per share)	287,354	287,354	287,354	287,354	287,354
Other Equity				(664,430)	(197,341)
Earnings/(Loss) Per Share for the period (₹)					
- Basic	(2.45)	(2.34)	(4.16)	(16.11)	(26.97)
- Diluted	(2.45)	(2.34)	(4.16)	(16.11)	(26.97)
Debt Redemption Reserve				4,408	4,408
Networth				(377,076)	90,013
<b>Debt Service Coverage Ratio (DSCR) *</b>				0.41	0.40
<b>Interest Service Coverage Ratio (ISCR) **</b>				0.53	0.53
<b>Debt - Equity Ratio ***</b>				(4.78)	12.79

\* DSCR = [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised + scheduled long term principal repayments(excluding prepayments)]

\*\* ISCR = [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised]

\*\*\* Debt - Equity Ratio = Debt(excluding interest accrued but not due)/ Equity

## Notes

1. The above audited financial results, as reviewed by the Audit Committee of the Board, were approved and taken on record by the Board of Directors at their meeting held on 30<sup>th</sup> June, 2021.
2. The Hon'ble Supreme Court on 24<sup>th</sup> October, 2019 delivered its judgment on the cross appeals against the Hon'ble TDSAT judgment dated 23<sup>rd</sup> April, 2015, relating to the definition of Adjusted Gross Revenue (AGR Judgment). The order upheld the principal demand, levy of interest, penalty and interest on penalty. On 1<sup>st</sup> September, 2020, vide its judgment, the Hon'ble Supreme Court has inter-alia directed that for the demand raised by the Department of Telecom in respect of the AGR dues based on the judgment of this Court, there shall not be any dispute raised by any of the Telecom Operators and that there shall not be any reassessment; the Telecom Operators shall at the first instance, make the payment of 10% of the total dues as demanded by DoT by 31<sup>st</sup> March, 2021 and thereafter, Telecom Operators to make payment in yearly instalments commencing from 1<sup>st</sup> April, 2021 to 31<sup>st</sup> March, 2031 payable by 31<sup>st</sup> March of every succeeding financial year. As the cumulative amount paid by the Company till date exceeds 10% of the total liability, which the Company believes is as demanded by DoT for the period upto the date of judgment, the next instalment would be payable only by 31<sup>st</sup> March, 2022. Accordingly, the Company has informed DoT that it has paid more than 10% of the total dues and has complied with Hon'ble Supreme Court order. The Company has also filed affidavit with Hon'ble Supreme Court confirming payment of 10% of the total dues with an undertaking to pay the arrears as per the Court judgement.

On 7<sup>th</sup> January, 2021, the Company has filed a modification application with the Hon'ble Supreme Court requesting them to allow DoT to correct manifest/clerical/arithmetic errors in the computation of AGR demands and carry out the corrections in accordance with law within a reasonable period of time. The matter is yet to be heard. Further, during the quarter, DoT issued additional demands for which the company has written to the DoT requesting corrections of certain computational errors, admissible pass-through not considered based on the principles laid down in the AGR judgement. The Company is awaiting response from DoT on the same. Accordingly, during the quarter, the Company has continued to recognize its AGR obligations based on the AGR judgment of the Hon'ble Supreme Court, License Agreement, etc.

3. The Company has incurred losses of ₹ 462,937 Mn for the year ended 31<sup>st</sup> March, 2021 and the networth is negative ₹ 377,076 Mn. As at 31<sup>st</sup> March, 2021, the total debt (including interest accrued but not due and AGR liability) of the Company stands at ₹ 1,867,790 Mn. The Company has classified ₹ 85,472 Mn (net of waiver received) from non-current borrowings to current maturities of long-term debt for not meeting certain covenant clauses under the financial agreements for specified financial ratios as at 31<sup>st</sup> March, 2021. Further, as a result of the rating downgrade, certain lenders had asked for increase of interest rates and additional margin money/security against existing facilities. The Company has exchanged correspondences and continues to be in discussion with the lenders for the next steps/waivers. The existing debt (excluding deferred spectrum obligation of ₹ 20,941 Mn for which additional Bank Guarantees of ₹ 9,757 Mn is to be given to avail additional 1 year moratorium) of ₹ 81,184 Mn and the next instalment of the AGR Judgement matter (as mentioned in Note 2 above) are payable by 31<sup>st</sup> March, 2022. Guarantees amounting to ₹ 70,399 Mn are due to expire during the next twelve months. The Company has also written to DoT for deferment of the spectrum payment installment of ₹ 82,117 Mn payable as at 9<sup>th</sup> April, 2022.

The Board of Directors of the Company, at its meeting held on 4<sup>th</sup> September, 2020 had approved the fund-raising plan of up to ₹ 250,000 Mn.

There exists material uncertainty relating to the Company's ability to continue as a going concern which is dependent on its ability to raise additional funds as required, successful negotiations with lenders on continued support, refinancing of debts, monetisation of certain assets, outcome of the modification application filed with the Hon'ble Supreme Court and clarity of the next instalment amount, acceptance of its deferment request by DoT and generation of cash flow from operations that it needs to settle / renew its liabilities / guarantees as they fall due. As of date, the Company has met all its debt obligations. Pending the outcome of the above matters, these financial results have been prepared on a going concern basis.

4. The Company operates only in one reportable segment i.e. Mobility and hence no separate disclosure is required for Segments.



5. Exceptional Items: -

₹ Mn

Particulars	Quarter ended			Year Ended	
	31-March-21 Refer Note 11	31-December-20 Unaudited	31-March-20 Refer Note 11	31-March-21 Audited	31-March-20 Audited
Loss on sale of stake in Indus (Joint Venture)	-	(170)	-	(170)	-
Integration and merger related costs	461	(1,943)	(2,486)	(9,907)	(9,855)
Impact due to cancellation of lease contract on network re-alignment	314	99	880	1,696	2,172
Provision for additional depreciation / impairment of assets	(1,938)	(1,178)	(3,071)	(5,716)	(59,441)
Impairment of Brand <sup>(1)</sup>	(7,246)	-	-	(7,246)	-
Provision for impairment towards its loan receivable/investment in subsidiaries / associate	(10)	-	(2,630)	(10)	(6,224)
License fees and SUC on AGR Matter	-	-	(17,579)	(194,405)	(274,886)
One Time Spectrum Charges (including interest)	(1,307)	(1,203)	(38,871)	(5,027)	(38,871)
Others	-	-	-	(251)	(137)
<b>Total</b>	<b>(9,726)</b>	<b>(4,395)</b>	<b>(63,757)</b>	<b>(221,036)</b>	<b>(387,242)</b>

<sup>(1)</sup> Impairment charge basis re-assessment of the usability of the existing Vodafone brand trademarks and logos over its useful life following the launch of a new integrated brand V!

6. Details required with regards to the listed unsecured NCD's are as follows:

Sl. No.	Particulars	Principal Amount	Previous Due Date		Next Due Date	
		(₹ Mn)	Principal	Interest	Principal	Interest
1	Unsecured 7.57% NCD's	15,000	N.A	14-Dec-20	13-Dec-21	13-Dec-21
2	Unsecured 7.77% NCD's	10,000	N.A	4-Jan-21	4-Jan-22	4-Jan-22
3	Unsecured 7.77% NCD's	5,000	N.A	18-Jan-21	17-Jan-22	17-Jan-22
4	Unsecured 8.04% NCD's	20,000	N.A	27-Jan-21	27-Jan-22	27-Jan-22
5	Unsecured 8.03% NCD's	5,000	N.A	1-Feb-21	31-Jan-22	31-Jan-22
6	Unsecured 8.03% NCD's	5,000	N.A	15-Feb-21	14-Feb-22	14-Feb-22
7	Unsecured 10.90% NCD's	15,000	N.A	3-Sep-20	2-Sep-23	3-Sep-21

Interest has been paid on the respective due dates and the principal is not yet due.

The NCD's listed above have currently been rated "CARE B+" with (Outlook: Under Credit Watch with Negative Implications) by CARE. Additionally, its 7.57% NCD (Sl. No.1); 7.77% NCD (Sl. No.3) and 8.03% NCD (Sl. No. 5) issues have been rated as "BWR BB-" with (Outlook: Stable) by Brickworks. The previous rating was "BWR BB-" with (Outlook: Under Rating Watch with Negative Implications).

## 7. Statement of Assets and Liabilities: -

₹ Mn

Particulars	As at	As at
	March 31, 2021	March 31, 2020
<b>A ASSETS</b>		
<b>1 Non-current assets</b>		
Property, plant and equipment (including RoU Assets)	523,677	607,052
Capital work-in-progress	5,343	8,598
Intangible assets	1,098,542	1,193,533
Intangible assets under development	63	966
Financial assets		
Non-current investments	2,885	45,040
Other non-current financial assets	77,115	82,311
Other non-current assets	134,530	133,161
<b>Sub-total non-current assets</b>	<b>1,842,155</b>	<b>2,070,661</b>
<b>2 Current assets</b>		
Financial assets		
Current investments	-	4,548
Trade receivables	24,408	29,191
Cash and cash equivalents	2,402	3,223
Bank balance other than cash and cash equivalents	17,736	22,115
Loans to subsidiaries, joint venture and others	5,556	8,421
Other current financial assets	48,691	69,628
Other current assets	90,366	81,076
<b>Sub-total current assets</b>	<b>189,159</b>	<b>218,202</b>
<b>TOTAL – ASSETS</b>	<b>2,031,314</b>	<b>2,288,863</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
Equity share capital	287,354	287,354
Other equity	(664,430)	(197,341)
<b>Sub-total equity</b>	<b>(377,076)</b>	<b>90,013</b>
<b>2 Non-current liabilities</b>		
Financial liabilities		
Long term borrowings		
Loans from banks and Others	64,846	86,279
Deferred payment obligations	1,509,309	876,525
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,266	6,656
Other non-current financial liabilities	172,699	273,904
Long term provisions	261	3,293
Other non-current liabilities	1,286	1,224
<b>Sub-total non-current liabilities</b>	<b>1,749,667</b>	<b>1,247,881</b>
<b>3 Current liabilities</b>		
Financial liabilities		
Short term borrowings	730	1,542
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	1,015	102
Total outstanding dues of creditors other than micro enterprises and small enterprises	130,652	114,702
Other current financial liabilities	463,701	373,696
Other current liabilities	62,201	460,464
Short term provisions	424	463
<b>Sub-total current liabilities</b>	<b>658,723</b>	<b>950,969</b>
<b>TOTAL – EQUITY AND LIABILITIES</b>	<b>2,031,314</b>	<b>2,288,863</b>

## 8. Statement of Cash Flows: -

	₹ Mn	
Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Operating activities</b>		
<b>Loss before tax</b>	<b>(463,145)</b>	<b>(622,867)</b>
<b>Adjustments to reconcile loss before tax to net cash flows</b>		
Depreciation of property, plant and equipment (including RoU assets)	138,094	147,902
Amortisation of intangible assets	90,968	90,986
Share-based payment expense (ESOS)	35	(95)
Loss on sale of stake in Indus (Joint Venture)	170	-
Impact due to cancellation of lease contract on network re-alignment	(1,696)	(2,172)
Accelerated depreciation on account of network re-alignment / re-farming	5,716	59,441
License fees and SUC on AGR	194,405	274,886
One Time Spectrum Charges	5,027	38,871
Impairment of Brand	7,246	-
Provision for impairment towards its loan receivable/investment in subsidiaries/associate	10	6,224
Finance costs (including fair value change in financial instruments)	179,916	153,772
Provision for gratuity and compensated absences	44	(286)
Bad debts/advances written off	3,810	5,274
Allowance for doubtful debts / advances	(659)	(2,187)
Liabilities/provisions no longer required written back	(17)	(109)
Other income	(2,584)	(10,861)
<b>Working capital adjustments</b>		
Decrease/(Increase) in trade receivables	2,318	(665)
Decrease in inventories	-	3
(Increase) in other financial and non-financial assets	(6,638)	(28,788)
Increase/(Decrease) in trade payables	7,292	(12,194)
(Decrease) in other financial and non-financial liabilities	(16,087)	(52,559)
<b>Cash flows from operating activities</b>	<b>144,225</b>	<b>44,576</b>
Income tax refund (including TDS) (net)	7,032	24,634
<b>Net cash flows from operating activities</b>	<b>151,257</b>	<b>69,210</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment and intangible assets (including CWIP and intangible assets under development)	(44,952)	(76,510)
Payment towards Spectrum and Licenses - Upfront payment	(5,747)	-
Payment towards deferred spectrum liability	-	(3,978)
Proceeds from sale of property, plant and equipment and intangible assets	1,742	1,700
Proceeds from sale of stake in Indus (net of expenses related to sale of ₹ 170 Mn)	37,472	-
Additional investment in subsidiaries and associate (including advance given for purchase of shares)	-	(650)
Net sale of current investments	4,952	65,423
Loans given to subsidiary	-	(155)
Repayment of loan given to subsidiary	2,856	1,684
Interest received	1,763	5,833
Fixed deposits with banks having maturity of 3 to 12 months	16,498	(16,500)
Dividend received from joint venture (Indus)	1,115	-
<b>Net cash flows from/(used in) investing activities</b>	<b>15,699</b>	<b>(23,153)</b>
<b>Financing activities</b>		
Proceeds from allotment of equity shares under Rights Issue (net of share issue expenses of ₹ 834 Mn)	-	249,164
Payment of interest and finance charges	(28,299)	(152,508)
Payment of lease liabilities	(95,446)	(65,816)
Repayment of long term borrowings	(43,220)	(40,517)
Proceeds from short term borrowings	1,620	35,136
Repayment of short term borrowings	(2,393)	(74,225)
<b>Net cash flows (used in) financing activities</b>	<b>(167,738)</b>	<b>(48,766)</b>
<b>Net (decrease) in cash and cash equivalents during the year</b>	<b>(782)</b>	<b>(2,709)</b>
Cash and cash equivalents at the beginning of the year	3,184	5,893
<b>Cash and cash equivalents at the end of the year</b>	<b>2,402</b>	<b>3,184</b>

9. The Department of Telecommunications (DoT) conducted auctions for frequency blocks in the 900 and 1800 MHz spectrum bands in March 2021. The Company successfully bid for its spectrum requirements at a total cost of ₹ 19,934 Mn as under:
- 5.8 MHz of 900 MHz spectrum in 2 service areas of Tamilnadu and West Bengal
  - 6 MHz of 1800 MHz spectrum in 3 service areas of Karnataka, Uttar Pradesh (East) and Uttar Pradesh (West)
- The validity of the above spectrum is for a 20 year period starting from the effective date as mentioned in the Frequency Assignment Letter for respective service areas. As on 31<sup>st</sup> March, 2021, the Company had not received the frequency assignment letter from DoT. As per the payment options available, the Company has chosen the deferred payment option. The upfront payment amount of ₹ 5,747 Mn under the deferred payment option was paid on 18<sup>th</sup> March, 2021 and recognised as Capital Advances.
10. The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slow down of economic activity. The Ministry of Home Affairs vide order No.40-3/2020 dated 24<sup>th</sup> March, 2020 notified telecommunication services amongst the essential services which continued to operate during the lockdown period. While the customer's ability to recharge, availability of physical recharge, acquisition of new customers as well as network rollout have been somewhat adversely impacted due to the lockdown in most parts of the country, the services to our customers continue without any material disruption. As on the date of these results, the Company based on the internal and external information available and the current indicators, believes that there is no material impact of the pandemic on its overall performance, except as mentioned hereinbefore. However, given the uncertainties associated with the nature and duration of COVID-19, the Company continues to monitor the situation closely and shall take appropriate actions based on material changes (if any).
11. The financial results for the quarters ended 31<sup>st</sup> March, 2021 and 31<sup>st</sup> March, 2020 respectively are balancing figures between audited results for the full financial year and the published year to date figures upto the third quarter of the respective financial years.
12. Previous period figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

**VODAFONE IDEA LIMITED**

**Date: 30<sup>th</sup> June, 2021**  
**Place: Gurugram**

**Ravinder Takkar**  
**Managing Director & Chief Executive Officer**