



**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-2019

(₹ Mn, except per share data)

Particulars	Quarter ended			Year ended	
	31-Mar-19 Audited	31-Dec-18 Audited Refer Note 13	31-Mar-18 Audited Refer Note 13	31-Mar-19 Audited	31-Mar-18 Audited
<b>INCOME</b>					
Service Revenue	117,384	117,359	61,210	369,865	282,420
Sale of Trading Goods	22	157	5	191	51
Other Operating Income	344	132	158	869	318
<b>REVENUE FROM OPERATIONS</b>	<b>117,750</b>	<b>117,648</b>	<b>61,373</b>	<b>370,925</b>	<b>282,789</b>
Other Income	1,566	2,180	2,504	7,311	3,530
<b>TOTAL INCOME</b>	<b>119,316</b>	<b>119,828</b>	<b>63,877</b>	<b>378,236</b>	<b>286,319</b>
<b>EXPENSES</b>					
Cost of Trading Goods	60	177	6	260	73
Employee Benefit Expenses	7,292	6,793	2,595	22,944	15,430
Network Expenses and IT Outsourcing Costs	50,990	56,659	21,429	170,052	97,334
License Fees and Spectrum Usage Charges	12,615	12,765	5,327	39,331	28,667
Roaming & Access Charges	12,496	11,972	7,109	41,690	35,358
Marketing, Content, Customer Acquisition & Service Costs	11,320	11,785	8,167	38,446	36,090
Finance Costs	29,460	28,248	12,246	94,628	48,130
Depreciation & Amortisation Expenses	46,639	47,734	20,854	145,356	84,091
Other Expenses	5,124	6,128	2,269	17,772	9,362
<b>TOTAL EXPENSES</b>	<b>175,996</b>	<b>182,261</b>	<b>80,002</b>	<b>570,479</b>	<b>354,535</b>
<b>LOSS BEFORE EXCEPTIONAL ITEMS, TAX AND SHARE IN PROFIT / (LOSS) OF JOINT VENTURES AND ASSOCIATE</b>	<b>(56,680)</b>	<b>(62,433)</b>	<b>(16,125)</b>	<b>(192,243)</b>	<b>(68,216)</b>
Add: Share in Profit / (Loss) of Joint Ventures and Associate (net)	549	398	745	1,968	3,224
<b>LOSS BEFORE EXCEPTIONAL ITEMS AND TAX</b>	<b>(56,131)</b>	<b>(62,035)</b>	<b>(15,380)</b>	<b>(190,275)</b>	<b>(64,992)</b>
Exceptional Item (Net) (Refer Note 6)	(11,458)	(8,008)	-	8,521	-
<b>LOSS BEFORE TAX</b>	<b>(67,589)</b>	<b>(70,043)</b>	<b>(15,380)</b>	<b>(181,754)</b>	<b>(64,992)</b>
<b>Tax expense:</b>					
- Current tax	13	15	314	182	1,234
- Deferred tax (Refer Note 7)	(18,783)	(20,012)	(6,072)	(35,897)	(24,544)
<b>LOSS AFTER TAX</b>	<b>(48,819)</b>	<b>(50,046)</b>	<b>(9,622)</b>	<b>(146,039)</b>	<b>(41,682)</b>
<b>Items not to be reclassified to profit or loss in subsequent periods:</b>					
- Re-measurement gains/ (losses) of defined benefit plans	69	(30)	489	501	442
- Income tax effect	(35)	16	(168)	(178)	(152)
- Group's share in other comprehensive income of joint ventures and associate	2	3	(5)	5	(7)
<b>TOTAL COMPREHENSIVE LOSS</b>	<b>(48,783)</b>	<b>(50,057)</b>	<b>(9,306)</b>	<b>(145,711)</b>	<b>(41,399)</b>
Paid up Equity Share Capital (Face value ₹ 10 per share)	87,356	87,354	43,593	87,356	43,593
Other Equity				508,992	229,032
Earnings Per Share for the period (₹)					
- Basic	(5.60)	(5.74)	(2.45)	(21.16)	(11.36)
- Diluted	(5.60)	(5.74)	(2.45)	(21.16)	(11.36)
Debt Redemption Reserve				4,408	4,408
Networth				596,348	272,625

<b>Debt Service Coverage Ratio (DSCR) *</b>	0.79	1.51
<b>Interest Service Coverage Ratio (ISCR) **</b>	0.97	1.75
<b>Debt - Equity Ratio ***</b>	2.11	2.13

\* DSCR=Profit after Tax + Depreciation & Amortisation + Gross Finance Costs (excluding fair value gains / losses on derivatives) / (Gross Finance Costs (excluding fair value gains / losses on derivatives) + interest capitalised + scheduled long term principal repayments excluding prepayments)

\*\* ISCR=Profit after Tax + Depreciation & Amortisation + Gross Finance Costs (excluding fair value gains / losses on derivatives) / (Gross Finance Costs (excluding fair value gains / losses on derivatives) + interest capitalised)

\*\*\* Debt - Equity Ratio = Debt / 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 13<sup>th</sup> May 2019.
2. Vodafone India Limited (ViNl) along with its subsidiary Vodafone Mobile Services Limited (VMsL) (hereinafter collectively called as “erstwhile Vodafone”) have merged into Idea Cellular Limited (ICL) on 31<sup>st</sup> August, 2018 (Effective Date). This has resulted in the formation of a Joint Venture between the promoter Groups i.e Aditya Birla Group and Vodafone Group and change of name from ICL to Vodafone Idea Limited (VIL). Accordingly, the consolidated financial results for the quarter ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> December, 2018 includes consolidated financial results of the operations of erstwhile ViNl for the entire quarter whereas the consolidated financial results for the year ended 31<sup>st</sup> March 2019 includes consolidated financial results of the operations of erstwhile ViNl for the period from 31<sup>st</sup> August, 2018 to 31<sup>st</sup> March, 2019.
3. VIL has 49% investment in Aditya Birla Idea Payments Bank Limited (ABIPBL), a Payments Bank. Vodafone M-Pesa Limited (VMPL), a 100% subsidiary of erstwhile ViNl is into the business of Prepaid Payment Instruments (PPI) and Business Correspondence (BC). With the merger of ICL and erstwhile ViNl on 31<sup>st</sup> August 2018, VIL became a promoter in both the entities. Reserve Bank of India (RBI) had permitted VMPL to continue with the PPI business till 31<sup>st</sup> March, 2019 with the condition of not onboarding new customers and no increase in the balance of existing customers.

The Group has however applied to the RBI for a fresh re-look / extension to continue operations after 31<sup>st</sup> March, 2019 while also evaluating the option of merging the PPI and Business Correspondence (BC) streams with the associate entity / any willing third party (subject to regulatory approvals). Accordingly, the Group continues to classify the assets and liabilities of VMPL as Held for Sale (AHFS).

4. The Company has classified ₹ 102,062 Mn from non-current borrowings to current maturities of long term debt for not meeting certain covenant clauses for specified financial ratios as at 31<sup>st</sup> March, 2019, waivers for which are awaited as on the reporting date. The Company is confident that these will not result in any acceleration of repayment.
5. Subsequent to the year end, the Company has raised an amount aggregating of ₹ 249,998 Mn by way of a rights issue from its existing eligible equity shareholders including Promoter Shareholders contribution of ₹ 179,207 Mn. On this basis, the Company believes that there is no impairment in the value of its assets in accordance with Ind AS 36 – Impairment of Assets and these financial statements are prepared on a “going concern basis.”
6. Exceptional items for the quarter ended 31<sup>st</sup> March 2019 includes (i) Integration and merger related costs amounting to ₹ 5,670 Mn (ii) provision for impairment of assets amounting to ₹ 5,061 Mn on account of network re-alignment and integration, and (iii) others ₹ 727 Mn. Exceptional items for the year ended 31<sup>st</sup> March, 2019 includes a charge / (credit) towards (i) gain on sale of ICISL ₹ (33,473) Mn, (ii) Integration and merger related costs amounting to ₹ 26,607 Mn (iii) re-assessment of certain estimates of ₹ (7,893) Mn (iv) provision for impairment of assets amounting to ₹ 5,511 Mn on account of network re-alignment and integration, and (v) others ₹ 727 Mn.
7. Consequent to the merger, the Company has reassessed the recoverability of deferred tax assets (including MAT) for the merged company, and has derecognized Deferred Tax Assets (including MAT Credit) of ₹ 13,123 Mn during the quarter ended 30<sup>th</sup> September, 2018. Deferred tax charge also includes tax impact on exceptional items as disclosed in notes 6 above of ₹ (3,208) Mn and ₹ 4,727 Mn for the quarter and year ended 31<sup>st</sup> March, 2019, respectively.
8. The Group operates only in one reportable segment i.e. Mobility and hence no separate disclosure is required for Segments.

9. Audited financial results of Vodafone Idea Limited (Standalone) :-

₹ Mn

Particulars	Quarter ended			Year ended	
	31-Mar-19 Audited	31-Dec-18 Audited	31-Mar-18 Audited	31-Mar-19 Audited	31-Mar-18 Audited
Revenue from Operations	117,147	116,785	60,335	368,588	278,286
Loss before Tax	68,132	70,442	18,012	176,922	69,608
Net Loss after Tax	49,270	50,330	11,727	140,560	44,583

10. The listed 9.45% Non-Convertible Debentures (NCD's) aggregating to ₹ 3,960 Mn have a pari-passu charge on the tangible fixed assets of the company excluding passive telecom infrastructure.

The listed 8.12% NCD's aggregating to ₹ 50 Mn have a pari-passu charge on movable fixed assets of the company excluding Spectrum and Telecom Licenses, Vehicles and Passive Telecom Infrastructure.

Additional details required with regards to the listed secured and unsecured NCD's are as follows:

Sl. No.	Particulars	Principal Amount (₹ Mn)	Previous Due Date		Next Due Date	
			Principal	Interest	Principal	Interest
1	Secured 9.45% NCD's	3,960	N.A	31-Oct-18	31-Oct-19	31-Oct-19
2	Secured 8.12% NCD's	50	N.A	8-Feb-19	8-Feb-24	8-Feb-20
3	Unsecured 7.57% NCD's	15,000	N.A	13-Dec-18	13-Dec-21	13-Dec-19
4	Unsecured 7.77% NCD's	10,000	N.A	4-Jan-19	4-Jan-22	4-Jan-20
5	Unsecured 7.77% NCD's	5,000	N.A	17-Jan-19	17-Jan-22	17-Jan-20
6	Unsecured 8.04% NCD's	20,000	N.A	28-Jan-19	27-Jan-22	27-Jan-20
7	Unsecured 8.03% NCD's	5,000	N.A	31-Jan-19	31-Jan-22	31-Jan-20
8	Unsecured 8.03% NCD's	5,000	N.A	14-Feb-19	14-Feb-22	14-Feb-20
9	Unsecured 10.9% NCD's	15,000	N.A	N.A	3-Sep-23	3-Sep-19

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 AA-" with Negative Outlook by CARE. The previous rating was "CARE AA" with Negative Outlook. Additionally, its 8.12% NCD (Sl. No.2); 7.57% NCD (Sl. No.3); 7.77% NCD (Sl. No.5) and 8.03% NCD (Sl. No. 7) issues have been rated as "BWR AA-" with Negative Outlook by Brickworks. The previous rating from Brickworks was "BWR AA" with "Credit Watch with Developing Implication" outlook.

11. On 8<sup>th</sup> January 2013, Department of Telecommunications (DoT) issued demand notices to the Company and erstwhile Vodafone towards one time spectrum charges (OTSC):
- for spectrum beyond 6.2 Mhz in respective service areas for retrospective period from 1<sup>st</sup> July 2008 to 31<sup>st</sup> December 2012, amounting to ₹ 10,687 Mn, and
  - for spectrum beyond 4.4 Mhz in respective service areas effective 1<sup>st</sup> January 2013 till expiry of the period as per respective licenses, amounting to ₹ 45,165 Mn.
  - Subsequently on 9<sup>th</sup> July 2018, DoT revised the demands for beyond 4.4Mhz to ₹ 57,254 Mn as against ₹ 45,165 Mn as mentioned above

In the opinion of Company, inter-alia, the above demands amount to alteration of financial terms of the licenses issued in the past. Erstwhile Vodafone had petitioned Hon'ble TDSAT while the Company had petitioned the Hon'ble High Court of Bombay, where the matters were admitted and remain sub-judice. DoT has been directed not to take any coercive action until the matter is further heard. No effects have been given in the consolidated financial results for the above.

On 9<sup>th</sup> July 2018, i.e. at the time of merger approval of erstwhile Vodafone with ICL, DoT asked the Company to submit bank guarantee(BG) amounting to ₹ 33,224 Mn towards one time spectrum fees beyond 4.4 MHz mentioned above. The Company complied with the aforesaid condition but thereafter approached TDSAT, seeking return of BGs of ₹ 33,224 Mn. On 21<sup>st</sup> January, 2019, the company has received a favourable order from TDSAT directing DoT to release the BG amounting to ₹ 21,135 Mn within 2 months. As at 31<sup>st</sup> March 2019, the matter is sub-judice.

12. Statement of Assets and Liabilities : -

		₹ Mn	
Particulars	As at March 31, 2019	As at March 31, 2018	
<b>A ASSETS</b>			
<b>1 Non-current Assets</b>			
Property, plant and equipment	502,526	244,549	
Capital work-in-progress	23,587	6,513	
Investment property	672	-	
Goodwill on consolidation	36	61	
Other Intangible assets	1,274,767	552,309	
Intangible assets under development	27,443	29,340	
Investments accounted for using the equity method	15,298	16,601	
Financial assets			
Long term loans to employees	8	24	
Other non-current financial assets	10,362	4,180	
Deferred tax assets (net)	103,385	12,052	
Other non-current assets	155,099	17,797	
<b>Sub-total non-current assets</b>	<b>2,113,183</b>	<b>883,426</b>	
<b>2 Current Assets</b>			
Inventories	42	367	
Financial assets			
Current investments	67,088	56,304	
Trade receivables	33,000	8,874	
Cash and cash equivalents	8,428	193	
Bank balance other than cash and cash equivalents	1,480	98	
Short term Loans	19	20	
Other current financial assets	680	314	
Current tax assets (net)	-	7,752	
Other current assets	71,260	17,915	
	<b>181,997</b>	<b>91,837</b>	
Assets classified as held for sale (AHFS)	1,815	10,509	
<b>Sub-total current assets</b>	<b>183,812</b>	<b>102,346</b>	
	<b>2,296,995</b>	<b>985,772</b>	
	<b>TOTAL – ASSETS</b>		
<b>B EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
Equity share capital	87,356	43,593	
Other equity	508,992	229,032	
<b>Sub-total equity</b>	<b>596,348</b>	<b>272,625</b>	
<b>2 Non-Current Liabilities</b>			
Financial liabilities			
Long term borrowings	1,044,029	569,408	
Trade payables	8,680	-	
Other non-current financial liabilities	97,381	26,062	
Long term provisions	3,467	3,107	
Deferred tax liabilities (net)	471	659	
Other non-current liabilities	4,235	5,602	
<b>Sub-total non-current liabilities</b>	<b>1,158,263</b>	<b>604,838</b>	
<b>3 Current Liabilities</b>			
Financial liabilities			
Short term borrowings	41,207	217	
Trade payables	126,486	35,479	
Other current financial liabilities	303,946	43,820	
Other current liabilities	69,499	26,597	
Short term provisions	379	224	
	<b>541,517</b>	<b>106,337</b>	
Liabilities classified as held for sale	867	1,972	
<b>Sub-total current liabilities</b>	<b>542,384</b>	<b>108,309</b>	
	<b>2,296,995</b>	<b>985,772</b>	
	<b>TOTAL – EQUITY AND LIABILITIES</b>		

13. The financial results for the quarter ended 31<sup>st</sup> December 2018 are balancing figures between the audited results for the nine months ended 31<sup>st</sup> December 2018 and the published year to date figures upto the second quarter of the financial year ended 31<sup>st</sup> March 2019. The financial results for the quarter ended 31<sup>st</sup> March 2018 are balancing figures between the audited results for the financial year ended 31<sup>st</sup> March 2018 and the published year to date figures upto the third quarter of the financial year ended 31<sup>st</sup> March 2018.
14. Consolidated financial results for the quarter and year ended 31<sup>st</sup> March 2019 and the Statement of Assets and Liabilities as at 31<sup>st</sup> March, 2019 are not comparable to those reported for the same period of the preceding year due to the facts mentioned in note 2 above. Previous periods figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

**VODAFONE IDEA LIMITED**

**Date: 13<sup>th</sup> May, 2019**  
**Place: Mumbai**

**Director**



**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-2019**

(₹ Mn, except per share data)

Particulars	Quarter ended			Year ended	
	31-Mar-19 Audited Refer Note 11	31-Dec-18 Audited Refer Note 11	31-Mar-18 Audited Refer Note 11	31-Mar-19 Audited	31-Mar-18 Audited
<b>INCOME</b>					
Service Revenue	116,759	116,645	60,193	367,668	278,000
Other Operating Income	388	140	142	920	286
<b>REVENUE FROM OPERATIONS</b>	<b>117,147</b>	<b>116,785</b>	<b>60,335</b>	<b>368,588</b>	<b>278,286</b>
Other Income	1,756	2,405	2,456	10,733	6,065
<b>TOTAL INCOME</b>	<b>118,903</b>	<b>119,190</b>	<b>62,791</b>	<b>379,321</b>	<b>284,351</b>
<b>EXPENSES</b>					
Employee Benefit Expenses	6,798	6,249	2,244	21,209	13,968
Network Expenses and IT Outsourcing Costs	50,628	56,325	21,482	169,269	97,449
License Fees and Spectrum Usage Charges	12,578	12,727	5,327	39,243	28,667
Roaming & Access Charges	12,496	11,972	7,109	41,690	35,358
Marketing, Content, Customer Acquisition & Service Costs	11,333	11,754	8,491	38,948	37,298
Finance Costs	29,531	28,309	13,099	94,713	48,968
Depreciation & Amortisation Expenses	46,159	47,176	20,855	144,098	83,148
Other Expenses	5,810	7,011	2,196	19,440	9,103
<b>TOTAL EXPENSES</b>	<b>175,333</b>	<b>181,523</b>	<b>80,803</b>	<b>568,610</b>	<b>353,959</b>
<b>LOSS BEFORE EXCEPTIONAL ITEMS AND TAX</b>	<b>(56,430)</b>	<b>(62,333)</b>	<b>(18,012)</b>	<b>(189,289)</b>	<b>(69,608)</b>
Exceptional Items (net) (Refer Note 6)	(11,702)	(8,109)	-	12,367	-
<b>LOSS BEFORE TAX</b>	<b>(68,132)</b>	<b>(70,442)</b>	<b>(18,012)</b>	<b>(176,922)</b>	<b>(69,608)</b>
<b>Tax expense:</b>					
- Current tax	-	-	76	-	173
- Deferred tax (Refer Note 7)	(18,862)	(20,112)	(6,361)	(36,362)	(25,198)
<b>NET LOSS AFTER TAX</b>	<b>(49,270)</b>	<b>(50,330)</b>	<b>(11,727)</b>	<b>(140,560)</b>	<b>(44,583)</b>
<b>Items not to be reclassified to profit or loss in subsequent periods:</b>					
- Equity instrument through other comprehensive gains/(losses)	11,935	(4,124)	(21,286)	(4,621)	(6,047)
- Income tax effect on equity instrument through other comprehensive gains/(losses)	(2,932)	961	4,766	1,076	1,250
- Re-measurement gains/ (losses) of defined benefit plans	104	(21)	473	534	428
- Income tax effect on re-measurement gains/ (losses) of defined benefit plans	(45)	16	(163)	(187)	(148)
<b>TOTAL COMPREHENSIVE LOSS</b>	<b>(40,208)</b>	<b>(53,498)</b>	<b>(27,937)</b>	<b>(143,758)</b>	<b>(49,100)</b>
Paid up Equity Share Capital (Face value ₹ 10 per share)	87,356	87,354	43,593	87,356	43,593
Other Equity				547,689	262,415
Earnings Per Share for the period (₹)					
- Basic	(5.64)	(5.76)	(2.96)	(20.33)	(12.07)
- Diluted	(5.64)	(5.76)	(2.96)	(20.33)	(12.07)
Debenture Redemption Reserve				4,408	4,408
Networth				635,045	306,008
<b>Debt Service Coverage Ratio (DSCR) *</b>				0.83	1.45
<b>Interest Service Coverage Ratio (ISCR) **</b>				1.01	1.67
<b>Debt - Equity Ratio ***</b>				1.98	1.89

\* DSCR=Profit after Tax + Depreciation & Amortisation + Gross Finance Costs (excluding fair value gains / losses on derivatives) /(Gross Finance Costs (excluding fair value gains / losses on derivatives) +interest capitalised+scheduled long term principal repayments excluding prepayments)

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\*\*\* Debt - Equity Ratio = Debt / 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 13<sup>th</sup> May 2019.
2. Vodafone India Limited (VInL) along with its subsidiary Vodafone Mobile Services Limited (VMPL) (hereinafter collectively called as "erstwhile Vodafone") have merged into Idea Cellular Limited (ICL) on 31<sup>st</sup> August, 2018 (Effective Date). This has resulted in the formation of a Joint Venture between the promoter Groups i.e Aditya Birla Group and Vodafone Group and change of name from ICL to Vodafone Idea Limited (VIL). Accordingly, the financial results for the quarter ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> December, 2018 includes financial results of the operations of erstwhile VInL for the entire quarter whereas the financial results for the year ended 31<sup>st</sup> March 2019 includes financial results of the operations of erstwhile VInL for the period from 31<sup>st</sup> August, 2018 to 31<sup>st</sup> March, 2019.
3. The Company has 49% investment in Aditya Birla Idea Payments Bank Limited (ABIPBL), a Payments Bank. Vodafone M-Pesa Limited (VMPL), a 100% subsidiary of erstwhile VInL is into the business of Prepaid Payment Instruments (PPI) and Business Correspondence (BC). With the merger of ICL and erstwhile VInL on 31<sup>st</sup> August 2018, the Company became a promoter in both the entities. Reserve Bank of India (RBI) had permitted VMPL to continue with the PPI business till 31<sup>st</sup> March, 2019 with the condition of not onboarding new customers and no increase in the balance of existing customers.

VMPL has however applied to the RBI for a fresh re-look / extension to continue operations after 31<sup>st</sup> March, 2019 while also evaluating the option of merging the PPI and Business Correspondence (BC) streams with the associate entity / any willing third party (subject to regulatory approvals). Accordingly, the investment in VMPL continues to classify the assets as Held for Sale (AHFS).

4. The Company has classified ₹ 102,062 Mn from non-current borrowings to current maturities of long term debt for not meeting certain covenant clauses for specified financial ratios as at 31<sup>st</sup> March, 2019, waivers for which are awaited as on the reporting date. The Company is confident that these will not result in any acceleration of repayment.
5. Subsequent to the year end, the Company has raised an amount aggregating of ₹ 249,998 Mn by way of a rights issue from its existing eligible equity shareholders including Promoter Shareholders contribution of ₹ 179,207 Mn. On this basis, the Company believes that there is no impairment in the value of its assets in accordance with Ind AS 36 – Impairment of Assets and these financial statements are prepared on a "going concern basis".
6. Exceptional items for the quarter ended 31<sup>st</sup> March 2019 includes (a) Integration and merger related costs amounting to ₹ 5,665 Mn (b) re-assessment of certain estimates amounting to ₹ 171 Mn (c) provision for impairment of assets on account of network re-alignment and integration amounting to ₹ 5,139 Mn and (d) others amounting to ₹ 727 Mn. Exceptional items for the year ended 31<sup>st</sup> March, 2019 includes a charge / (credit) towards (a) gain on sale of ICISL amounting to ₹ (37,644) Mn (b) Integration and merger related costs amounting to ₹ 26,607 Mn, (c) re-assessment of certain estimates amounting to ₹ (7,646) Mn (d) provision for impairment of assets on account of network re-alignment and integration amounting to ₹ 5,589 Mn and (e) others amounting to ₹ 727 Mn.
7. Consequent to the merger, the Company has reassessed the recoverability of deferred tax assets (including MAT) for the merged company, and has derecognized Deferred Tax Assets (including MAT Credit) of ₹ 13,123 Mn during the quarter ended 30<sup>th</sup> September, 2018. Deferred tax charge also includes tax impact on exceptional items as disclosed in note 6 above of ₹ (3,277) Mn and ₹ 6,077 Mn for the quarter and year ended 31<sup>st</sup> March, 2019, respectively.
8. The listed 9.45% Non-Convertible Debentures (NCD's) aggregating to ₹ 3,960 Mn have a pari-passu charge on the tangible fixed assets of the company excluding passive telecom infrastructure.

The listed 8.12% NCD's aggregating to ₹ 50 Mn have a pari-passu charge on movable fixed assets of the Company excluding Spectrum and Telecom Licenses, Vehicles and Passive Telecom Infrastructure.

Additional details required with regards to the listed secured and unsecured NCD's are as follows:

Sl. No.	Particulars	Principal Amount	Previous Due Date		Next Due Date	
		(₹ Mn)	Principal	Interest	Principal	Interest
1	Secured 9.45% NCD's	3,960	N.A	31-Oct-18	31-Oct-19	31-Oct-19
2	Secured 8.12% NCD's	50	N.A	08-Feb-19	08-Feb-24	08-Feb-20
3	Unsecured 7.57% NCD's	15,000	N.A	13-Dec-18	13-Dec-21	13-Dec-19
4	Unsecured 7.77% NCD's	10,000	N.A	04-Jan-19	04-Jan-22	04-Jan-20
5	Unsecured 7.77% NCD's	5,000	N.A	17-Jan-19	17-Jan-22	17-Jan-20
6	Unsecured 8.04% NCD's	20,000	N.A	28-Jan-19	27-Jan-22	27-Jan-20
7	Unsecured 8.03% NCD's	5,000	N.A	31-Jan-19	31-Jan-22	31-Jan-20
8	Unsecured 8.03% NCD's	5,000	N.A	14-Feb-19	14-Feb-22	14-Feb-20
9	Unsecured 10.9% NCD's	15,000	N.A	N.A	03-Sep-23	03-Sep-19

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 AA-" with Negative Outlook by CARE. The previous rating was "CARE AA" with Negative Outlook. Additionally, its 8.12% NCD (Sl. No.2); 7.57% NCD (Sl. No.3); 7.77% NCD (Sl. No.5) and 8.03% NCD (Sl. No. 7) issues have been rated as "BWR AA-" with Negative Outlook by Brickworks. The previous rating from Brickworks was "BWR AA" with "Credit Watch with Developing Implication" outlook.

9. On 8<sup>th</sup> January 2013, Department of Telecommunications (DoT) issued demand notices to the Company and erstwhile Vodafone towards one time spectrum charges (OTSC):
- for spectrum beyond 6.2 Mhz in respective service areas for retrospective period from 1<sup>st</sup> July 2008 to 31<sup>st</sup> December 2012, amounting to ₹ 10,687 Mn, and
  - for spectrum beyond 4.4 Mhz in respective service areas effective 1<sup>st</sup> January 2013 till expiry of the period as per respective licenses, amounting to ₹ 45,165 Mn.
  - Subsequently on 9<sup>th</sup> July 2018, DoT revised the demands for beyond 4.4 Mhz to ₹ 57,254 Mn as against ₹ 45,165 Mn as mentioned above.

In the opinion of Company, *inter-alia*, the above demands amount to alteration of financial terms of the licenses issued in the past. Erstwhile Vodafone had petitioned Hon'ble TDSAT while the Company had petitioned the Hon'ble High Court of Bombay, where the matters were admitted and remain sub-judice. DoT has been directed not to take any coercive action until the matter is further heard. No effects have been given in the financial results for the above.

On 9<sup>th</sup> July 2018, i.e. at the time of merger approval of erstwhile Vodafone with ICL, DoT asked the Company to submit bank guarantee(BG) amounting to ₹ 33,224 Mn towards one time spectrum fees beyond 4.4 MHz mentioned above. The Company complied with the aforesaid condition but thereafter approached TDSAT, seeking return of BGs of ₹ 33,224 Mn. On 21<sup>st</sup> January, 2019, the company has received a favourable order from TDSAT directing DoT to release the BG amounting to ₹ 21,135 Mn within 2 months. As at 31<sup>st</sup> March 2019, the matter is sub-judice.

## 10. Statement of Assets and Liabilities: -

₹ Mn

Particulars	As at	As at
	March 31, 2019	March 31, 2018
<b>A ASSETS</b>		
<b>1 Non-current assets</b>		
Property, plant and equipment	493,411	244,543
Capital work-in-progress	23,325	6,513
Other Intangible assets	1,273,203	552,308
Intangible assets under development	27,443	29,340
Financial assets		
Non-current investments	66,624	68,434
Long term loans to employees	8	24
Other non-current financial assets	10,279	4,182
Deferred tax assets (net)	89,351	-
Other non-current assets	154,038	17,767
<b>Sub-total non-current assets</b>	<b>2,137,682</b>	<b>923,111</b>
<b>2 Current assets</b>		
Inventories	-	339
Financial assets		
Current investments	66,890	56,129
Trade receivables	33,081	8,874
Cash and cash equivalents	6,759	190
Bank balance other than cash and cash equivalents	1,085	32
Short term Loans	13,396	20
Other current financial assets	717	313
Current tax assets (net)	-	7,750
Other current assets	70,921	17,884
	<b>192,849</b>	<b>91,531</b>
Assets classified as held for sale (AHFS)	-	4,865
<b>Sub-total current assets</b>	<b>192,849</b>	<b>96,396</b>
<b>TOTAL – ASSETS</b>	<b>2,330,531</b>	<b>1,019,507</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
Equity share capital	87,356	43,593
Other equity	547,689	262,415
<b>Sub-total equity</b>	<b>635,045</b>	<b>306,008</b>
<b>2 Non-current liabilities</b>		
Financial liabilities		
Long term borrowings	1,044,029	569,408
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	8,678	-
Other non-current financial liabilities	97,383	26,062
Long term provisions	3,392	3,080
Deferred tax liabilities (net)	-	3,079
Other non-current liabilities	4,235	5,601
<b>Sub-total non-current liabilities</b>	<b>1,157,717</b>	<b>607,230</b>
<b>3 Current liabilities</b>		
Financial liabilities		
Short term borrowings	41,207	217
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	178	4
Total outstanding dues of creditors other than micro enterprises and small enterprises	126,565	35,485
Other current financial liabilities	300,627	43,820
Other current liabilities	68,821	26,525
Short term provisions	371	218
<b>Sub-total current liabilities</b>	<b>537,769</b>	<b>106,269</b>
<b>TOTAL – EQUITY AND LIABILITIES</b>	<b>2,330,531</b>	<b>1,019,507</b>

11. The financial results for the quarter ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018 are balancing figures between the audited results for the financial year ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018 respectively and the published year to date figures upto the third quarter of the financial year ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018 respectively. The financial results for the quarter ended 31<sup>st</sup> December 2018 are balancing figures between the audited results for the nine months ended 31<sup>st</sup> December 2018 and the published year to date figures upto the second quarter of the financial year ended 31<sup>st</sup> March 2019.
  
12. Financial results for the quarter and year ended 31<sup>st</sup> March 2019 and the Statement of Assets and Liabilities as at 31<sup>st</sup> March, 2019 are not comparable to those reported for the same period of the preceding year due to the facts mentioned in note 2 above. Previous periods figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

**VODAFONE IDEA LIMITED**

**Date: 13<sup>th</sup> May, 2019**  
**Place: Mumbai**

**Director**