



VODAFONE IDEA LIMITED

Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhinagar-382011, CIN-L32100GJ1996PLC030976



Unaudited Consolidated Financial Results for the quarter ended 30-June-2023

(Rs. Mn, except per share data)

| Particulars | Quarter ended | | | Year ended |
|---|-------------------------|-----------------------------|-------------------------|------------------------|
| | 30-June-23 Unaudited | 31-March-23 Refer Note 7 | 30-June-22 Unaudited | 31-March-23 Audited |
| INCOME | | | | |
| Service Revenue | 105,958 | 105,065 | 104,068 | 421,339 |
| Sale of Trading Goods | 146 | 30 | 13 | 87 |
| Other Operating Income | 451 | 224 | 20 | 346 |
| REVENUE FROM OPERATIONS | 106,555 | 105,319 | 104,101 | 421,772 |
| Other Income | 213 | 938 | 835 | 3,113 |
| TOTAL INCOME | 106,768 | 106,257 | 104,936 | 424,885 |
| EXPENSES | | | | |
| Cost of Trading Goods | 128 | 28 | 9 | 78 |
| Employee Benefit Expenses | 5,003 | 4,848 | 4,547 | 18,663 |
| Network Expenses and IT Outsourcing Costs | 25,375 | 24,023 | 23,495 | 100,783 |
| License Fees and Spectrum Usage Charges | 9,157 | 9,052 | 11,310 | 40,021 |
| Roaming & Access Charges | 10,086 | 10,694 | 8,866 | 38,991 |
| Marketing, Content, Customer Acquisition & Service Costs | 12,938 | 12,499 | 9,857 | 46,192 |
| Finance Costs | 63,982 | 50,016 | 59,009 | 233,543 |
| Depreciation & Amortisation Expenses | 56,165 | 57,037 | 58,043 | 230,497 |
| Other Expenses | 2,298 | 2,072 | 2,733 | 8,874 |
| TOTAL EXPENSES | 185,132 | 170,269 | 177,869 | 717,642 |
| PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS, TAX AND SHARE IN PROFIT / (LOSS) OF JOINT VENTURES AND ASSOCIATE | (78,364) | (64,012) | (72,933) | (292,757) |
| Add: Share in Profit/(Loss) of Joint Ventures and Associate (net) | (6) | - | 4 | 5 |
| PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX | (78,370) | (64,012) | (72,929) | (292,752) |
| Exceptional Items (net) | - | (224) | - | (224) |
| PROFIT/ (LOSS) BEFORE TAX | (78,370) | (64,236) | (72,929) | (292,976) |
| Tax expense: | | | | |
| - Current Tax | 29 | (18) | 51 | 115 |
| - Deferred Tax | 1 | (29) | (13) | (80) |
| PROFIT / (LOSS) AFTER TAX | (78,400) | (64,189) | (72,967) | (293,011) |
| Items not to be reclassified to profit or loss in subsequent periods: | | | | |
| - Re-measurement gains/ (losses) of defined benefit plans | 29 | 54 | 10 | 115 |
| - Income tax effect on re-measurement gains/ (losses) of defined benefit plans | (1) | (3) | - | (4) |
| TOTAL COMPREHENSIVE INCOME/(LOSS) | (78,372) | (64,138) | (72,957) | (292,900) |
| Paid up Equity Share Capital (Face value Rs. 10 per share) | 486,797 | 486,797 | 321,188 | 486,797 |
| Other Equity | | | | (1,230,388) |
| Earnings Per Share for the period (Rs.) | | | | |
| - Basic | (1.61) | (1.53) | (2.27) | (8.43) |
| - Diluted | (1.61) | (1.53) | (2.27) | (8.43) |

Notes

1. The above unaudited consolidated financial results of Vodafone Idea Limited and its subsidiaries (the Group), joint venture and associate, 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 14th August, 2023.
2. Pursuant to the cabinet reforms on telecom and the resultant moratorium following which, the company had conveyed its acceptance for the conversion option, the company has allotted equity shares to the Government of India during the previous year. Also, the AGR demands beyond the affidavit period i.e. FY 16-17 till FY 18-19, which are also part of the four year moratorium but without the option of equity conversion of the interest related to such deferment are subject to further correction/revision on account of disposal of representations and any other outcome of litigation. The undisputed amounts as finally determined by 31st December, 2025 shall be paid in six equal instalments post the moratorium period. The review petition already filed with the Hon'ble Supreme Court to hear the modification application on correction of manifest / clerical / arithmetic errors in the computation of AGR demands for the years covered in the judgement is pending to be heard.
3. The Group has incurred a loss of Rs. 78,400 Mn for the quarter ended 30th June, 2023. Its net worth stands at negative Rs. 821,963 Mn and the Net Working Capital (excluding short term borrowings, future lease liability and certain accruals toward pending litigations) stands at negative Rs. 213,999 Mn.

As at 30th June, 2023, the total debt (including interest accrued but not due) of the Group stands at Rs. 2,117,574 Mn. As at 30th June, 2023, an amount of Rs. 35,896 Mn (31st March, 2023: Rs. 39,271 Mn) has been reclassified from non-current borrowings to current maturities of long-term debt for not meeting certain covenant clauses under the financial agreements. Further, as a result of earlier 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 next steps/waivers. The existing debt as payable by 30th June, 2024 is Rs. 68,266 Mn (excluding amount classified as current on account of not meeting certain covenant clauses). As of date, the Group has met all its debt obligations payable to its lenders / banks and financial institutions along with applicable interest. The Company has utilized extended credit period to discharge some of its contractual obligations. Further, certain vendors have asked for payment of their overdue outstanding. The Company continues to be in discussion with them to agree to a payment plan. The Company has intimated to the DoT that it proposes to discharge its obligation towards the annual instalment of spectrum of Rs. 16,800 Mn payable on 17th August, 2023, by availing the grace period mentioned in the Notice Inviting Applications (NIA) dated 15th June, 2022 along with the applicable interest. Further in the event of any fund requirement for meeting impending payment obligations, one of the promoters has confirmed that it shall provide direct or indirect financial support to the extent of Rs. 20,000 Mn.

The Group's ability to continue as a going concern is dependent on raising additional funds as required, successful negotiations with lenders and vendors for continued support and generation of cash flow from operations that it needs to settle its liabilities as they fall due. 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. Financial results of Vodafone Idea Limited (Standalone) :-

| Particulars | Quarter ended | | | Year ended |
|-----------------------------|---------------|--------------|------------|-------------|
| | 30-June-23 | 31-March-23 | 30-June-22 | 31-March-23 |
| | Unaudited | Refer Note 7 | Unaudited | Audited |
| Revenue from Operations | 105,757 | 104,749 | 103,429 | 419,171 |
| Profit/(Loss) before Tax | (78,389) | (65,193) | (72,717) | (293,078) |
| Net Profit/(Loss) after Tax | (78,389) | (65,193) | (72,717) | (293,078) |

Rs. Mn

6. Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (to the extent not disclosed elsewhere in the results) :-

(a) Financial Ratios

| Particulars | Quarter ended | | | Year ended |
|---|-------------------------|-----------------------------|-------------------------|------------------------|
| | 30-June-23 Unaudited | 31-March-23 Refer Note 7 | 30-June-22 Unaudited | 31-March-23 Audited |
| Current Ratio ⁽¹⁾ | 0.28 | 0.29 | 0.31 | 0.29 |
| Debt Equity Ratio ⁽²⁾ | (2.50) | (2.71) | (2.80) | (2.71) |
| Debt Service Coverage Ratio ('DSCR') ⁽³⁾ | 0.24 | 0.32 | 0.34 | 0.28 |
| Interest Service Coverage Ratio ('ISCR') ⁽⁴⁾ | 0.32 | 0.45 | 0.38 | 0.36 |
| Long term debt to working capital Ratio ⁽⁵⁾ | (5.70) | (5.92) | (5.99) | (5.92) |
| Bad debts to Trade receivable Ratio ⁽⁶⁾ | 0.02 | 0.00 | 0.03 | 0.04 |
| Current liability Ratio ⁽⁷⁾ | 0.17 | 0.17 | 0.17 | 0.17 |
| Total debts to total assets Ratio ⁽⁸⁾ | 1.00 | 0.97 | 0.95 | 0.97 |
| Debtors turnover Ratio (number of days) ⁽⁹⁾ | 19 | 19 | 23 | 20 |
| Operating Margin(%) ⁽¹⁰⁾ | (14)% | (14)% | (14)% | (15)% |
| Net Profit Margin (%) ⁽¹¹⁾ | (74)% | (61)% | (70)% | (69)% |

(1) Current Ratio = Current asset/ Current liabilities (excluding Short term borrowings)

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

(3) 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)]

(4) 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]

(5) Long term debt to working capital Ratio = Long term borrowings including current maturities of long term borrowings (excluding interest accrued but not due) / (Current asset - Current liability (excluding Short term borrowings))

(6) Bad debts to Trade receivables Ratio = Bad debts charge / Average gross Trade receivables

(7) Current liability Ratio = Current liabilities (excluding Short term borrowings) / Total liability

(8) Total debts to total assets Ratio = Total borrowing (excluding interest accrued but not due) / Total assets

(9) Debtors turnover Ratio (number of days) = (Average trade receivables/Revenue from operations)*Number of days during the period

(10) Operating Margin (%) = [Profit/(loss) before exceptional items and tax + Finance costs - Other Income] / Revenue from Operations

(11) Net Profit Margin (%) = Net Profit/(loss) after tax / Revenue from operations

(b) Details of Debenture redemption reserve and Net Worth

Rs. Mn

| Particulars | Quarter ended | | | Year ended |
|------------------------------|-------------------------|------------------------|-------------------------|------------------------|
| | 30-June-23 Unaudited | 31-March-23 Audited | 30-June-22 Unaudited | 31-March-23 Audited |
| Debenture Redemption reserve | 4,408 | 4,408 | 4,408 | 4,408 |
| Net Worth | (821,963) | (743,591) | (692,605) | (743,591) |

7. The consolidated financial results for the quarter ended 31st March, 2023 are balancing figures between audited results for the full financial year and the published year to date figures upto 31st December, 2022.
8. Previous period figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

VODAFONE IDEA LIMITED

Date: 14th August, 2023
Place: Mumbai

Ravinder Takkar
Non-Executive Chairman



VODAFONE IDEA LIMITED

Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhinagar-382011, CIN-L32100GJ1996PLC030976

Unaudited Financial Results for the quarter ended 30-June-2023



(Rs. Mn, except per share data)

| Particulars | Quarter ended | | | Year ended |
|--|-------------------------|-----------------------------|-------------------------|------------------------|
| | 30-June-23 Unaudited | 31-March-23 Refer Note 6 | 30-June-22 Unaudited | 31-March-23 Audited |
| INCOME | | | | |
| Service Revenue | 105,296 | 104,550 | 103,390 | 418,788 |
| Sale of Trading Goods | 9 | 12 | 12 | 53 |
| Other Operating Income | 452 | 187 | 27 | 330 |
| REVENUE FROM OPERATIONS | 105,757 | 104,749 | 103,429 | 419,171 |
| Other Income | 168 | 801 | 811 | 2,707 |
| TOTAL INCOME | 105,925 | 105,550 | 104,240 | 421,878 |
| EXPENSES | | | | |
| Cost of Trading Goods | 9 | 12 | 12 | 53 |
| Employee Benefit Expenses | 4,554 | 4,394 | 4,108 | 16,851 |
| Network Expenses and IT Outsourcing Costs | 26,346 | 24,781 | 24,444 | 104,071 |
| License Fees and Spectrum Usage Charges | 9,133 | 9,027 | 11,281 | 39,914 |
| Roaming & Access Charges | 10,086 | 10,694 | 8,866 | 38,991 |
| Marketing, Content, Customer Acquisition & Service Costs | 13,052 | 12,636 | 9,976 | 46,707 |
| Finance Costs | 63,997 | 49,991 | 59,023 | 233,439 |
| Depreciation & Amortisation Expenses | 54,594 | 55,426 | 56,208 | 223,622 |
| Other Expenses | 2,543 | 2,299 | 3,039 | 9,825 |
| TOTAL EXPENSES | 184,314 | 169,260 | 176,957 | 713,473 |
| PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX | (78,389) | (63,710) | (72,717) | (291,595) |
| Exceptional Items (net) | - | (1,483) | - | (1,483) |
| PROFIT/(LOSS) BEFORE TAX | (78,389) | (65,193) | (72,717) | (293,078) |
| Tax expense: | | | | |
| - Current Tax | - | - | - | - |
| - Deferred Tax | - | - | - | - |
| NET PROFIT/(LOSS) AFTER TAX | (78,389) | (65,193) | (72,717) | (293,078) |
| Items not to be reclassified to profit or loss in subsequent periods: | | | | |
| - Re-measurement gains/ (losses) of defined benefit plans | 24 | 39 | 10 | 95 |
| - Income tax effect on re-measurement gains/ (losses) of defined benefit plans | - | - | - | - |
| TOTAL COMPREHENSIVE INCOME/(LOSS) | (78,365) | (65,154) | (72,707) | (292,983) |
| Paid up Equity Share Capital (Face value Rs. 10 per share) | 486,797 | 486,797 | 321,188 | 486,797 |
| Other Equity | | | | (1,225,185) |
| Earnings/(Loss) Per Share for the period (Rs.) | | | | |
| - Basic | (1.61) | (1.55) | (2.26) | (8.43) |
| - Diluted | (1.61) | (1.55) | (2.26) | (8.43) |

Notes

1. The above unaudited 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 14th August, 2023.
2. Pursuant to the cabinet reforms on telecom and the resultant moratorium following which, the company had conveyed its acceptance for the conversion option, the company has allotted equity shares to the Government of India during the previous year. Also, the AGR demands beyond the affidavit period i.e. FY 16-17 till FY 18-19, which are also part of the four year moratorium but without the option of equity conversion of the interest related to such deferment are subject to further correction/revision on account of disposal of representations and any other outcome of litigation. The undisputed amounts as finally determined by 31st December, 2025 shall be paid in six equal instalments post the moratorium period. The review petition already filed with the Hon'ble Supreme Court to hear the modification application on correction of manifest / clerical / arithmetic errors in the computation of AGR demands for the years covered in the judgement is pending to be heard.
3. The Company has incurred a loss of Rs. 78,389 Mn for the quarter ended 30th June, 2023. Its net worth stands at negative Rs. 816,753 Mn and the Net Working Capital (excluding short term borrowings, future lease liability and certain accruals toward pending litigations) stands at negative Rs. 170,342 Mn.

As at 30th June, 2023, the total external debt (including interest accrued but not due) of the Company stands at Rs. 2,117,574 Mn. As at 30th June, 2023, an amount of Rs. 35,896 Mn (31st March, 2023: Rs. 39,271 Mn) has been reclassified from non-current borrowings to current maturities of long-term debt for not meeting certain covenant clauses under the financial agreements. Further, as a result of earlier 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 next steps/waivers. The existing debt as payable by 30th June, 2024 is Rs. 68,266 Mn (excluding amount classified as current on account of not meeting certain covenant clauses). As of date, the Company has met all its debt obligations payable to its lenders / banks and financial institutions along with applicable interest. The Company has utilized extended credit period to discharge some of its contractual obligations. Further, certain vendors have asked for payment of their overdue outstanding. The Company continues to be in discussion with them to agree to a payment plan. The Company has intimated to the DoT that it proposes to discharge its obligation towards the annual instalment of spectrum of Rs. 16,800 Mn payable on 17th August, 2023, by availing the grace period mentioned in the Notice Inviting Applications (NIA) dated 15th June, 2022 along with the applicable interest. Further in the event of any fund requirement for meeting impending payment obligations, one of the promoters has confirmed that it shall provide direct or indirect financial support to the extent of Rs. 20,000 Mn.

The Company's ability to continue as a going concern is dependent on raising additional funds as required, successful negotiations with lenders and vendors for continued support and generation of cash flow from operations that it needs to settle its liabilities as they fall due. 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. Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (to the extent not disclosed elsewhere in the results) :-

(a) Financial Ratios

| Particulars | Quarter ended | | | Year ended |
|---|-------------------------|-----------------------------|-------------------------|------------------------|
| | 30-June-23 Unaudited | 31-March-23 Refer Note 6 | 30-June-22 Unaudited | 31-March-23 Audited |
| Current Ratio ⁽¹⁾ | 0.37 | 0.38 | 0.41 | 0.38 |
| Debt Equity Ratio ⁽²⁾ | (2.52) | (2.73) | (2.82) | (2.73) |
| Debt Service Coverage Ratio ('DSCR') ⁽³⁾ | 0.22 | 0.30 | 0.31 | 0.26 |
| Interest Service Coverage Ratio ('ISCR') ⁽⁴⁾ | 0.29 | 0.42 | 0.35 | 0.33 |
| Long term debt to working capital Ratio ⁽⁵⁾ | (6.51) | (6.85) | (7.03) | (6.85) |
| Bad debts to Trade receivables Ratio ⁽⁶⁾ | 0.02 | 0.00 | 0.03 | 0.04 |
| Current liability Ratio ⁽⁷⁾ | 0.17 | 0.17 | 0.17 | 0.17 |
| Total debts to total assets Ratio ⁽⁸⁾ | 1.00 | 0.97 | 0.95 | 0.97 |
| Debtors turnover Ratio (number of days) ⁽⁹⁾ | 19 | 19 | 22 | 20 |
| Operating Margin(%) ⁽¹⁰⁾ | (14)% | (14)% | (14)% | (15)% |
| Net Profit Margin (%) ⁽¹¹⁾ | (74)% | (62)% | (70)% | (70)% |

(1) Current Ratio = Current asset/ Current liabilities (excluding Short term borrowings)

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

(3) 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)]

(4) 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]

(5) Long term debt to working capital Ratio = Long term borrowings including current maturities of long term borrowings (excluding interest accrued but not due)/ (Current asset - Current liability (excluding Short term borrowings))

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(9) Debtors turnover Ratio (number of days) = (Average trade receivables/Revenue from operations)*Number of days during the period

(10) Operating Margin (%) = [Profit/(loss) before exceptional items and tax + Finance costs - Other Income] / Revenue from Operations

(11) Net Profit Margin (%) = Net Profit/(loss) after tax / Revenue from operations

(b) Details of Debenture redemption reserve and Net Worth

| Particulars | Quarter ended | | | Year ended |
|------------------------------|-------------------------|------------------------|-------------------------|------------------------|
| | 30-June-23 Unaudited | 31-March-23 Audited | 30-June-22 Unaudited | 31-March-23 Audited |
| Debenture Redemption reserve | 4,408 | 4,408 | 4,408 | 4,408 |
| Net Worth | (816,753) | (738,388) | (687,069) | (738,388) |

6. The financial results for the quarter ended 31st March, 2023 are balancing figures between audited results for the full financial year and the published year to 31st December 2022.
7. Previous period figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

VODAFONE IDEA LIMITED

Date: 14th August, 2023
Place: Mumbai

Ravinder Takkar
Non-Executive Chairman