



**34TH ANNUAL REPORT
2018-2019**

BHARTI TELECOM LIMITED

CONTENTS		
Board's Report		1 - 23
Standalone Financial Statements with Auditor's Report		24 - 54
Consolidated Financial Statements with Auditor's Report		55 - 148

Board's Report		1 - 23
Standalone Financial Statements with Auditor's Report		24 - 54
Consolidated Financial Statements with Auditor's Report		55 - 148

BOARD OF DIRECTORS

Mr. Sunil Bharti Mittal, Chairman
 Mr. Amarjeet Singh
 Ms. Chua Sock Koong
 Mr. Devendra Khanna, Managing Director
 Mr. Rajan Bharti Mittal
 Mr. Rajiv Kumar Chaudhri
 Mr. Ravinder Arora
 Mr. Tao Yih Arthur Lang

CHIEF FINANCIAL OFFICER

Mr. Puneet Tandon

COMPANY SECRETARY

Mr. Rohit Krishan Puri

STATUTORY AUDITORS

Deloitte Haskins & Sells LLP,
 Chartered Accountants

INTERNAL AUDITORS

Ernst & Young LLP

SECRETARIAL AUDITORS

Chandrasekaran Associates,
 Company Secretaries

DEBENTURE TRUSTEE

Axis Trustee Services Limited
 Ground Floor, Axis House.
 Wadia International Centre, Pandurang
 Budhkar Marg, Worli,
 Mumbai - 400 025, India
 Telephone No. 022 6226 0050/54
 Fax No. 022 43253000
 E-mail: debenturetrustee@axistrustee.com

REGISTERED OFFICE

Airtel Centre, Plot No. 16,
 Udyog Vihar, Phase – IV,
 Gurugram, Haryana – 122001,
 India

CORPORATE OFFICE

Bharti Crescent, 1, Nelson Mandela Road,
 Vasant Kunj, Phase – II,
 New Delhi – 110070, India

CORPORATE IDENTIFICATION NUMBER

U32039HR1985PLC032091

WEBSITE

www.bhartitelecom.in

BOARD'S REPORT

Dear Members,

The Directors have pleasure in presenting the 34th Board's Report on the Company's business and operations, together with audited financial statements and accounts for the financial year ended March 31, 2019.

Financial performance, results of operations and Company overview

Standalone

(Rs. in millions)

Particulars	For the year ended	
	March 31, 2019	March 31, 2018
Gross income	10,150.00	8,353.00
Profit/(loss) before finance expenses, depreciation and tax	10,065.00	8,335.00
Profit/(loss) before tax	5,799.00	5,841.00
Less: Tax expenses	2.00	278.00
Profit/(loss) after tax	5,797.00	5,563.00

Consolidated

(Rs. in millions)

Particulars	For the year ended	
	March 31, 2019	March 31, 2018
Gross income	828,646.00	852,872.00
Profit/(loss) before finance expenses, depreciation and tax	306,342.00	319,185.00
Profit/(loss) before tax	(21,533.00)	31,006.00
Less: Tax expenses	(32,132.00)	12,656.00
Profit/(loss) after tax (before consolidation)	5,797.00	5,563.00
Profit/(loss) after tax (after consolidation)	10,599.00	18,350.00

The Company holds investment in Bharti Airtel Limited. The Company has not made any further investment in the shares of Bharti Airtel Limited during the financial year 2018-19 and the aggregate holding of the Company in Bharti Airtel Limited as at March 31, 2019 stood at 2,002,818,452 (50.10%) equity shares. During the financial year 2018-19, the Company received a sum of Rs. 10,014.00 Mn. as dividend from such investment.

In compliance with the RBI Regulations, the Company has obtained a certificate of registration dated January 15, 2019 bearing registration no. N-14.03465 as a Non-Deposit taking Systemically Important Core Investment Company (CIC ND-SI) from Reserve Bank of India (RBI).

Secretarial Standards

Pursuant to the provisions of Section 118 of the Companies Act, 2013, the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India.

Dividend

The Board of directors does not recommend any dividend for the financial year 2018-19 .

Share capital

The authorised share capital as on March 31, 2019 was Rs. 50,000 Mn. divided into 5,000,000,000 Equity Shares of Rs. 10/- each and the paid-up share capital of the Company was Rs. 26,107,741,760 divided into 2,610,774,176 equity shares of Rs. 10/- each.

Public Deposits

Your Company has neither invited nor accepted any deposits from public within the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 during the period under review.

Capital Adequacy

Your Company is registered with the RBI¹ as a CIC-ND-SI vide Certificate No. N-14.03465 dated January 15, 2019. The Company primarily functions as an investment holding company with more than 90% of its total assets consisting of investment in shares of Bharti Airtel Limited.

As a CIC-ND-SI, the Company is required to:

- a. maintain minimum Adjusted Net Worth of 30% of its aggregate risk weighted assets on balance sheet and risk adjusted value of off-balance sheet items as on the date of the last audited balance sheet as at the end of the financial year; and
- b. restrict the outside liabilities up to 2.5 times of its Adjusted Net Worth as on the date of the last audited balance sheet as at the end of the financial year.

The Company is in compliance with the abovementioned requirements as at March 31, 2019.

General Reserve

The Company has not transferred any amount to the General Reserve for the financial year ended March 31, 2019.

Directors and Key Managerial Personnel

In compliance with the provisions of Section 152 of the Companies Act, 2013, Mr. Sunil Bharti Mittal and Ms. Chua Sock Koong, Directors of the Company will retire by rotation at the ensuing AGM and being eligible have offered themselves for re-appointment. The Board recommends their re-appointment.

Mr. Devendra Khanna, Managing Director will be completing his present term as Managing Director of the Company on September 30, 2019. On the recommendation of the Nomination and Remuneration Committee, the Board in its meeting held on August 01, 2019, subject to the approval of shareholders, has re-appointed Mr. Devendra Khanna as Managing Director of the Company for a further term of five years w.e.f. October 01, 2019.

Pursuant to the provisions of Sections 149, 161 and other applicable provisions of the Companies Act, 2013 and as recommended by the Nomination and Remuneration Committee and subject to the approval of the shareholders, the Board, on August 1, 2019, had appointed Mr. Rajiv Kumar Chaudhri and Mr. Ravinder Arora as an Additional Independent Director w.e.f. August 1, 2019 to hold office for a term of three consecutive years i.e. upto July 31, 2022.

In the opinion of the Board, Mr. Rajiv Kumar Chaudhri and Mr. Ravinder Arora fulfil the conditions specified in the Companies Act, 2013 and the rules made thereunder and are independent to the management and accordingly, the Board recommends their appointment.

The Company has received requisite notice from a member under Section 160 of the Companies Act, 2013 proposing the appointment of above as Independent Directors.

As on March 31, 2019, Mr. Devendra Khanna, Managing Director, Mr. Puneet Tandon, Chief Financial Officer and Mr. Rohit Krishan Puri, Company Secretary are the Key Managerial Personnel as per the provisions of the Companies Act, 2013.

Brief resume, nature of expertise, details of directorships held in other companies by the Directors proposed to be appointed/ re-appointed, along with shareholding in the Company, as stipulated under Secretarial Standard 2, is appended as an Annexure to the Notice of the ensuing AGM.

The Company has received declarations from all Independent Directors of the Company confirming that they meet the criteria of independence, as prescribed under Section 149 of the Companies Act, 2013. The Independent Directors have also confirmed that they have complied with the Company's code of conduct.

The Company's "Nomination and Remuneration Policy" including criteria for determining qualifications, positive attributes and independence of a director and other matters as provided under section 178(3) of the Companies Act, 2013 is annexed as **Annexure A** to this report.

Material changes and commitments affecting the financial position between the end of financial year and date of this report

There were no material changes and commitments affecting the financial positions of the Company which have occurred between the end of the financial year of the Company and the date of the Board's Report except mentioned herein below:

After the closure of financial year 2018-19, the Company has acquired 113,417,986 equity shares of Bharti Airtel Limited pursuant to the Rights Issue out of total entitlement of 567,963,440 Shares. The Company had renounced the remaining rights entitlement to GIC, a sovereign wealth fund of Government of Singapore acting on behalf of Government of Singapore and Monetary Authority of Singapore and to Indian Continent Investment Limited, a promoter group entity. As on the date of this report, the aggregate holding of the Company in Bharti Airtel Limited stood at 2,116,236,438 (41.24%) equity shares.

¹**RBI Disclaimer:** (a) Reserve Bank of India does not accept any responsibility or guarantee about the present position as to the financial soundness of the company or for the correctness of any of the statements or representations made or opinions expressed by the company and for discharge of liability by the company; (b) Neither is there any provision in law to keep, nor does the company keep any part of the deposits with the Reserve Bank and by issuing the Certificate of Registration to the company, the Reserve Bank neither accepts any responsibility nor guarantee for the payment of the public funds to any person/body corporate.

After the closure of financial year 2018-19, the Company raised Rs. 31,000 Mn through issuance of listed, unsecured, redeemable non-convertible debentures at face value of Rs. 1 Mn each on private placement basis as per the following details:

- > 7,000, Series I debentures at a yield of 9.85% per annum (maturity May 19, 2020);
- > 10,000, Series II debentures at a yield of 9.85% per annum (maturity May 22, 2020);
- > 14,000, Series III debentures at a yield of 9.85% per annum (maturity May 29, 2020).

The details of Debenture Trustee are given hereunder:

Axis Trustee Services Limited
Ground Floor, Axis House
Wadia International Centre, Pandurang
Budhkar Marg, Worli,
Mumbai - 400 025, India
Telephone No. 022 6226 0050/54
Fax No. 022 43253000
E-mail: debenturetrustee@axistrustee.com

Ratings

During the financial year 2018-19, the rating agency, CRISIL has maintained rating of "AA+" for the Debentures issued by the Company. The instruments with this rating are considered to have high degree of safety regarding timely servicing of financial obligation. Such instruments carry very low credit risk. Further, CRISIL and ICRA have maintained a rating of "A1+" for the Commercial Papers issued by the Company.

Board Evaluation

In compliance with the provisions of the Companies Act, 2013, the Nomination and Remuneration Committee had approved the process, format, attributes and criteria for the performance evaluation of the Board, Board Committees and Individual Directors including the Chairman and the Managing Director. The process provides that the performance evaluation shall be carried out on an annual basis. During the year, the Board had completed the evaluation process, which included evaluation of the Board as a whole, the Board Committees and individual Directors including the Chairman and the Managing Director.

All directors participated in the evaluation process. The result of evaluation was discussed in the respective committee meetings and in the board meeting held on May 06, 2019. Recommendations arising from the evaluation process were considered by the Board to optimize its effectiveness.

Board and Committee Meetings

The composition of the Board of Directors of the Company is in conformity with all the requirements under the Companies Act, 2013. The Board of Directors met six times during the financial year 2018-19, i.e. on April 24, 2018, June 19, 2018, July 26, 2018, October 25, 2018, January 31, 2019 and March 06, 2019. The requisite details regarding composition of the Board, number of board meetings held and attended by each director are provided in the **Annexure B** to this report.

Audit Committee

In compliance with the requirements of Section 177 of the Companies Act, 2013, the Company has a committee of the Board known as the Audit Committee. All recommendations made by the Committee were accepted by the Board. During the financial year 2018-19, the Committee met five times i.e. April 24, 2018, July 26, 2018, October 25, 2018, January 31, 2019 and March 06, 2019. The composition and the attendance of the members at the meeting are provided in the **Annexure B** to this report.

Nomination and Remuneration Committee

In compliance with the requirements of Section 178 of the Companies Act, 2013, the Company has committee of the Board known as the Nomination and Remuneration Committee. During the financial year 2018-19, the Committee met four times i.e. on April 24, 2018, July 26, 2018, October 25, 2019 and January 31, 2019. The composition and the attendance of the members at the meeting are provided in the **Annexure B** to this report.

Stakeholders' Relationship Committee

In compliance with the requirements of Section 178 of the Companies Act, 2013, the Company has a committee of the Board known as the Stakeholders' Relationship Committee. During the financial year 2018-19, the Committee met five times i.e. on April 24, 2018, May 09, 2018, July 02, 2018, July 26, 2018 and October 25, 2018. The composition and the attendance of the members at the meeting are provided in the **Annexure B** to this report.

Asset Liability Committee

In compliance with Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 and other RBI regulations, the Company constituted a committee of the Board on May 06, 2019 known as the Asset Liability Committee. The composition of the Committee is provided in the **Annexure B** to this report.

Risk Management Committee

In compliance with Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 and other RBI regulations, the Company constituted a committee of the Board on May 06, 2019 known as the Risk Management Committee. The composition of the Committee is provided in the **Annexure B** to this report.

Corporate Social Responsibility (CSR) Committee

In compliance with the requirements of Section 135 of the Companies Act, 2013, the Company has committee of the Board known as the Corporate Social Responsibility Committee. During the financial year 2018-19, the Committee met two times i.e. on April 24, 2018 and January 31, 2019. The composition and the attendance of the members at the meeting are provided in the **Annexure B** to this report.

The Indian telecom industry is passing through a very challenging phase and the Company's subsidiary Bharti Airtel Limited continued to be under stress during the FY 2018-19. Despite all the adversities & challenges, the Company is committed to build its CSR capabilities on a sustainable basis and is also committed to gradually increase its CSR contribution in the coming years if required. The CSR spending is guided by the vision of creating long-term benefit to the society. The Company through its Board and CSR Committee is determined to beef up its efforts to meet the targeted CSR expenditure. With the strong foundation which has been established during the year alongwith the proposed scaling up of a number of its CSR Projects, the Company believes that it has made meaningful progress towards reaching the target in the coming financial years.

Further, the Bharti Family has also pledged a significant amount towards philanthropy, which will step-up scope and reach of Bharti Foundation's initiatives to create opportunities for the underprivileged and contribute to nation building. Plan is to set up a world-class University namely Satya Bharti University, to offer free education to deserving youth from economically weaker sections of society.

The Company could not spent any amount towards CSR contribution for the FY 2018-19 against the approval of Rs. 2.1 Mn approved by CSR Committee for FY 2018-19.

The Report on Corporate Social Responsibility for the financial year 2018-19 u/s 135 of the Companies Act, 2013 is annexed as **Annexure C** to this report.

Committee of Directors

The Company has a committee known as BTL Committee of Directors. During the financial year 2018-19, the Committee met one time i.e. on April 24, 2018. The composition and the attendance of the members at the meeting are provided in the **Annexure B** to this report.

Extract of Annual Return

In terms of provisions of Section 92, 134(3)(a) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the extract of Annual Return of the Company in form MGT-9 is annexed as **Annexure D** to this report and also available at the website of the Company www.bhartitelecom.in.

Particulars of loans, guarantees or investments

Particulars of loans, guarantees or investments forms part of notes to the standalone financial statements.

Related Party Transactions

All arrangements / transactions entered by the Company with related parties during the year were in ordinary course of business and on arm's length basis. Details of such transactions have been included in the Notes to Accounts section of the Annual Report.

During the year, the Company has not entered into any arrangement / transaction with related parties which could be considered material, accordingly, the disclosure of Related Party Transactions in Form AOC-2 is not applicable.

Subsidiary / Joint Venture / Associate Companies

As on March 31, 2019, your Company has subsidiary, associate and joint venture companies as set out in note 29 of the standalone financial statements.

During FY 2018-19, Bharti Airtel Holding (Mauritius) Limited, Airtel Africa Mauritius Limited, Bharti Airtel Overseas (Mauritius) Limited, Airtel Africa Limited, Airtel Mobile Commerce Nigeria B.V., Airtel Mobile Commerce Congo B.V., Airtel Mobile Commerce (Seychelles) B.V., Airtel Mobile Commerce Madagascar B.V., Airtel Mobile Commerce Kenya B.V., Airtel Mobile Commerce Rwanda B.V., Airtel Mobile Commerce Malawi B.V., Airtel Mobile Commerce Uganda B.V., Airtel Mobile Commerce Tchad B.V., Airtel Mobile Commerce Zambia B.V. became Subsidiaries of the Company.

During FY 2018-19, Bharti Airtel Burkina Faso Holdings B.V., Africa Towers Services Limited, Tigo Rwanda Limited ceased to be subsidiaries of the Company.

Pursuant to Section 129(3) of the Companies Act, 2013 read with Rule 5 of Companies (Accounts) Rules, 2014, a statement containing salient features of financial statements of subsidiary companies is annexed to the Annual Report. The statement also provides the details of performance and financial position of each of the subsidiary companies and their contribution to the overall performance of the Company.

The audited financial statements of each of its subsidiary companies are available for inspection at the Company's registered office as well as the corporate office and are also available on the website of the Company at www.bhartitelecom.in.

Particulars of Employees

Disclosures relating to remuneration of Directors u/s 197(12) of the Companies Act, 2013 ('the Act') read with Rule 5(1), 5(2) and 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to the Company as there are no employees on the payrolls of the Company.

Auditors and Auditor's Report

Statutory Auditor

In terms of the provisions of Section 139 of the Companies Act, 2013, Deloitte Haskins & Sells LLP, Chartered Accountants (firm registration number 117366W-W100018) ('Deloitte') were appointed as the Statutory Auditors of the Company by the shareholders in the Annual General Meeting (AGM) held on September 05, 2017, for a period of five years i.e. till the conclusion of 37th AGM subject to ratification by the members at every AGM. In accordance with the Companies (Amendment) Act, 2017, the requirement of annual ratification of appointment of Statutory Auditors is now not required. Thus, in accordance with the amended Section 139 of the Companies Act, 2013, the members of the Company are not required to ratify the appointment of statutory auditors at the annual general meeting of the Company and accordingly the Board had not recommended the same.

The Board has duly examined the Statutory Auditors' Report to the accounts, which is self-explanatory. Clarifications, wherever necessary, have been included in the Notes forming part of the annual accounts. The Report does not contain any qualification, reservation, disclaimer or adverse remark.

Further, the auditors have not reported any fraud u/s 143(12) of the Act.

Secretarial Auditor

The Board had appointed Chandrasekaran Associates, Company Secretaries, to conduct its Secretarial Audit for the financial year ended March 31, 2019. The Secretarial Auditors have submitted their report, confirming compliance by the Company of all provisions of applicable corporate laws. The Report does not contain any qualification, reservation, disclaimer or adverse remark. The Secretarial Audit Report is annexed as **Annexure E** to this report.

The Board has reappointed Chandrasekaran Associates, Company Secretaries, as Secretarial Auditor of the Company for financial year 2019-20.

Internal Auditor

The Board had appointed Ernst & Young LLP as the internal auditors to conduct the internal audit of the Company for the financial year ended March 31, 2019. The Board has re-appointed Ernst & Young LLP as the Internal Auditors of the Company for the financial year 2019-20.

Risk Management

The Company keeps evaluating the risks to which the Company is exposed to on a continuous basis, to ensure consistent, efficient and effective assessment of risks and its timely mitigation.

The Company has a process in place to identify key risks and prioritize relevant action plans to mitigate risks. To have more robust process, the Company had constituted a separate Risk Management Committee to focus on the risk management including determination of company's risk appetite, risk tolerance and regular risk assessments (risk identification, risk quantification and risk evaluation) etc.

The Company also has a duly approved Risk Management Policy. The objective of the Policy is to have a well-defined approach to risk. The policy lays down broad guidelines for timely identification, assessment, and prioritization of risks affecting the Company in the short and foreseeable future. The Policy suggests framing an appropriate response action for the key risks identified, so as to make sure that risks are adequately addressed or mitigated.

Vigil Mechanism

In compliance with the provisions of Section 177 of the Companies Act, 2013, the Company has vigil mechanism in place for its

directors and employees to report concerns about unethical behaviour, actual or suspected fraud, or violation of code of conduct etc. The mechanism also provides for adequate safeguard against the victimisation of employees who avail the mechanism, and allow direct access to the Audit Committee in exceptional cases. The complaints or concerns, if any, received from any person are promptly redressed.

During the period, the Company has not received any complaint from any director / employee of the Company.

Internal Financial Controls

The internal financial controls with reference to the Financial Statements were commensurate with the size and nature of business of the Company.

Significant and material orders

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

The Company does not carry on any manufacturing activity and accordingly the provisions to furnish information, as per Section 134 of the Companies Act, 2013, read with Rule 8 of Companies (Accounts) Rules, 2014, relating to Conservation of Energy and Technology Absorption are not required to be complied with.

During the year under review, there were nil Foreign Exchange Earnings and Outgo.

Maintenance of Cost Records

The Company was not required to maintain cost records as specified by the Central Government under Sub-Section (1) of Section 148 of the Companies Act, 2013.

Prevention of Sexual harassment

The Company is committed to provide a protective environment at workplace to all its women employees, to ensure that every woman employee is treated with dignity and respect.

During the year, since there were no women employees on the role of Company, there was no complaint regarding sexual harassment.

Directors' responsibility statement

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors to the best of their knowledge and belief confirm that:

1. In the preparation of the annual accounts for the year ended March 31, 2019, the applicable accounting standards read with requirements sets out in Schedule III to the Act, have been followed and there are no material departures from the same;
2. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year ended on that date;
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. The Directors have prepared the annual accounts on a 'going concern basis';
5. The directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively;
6. The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and are operating effectively.

Acknowledgement

Your directors express their gratitude for the co-operation and support received from various agencies / departments of the Government of India, State Governments, Company's Bankers and Financial Institutions.

On behalf of the Board

Place: New Delhi
Date: August 01, 2019

Sunil Bharti Mittal
Chairman

Annexure A**Bharti Telecom Limited – Nomination & Remuneration Policy****Preamble**

The Board of Directors (the "Board") on the recommendation of the Nomination & Remuneration Committee (the "Committee") has approved and adopted this Nomination & Remuneration Policy (the "Policy") in compliance with the provisions of Section 178 of the Companies Act, 2013 and rules made thereunder.

Objectives

The main objectives of this Policy are:-

- To lay down criteria and terms and conditions with regard to identifying persons who are qualified to become directors (executive and non-executive including Independent directors), Key Managerial Personnel ("KMP") and persons who may be appointed in senior management positions.
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage for the Company.
- To determine remuneration of directors, KMPs.
- To provide for rewards linked directly to their effort, performance, dedication and achievement of Company's targets.

Attributes, qualifications and diversity**Directors and Key Managerial Personnel**

The Committee shall be responsible for identifying suitable candidate for appointment as directors or as KMPs of the Company.

The Board shall consist of such number of Directors as is necessary to effectively manage the Company of the size and nature as of Bharti Telecom Limited, subject to compliance with the provisions of the Companies Act, 2013, Articles of Association of the Company and the Shareholders Agreement. The Board shall strive to have an appropriate combination of Executive, Non-Executive and Independent Directors.

While evaluating a person for appointment / re-appointment as director or as KMP, the Committee shall consider and evaluate number of factors including but not limited to background, knowledge, skills, abilities (ability to exercise sound judgement), professional experience and functional expertise, educational and professional background, personal accomplishment, age, experience, understanding of the industry, marketing, technology, finance and other disciplines relevant to the business etc. and such other factors that the Committee might consider relevant and applicable from time to time towards achieving a diverse Board.

The Committee shall ensure that the proposed director satisfies the following additional criteria:-

- Eligible for appointment as a director on the board of the Company and is not disqualified in terms of Section 164 and other applicable provisions of the Companies Act 2013.
- Has attained minimum age of 25 years and is not older than 70 years.
- Does not hold directorship in more than 20 companies (including private and public limited companies) or 10 public limited companies incorporated in India.
- Will be able to devote sufficient time and efforts in discharge of duties and responsibilities effectively.

While evaluating a person for appointment / re-appointment as an independent director, the Committee shall ensure that the proposed appointee satisfies the following additional criteria:-

- Meet the baseline definition and criteria of "independence" as set out in Section 149 of the Companies Act, 2013 and other applicable laws.
- Should not hold any board / employment position with a competitor in the geographies where the Company is operating. However, the Board may in special circumstances waive this requirement.

The reappointment / extension of term of any board members shall be on the basis of their performance evaluation.

Senior Management

While evaluating a person for appointment / re-appointment in a senior management position, the management shall consider various factors including individual's background, competency, skills, abilities (viz. leadership, ability to exercise sound judgement),

educational and professional background, personal accomplishment, age, relevant experience and understanding of related field viz. marketing technology, finance or such other discipline relevant to present and prospective operations of the Company.

Senior Management means personnel of the company who are members of its core management team excluding Board of Directors and shall comprise of all members of management one level below the executive directors, including all functional heads.

Remuneration Policy

The overall limits of remuneration of the board members including executive board members (i.e. managing director, whole-time director, executive directors etc.), if paid, will be governed by the provisions of Section 197 of the Companies Act, 2013, rules made thereunder and shall be approved by the shareholders of the Company, except the payment of sitting fees, and shall be subject to availability of profits of the Company.

Within the overall limit approved by the shareholders, on the recommendation of the Committee, the Board shall determine the remuneration. The Board can determine different remuneration for different directors on the basis of their role, responsibilities, duties, time involvement etc.

Non-executive directors including independent directors

i. Profit-linked commission – NIL

ii. Sitting Fees – An independent director will be entitled to INR 25,000 for every board meeting and all committee meetings (including meetings attended through video conferences) held in a single day.

The Board, upon recommendation of the Nomination and Remuneration Committee, may revise the sitting fees / commission payable to all or any one of the independent directors.

Executive Board Members

The remuneration (including revision in the remuneration) of executive board members, if any, shall be approved by the Board on the basis of the recommendation of the Nomination & Remuneration Committee.

Remuneration to Key Managerial Personnel (other than Managing Director and Whole-Time Director) and other employees in Senior Management

The remuneration of Key Managerial Personnel (other than managing director and whole time director) shall be decided on case to case basis.

Disclosures by the Company

This Policy shall be disclosed in the Company's annual report.

General

The Managing Directors and the Company Secretary are jointly and severally authorized to amend the Policy to give effect to any changes / amendments notified by Ministry of Corporate Affairs w.r.t. any matter covered by this policy.

The amended policy shall be placed before the Board for noting and ratification.

Annexure B

Composition, meetings and attendance of the Board and Board Committees (As on March 31, 2019)

Board Meetings

Name	Category	Number of Meetings attended (held during their tenure)
Mr. Sunil Bharti Mittal	Chairman	5 (6)
Mr. Devendra Khanna	Managing Director	6 (6)
Ms. Chua Sock Koong*	Non-Executive Director	6 (6)
Mr. Rajan Bharti Mittal	Non-Executive Director	6 (6)
Mr. Tao Yih Arthur Lang**	Non-Executive Director	6 (6)

* Two meetings attended by Ms. Tan Yong Choo as an alternate director.

** One meeting attended by Ms. Tan Yong Choo as an alternate director.

Corporate Social Responsibility Committee Meetings

Name	Category	Number of meetings attended (held during their tenure)
Mr. Rajan Bharti Mittal	Chairman	2 (2)
Mr. Devendra Khanna	Managing Director	2 (2)

BTL Committee of Directors Meetings

Name	Category	Number of meetings attended (held during their tenure)
Mr. Rajan Bharti Mittal	Managing Director	1 (1)
Mr. Devendra Khanna	Non-Executive Director	1 (1)
Mr. Tao Yih Arthur Lang	Non-Executive Director	1 (1)

Further, on May 06, 2019, the Board of directors had constituted the Asset Liability Committee and Risk Management Committee ("Committees") comprising of Mr. Rajan Bharti Mittal as Chairman and Mr. Devendra Khanna and Mr. Tao Yih Arthur Lang as members. * Since the Committees were constituted on May 06, 2019, no meetings were held during the financial year 2018-19.

Audit Committee Meetings

Name	Category	Number of meetings attended (held during their tenure)
Mr. Rajan Bharti Mittal	Chairman	5 (5)
Mr. Devendra Khanna	Managing Director	5 (5)
Mr. Tao Yih Arthur Lang	Non-Executive Director	5 (5)*

* One meeting attended by Ms. Tan Yong Choo as an alternate director.

Stakeholders' Relationship Committee Meetings

Name	Category	Number of meetings attended (held during their tenure)
Mr. Rajan Bharti Mittal	Chairman	5 (5)
Mr. Devendra Khanna	Managing Director	5 (5)
Mr. Tao Yih Arthur Lang	Non-Executive Director	2 (5)

Nomination and Remuneration Committee Meetings

Name	Category	Number of meetings attended (held during their tenure)
Mr. Rajan Bharti Mittal	Chairman	4 (4)
Mr. Devendra Khanna	Managing Director	4 (4)
Ms. Chua Sock Koong*	Non-Executive Director	4 (4)
Mr. Tao Yih Arthur Lang**	Non-Executive Director	4 (4)

* Two meetings attended by Ms. Tan Yong Choo as an alternate director.

** One meeting attended by Ms. Tan Yong Choo as an alternate director.

Annexure C

The Annual Report on Corporate Social Responsibility (CSR) Activities

1. Brief Outline of Company's CSR Policy

At Bharti Telecom, business success is not just about profits and shareholder returns. We believe in pursuing wider socio-economic and cultural objectives and have always endeavored to not just live up to it, but to try and exceed the expectations of the communities in which we operate.

At Bharti Telecom, the CSR and welfare activities centers around the following areas:

- I. Promoting education including special education, employment enhancing vocation skills especially among children and livelihood enhancement projects;
- II. Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water;
- III. Contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government.

2. Composition of CSR Committee

Name	Designation
Rajan Bharti Mittal, Chairman	Non-Executive Director
Devendra Khanna	Managing Director
Tao Yih Arthur Lang	Non-Executive Director

- 3. Average net profit before tax of the Company for last three financial years** 106.99 Mn.
- 4. Prescribed CSR Expenditure (2% of the amount as above)** 2.1 Mn.
- 5. Details of CSR spent during the year**
 - a) Total amount to be spent for the financial year 2.1 Mn.
 - b) Amount Unspent 2.1 Mn.
 - c) Manner in which amount spent during the financial year: N.A.

6. Reason for not spending the prescribed 2% amount

The Indian telecom industry is passing through a very challenging phase and the Company's subsidiary Bharti Airtel Limited continued to be under stress during the FY 2018-19. Despite all the adversities & challenges, the Company is committed to build its CSR capabilities on a sustainable basis and is also committed to gradually increase its CSR contribution in the coming years. The CSR spending is guided by the vision of creating long-term benefit to the society. The Company through its Board and CSR Committee is determined to beef up its efforts to meet the targeted CSR expenditure. With the strong foundation which has been established during the year alongwith the proposed scaling up of a number of its CSR Projects, the Company believes that it has made meaningful progress towards reaching the target in the coming financial years.

Further, the Bharti Family has also pledged a significant amount towards philanthropy, which will step-up scope and reach of Bharti Foundation's initiatives to create opportunities for the underprivileged and contribute to nation building. Plan is to set up a world-class University namely Satya Bharti University, to offer free education to deserving youth from economically weaker sections of society.

7. Responsibility statement of the CSR Committee

The Committee confirms that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and policy of the Company.

Devendra Khanna
Managing Director

Rajan Bharti Mittal
Chairman
CSR Committee

Annexure D

Form No. MGT-9
Extract of Annual Return
as on the financial year ended on March 31, 2019
[Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the
Companies (Management and Administration) Rules, 2014]

I. Registration and other details:

CIN	U32039HR1985PLC032091
Registration Date	July 29, 1985
Name of the Company	Bharti Telecom Limited
Category of the Company	Limited by shares
Sub-Category of the Company	Indian Non - Government Company
Address of the Registered office and contact details	Airtel Centre, Plot No. 16, Udyog Vihar, Phase-IV, Gurgaon, Haryana-122001, India Phone: +91 124 4222222
Whether listed company	Yes (Debt Segment)
Name, Address and Contact details of Registrar and Transfer Agents	Karvy Fintech Private Limited, Karvy Selenium Tower B, Plot number 31 & 32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500032, India Phone : +91 040 6716 2222

II. Principal business activities of the Company

Businesses contributing 10% or more of the total turnover of the company are given below:-

Sl. No.	Name and Description of main products/services	NIC Code of the product/service*	% to total turnover of the company
1	Investment	643	100%

* As per National Industrial Classification – Ministry of Statistics and Programme Implementation.

III. Particulars of holding, subsidiary and associate companies

Sl. No.	Name of the Company	Address	CIN/ Registration No.	% of Shares held
Holding Company u/s 2(46) of the Companies Act, 2013				
1	Bharti Enterprises (Holding) Private Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi - 110 070	U74140DL2010PTC197775	50.01
Direct Subsidiary Companies u/s 2(87) of the Companies Act, 2013				
1.	Bharti Airtel Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi - 110 070	L74899DL1995PLC070609	50.10
Indirect Subsidiary Companies u/s 2(87) of the Companies Act, 2013				
Sl. No.	Name of the Company	Address	CIN/ Registration No.	% of Shares held by Bharti Airtel Limited
2.	Bharti Airtel Services Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi - 110 070	U64201DL1997PLC091001	100
3.	Bharti Hexacom Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi - 110 070	U74899DL1995PLC067527	70
4.	Bharti Infratel Limited	901, Park Centra, Sector 30, NH-8, Gurugram, Haryana - 122001	L64201HR2006PLC073821	53.51
5.	SmarTx Services Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi - 110070	U64202DL2015PLC285515	53.51

Sl. No.	Name of the Company	Address	CIN/ Registration No.	% of Shares held by Bharti Airtel Limited
6.	Indo Teleports Limited (Formerly known as Bharti Teleports Limited)	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi - 110 070	U32204DL2008PLC183976	99.99
7.	Bharti Telemedia Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi- 110 070	U92200DL2006PLC156075	80
8.	Airtel Payments Bank Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi- 110 070	U64200DL2010PLC201058	80.1
9.	Telesonic Networks Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi- 110 070	U64200DL2009PLC325406	100
10.	Nxtra Data Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi- 110 070	U72200DL2013PLC254747	100
11.	Wynk Limited	Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase - II, New Delhi- 110 070	U74140DL2015PLC275325	100
12.	Nettle Infrastructure Investments Limited (formerly known as Nettle Developers Limited w.e.f. March 14, 2017)	3rd Floor, Worldmark 2 Asset 8, Aerocity, NH- 8 New Delhi	U93000DL2010PLC301236	100
13.	Bharti Digital Networks Private Limited (Formerly known as Tikona Digital Networks Private Limited)	Bharti Crescent 1 Nelson Mandela Road, Vasant Kunj, New Delhi - 110070	U72900DL2008PTC325106	100
14.	Bharti Airtel (France) SAS	88, ter Avenue du Général Leclerc, 92100 Boulogne Billancourt, France	RCS Nanterre 523 035 426	100
15.	Bharti Airtel (Hong Kong) Limited	4th Floor, Cheung Hing Industrial Building, 12P Smithfield Road, Kennedy Town, Hong Kong	1080074	100
16.	Bharti Airtel (Japan) Private Limited	Shinjuku Park Tower 30 th Floor, 7-1, Nishi Shinjuku 3-chome, Shinjuku-ku, Tokyo	0111-01-055989	100
17.	Bharti Airtel (UK) Limited	10 Queen Street Place, London, United Kingdom, EC4R 1AG	5917314	100
18.	Bharti Airtel (USA) Limited	335 Madison Avenue 12 th floor, New York, NY 10017	F-060912000-217	100
19.	Bharti Airtel International (Mauritius) Limited	SGG Corporate Services (Mauritius) Ltd., 33, Edith Cavell Street, Port Louis, 11324, Mauritius	094380 C1/GBL	100
20.	Bharti Airtel International (Netherlands) B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34387410	68.31
21.	Bharti Airtel Lanka (Private) Limited	Level 11, West Tower, World Trade Center, Echelon Square, Colombo 1, Sri Lanka	PV 10652	100
22.	Bharti International (Singapore) Pte. Ltd.	150, Orchard Road, #08-01, Orchard Plaza, Singapore	2010-05788-R	100
23.	Bharti Airtel International (Mauritius) Investments Limited	SGG Corporate Services (Mauritius) Ltd., 33, Edith Cavell Street, Port Louis, 11324, Mauritius	154803 C1/GBL	100
24.	Network i2i Limited	SGG Corporate Services (Mauritius) Ltd., 33, Edith Cavell Street, Port Louis, 11324, Mauritius	25951/6339	100
25.	Africa Towers N.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	50979965	68.31

Sl. No.	Name of the Company	Address	CIN/ Registration No.	% of Shares held by Bharti Airtel Limited
26.	Airtel (Seychelles) Limited	Emerald House, Providence, Mahe, East Coast, Victoria, P.O. Box 1358, Seychelles	841930-1	68.31
27.	Airtel Congo S.A.	2ème étage, Immeuble SCI MONTE CRISTO, Rond-point de la Gare, Croisement du Boulevard Denis SASSOU NGUESSO et de l'avenue Orsy, B.P: 1038, Brazzaville - République du Congo	CG/BZV/07 B299	61.48
28.	Airtel Gabon S.A.	Immeuble Libreville Business Square, Rue Pecqueur, B.P. 9259, Libreville, Gabon	RG LBV 2001/B01000	66.91
29.	Airtel Madagascar S.A.	Immeuble Kube B, Zone Galaxy, Andraharo, Antananarivo 101, Madagascar	1997B00392	68.31
30.	Airtel Malawi Limited	Airtel Complex, City Centre, Off Convention Drive, P.O. Box 57, Lilongwe, Malawi	5114	68.31
31.	Airtel Mobile Commerce B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34375413	68.31
32.	Airtel Mobile Commerce Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34381129	68.31
33.	Airtel Mobile Commerce (Kenya) Limited	Parkside Towers, Mombasa Road, P.O. Box 73146-00200, Nairobi, Kenya	C 169576	68.31
34.	Airtel Mobile Commerce Limited	Airtel Complex, City Centre, Off Convention Drive, P.O. Box 57, Lilongwe, Malawi	9831	68.31
35.	Airtel Mobile Commerce Madagascar S.A.	Immeuble Kube B, Zone Galaxy, Andraharo, Antananarivo 101, Madagascar	2011B00235	68.31
36.	Airtel Mobile Commerce Rwanda Limited	Gasabo District, Remera, Umiyivi wa Kigali, Rwanda	102933620	68.31
37.	Airtel Mobile Commerce (Seychelles) Limited	Emerald House, Providence, East Coast Victoria, P.O. Box 1358, Mahe, Seychelles	8412656-1	68.31
38.	Airtel Mobile Commerce (Tanzania) Limited	Airtel House, Block 41 Corner of Ali Hassan Mwinyi Road/Kawawa Road, Kinondoni District P.O. Box 9623, Dar es Salaam, Tanzania	79802	68.31
39.	Airtel Mobile Commerce Tchad S.a.r.l.	Avenue Charles De Gaulle, BP: 5665, N'Djamena, Tchad	TC/NDJ/10B 183	68.31
40.	Airtel Mobile Commerce Uganda Limited	Airtel House, Plot 16A, Clement Hill Road, Nakasero, P. O. Box 6771, Kampala, Uganda	123833	68.31
41.	Airtel Mobile Commerce Zambia Limited	Airtel House, Plot 2375, Corner Addis Ababa Drive and Great East Road, Lusaka, Zambia	120090080052	68.31
42.	Airtel Money (RDC) S.A.	127, Avenue de Plateau, Gombe, Kinshasa, République Démocratique du Congo	CD/KIN/RCCM/14-B-6552	67.34
43.	Airtel Money Niger S.A.	Route de l'aéroport, B.P. 11 922 Niamey, Niger	RCCM-NI-NIA-2009-B-1848	61.48
44.	Airtel Money S.A.	Boulevard du Bord de Mer, Immeuble Concorde, Libreville, Gabon	RG LBV 2001 B 09955	68.31

Sl. No.	Name of the Company	Address	CIN/ Registration No.	% of Shares held by Bharti Airtel Limited
45.	Airtel Networks Kenya Limited	Parkside Towers, Mombasa Road, P. O. Box 73146-00200, Nairobi, Kenya	C. 140223	68.31
46.	Airtel Networks Limited	Plot L2, 401 Close, Banana Island, Ikoyi Lagos, Nigeria	RC398557	62.69
47.	Airtel Networks Zambia Plc	Airtel House, Stand 2375, Addis Ababa Drive, Lusaka, Zambia	38136	65.82
48.	Airtel Rwanda Limited	Airtel Building Gasabo District, Remera, Nyabisindu, P.O. Box 4164, Kigali, Rwanda	102437818	68.31
49.	Airtel Tanzania Public Limited Company(formerly known as Airtel Tanzania Limited)	Airtel House, Block 41, Corner of Ali Hassan Mwinyi Road/Kawawa Road, Kinondoni District P.O. Box 9623, Dar es Salaam, Tanzania	41291	40.99
50.	Airtel Tchad S.A.	Rue du Commandant Galyant Negal, B.P. 5665, N'Djamena, Tchad	TC-NDJ 063/B/99	68.31
51.	Airtel Uganda Limited	Airtel Towers, Plot 16A Clement Hill Road, Nakasero P.O. Box 6771, Kampala - Uganda	V-232-36	68.31
52.	Bharti Airtel Africa B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8076497	68.31
53.	Bharti Airtel Chad Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34125184	68.31
54.	Bharti Airtel Congo Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8077621	68.31
55.	Bharti Airtel Developers Forum Limited	Stand No. 2375 Corner of Great East/Addis Ababa Road, Lusaka, Zambia	82795	65.82
56.	Bharti Airtel Gabon Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8078528	68.31
57.	Bharti Airtel Kenya B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	38023926	68.31
58.	Bharti Airtel Kenya Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34164357	68.31
59.	Bharti Airtel Madagascar Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34204848	68.31
60.	Bharti Airtel Malawi Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8077659	68.31
61.	Bharti Airtel Mali Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34164359	68.31
62.	Bharti Airtel Niger Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34143743	68.31
63.	Bharti Airtel Nigeria B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34164360	68.31
64.	Bharti Airtel Nigeria Holdings II B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8077623	68.31
65.	Bharti Airtel RDC Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	34125193	68.31
66.	Bharti Airtel Services B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8077657	68.31
67.	Bharti Airtel Tanzania B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8078747	68.31
68.	Bharti Airtel Uganda Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8078530	68.31
69.	Bharti Airtel Zambia Holdings B.V.	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	8076501	68.31

Sl. No.	Name of the Company	Address	CIN/ Registration No.	% of Shares held by Bharti Airtel Limited
70.	Celtel (Mauritius) Holdings Limited	c/o Ocorian Corporate Services (Mauritius) Ltd, 6th floor, Tower A, 1 Cybercity, Ebene, Mauritius	C18259/3238 C1/GBL	68.31
71.	Airtel Congo (RDC) S.A.	278, avenue de l'Equateur, Gombe, Kinshasa, République Démocratique du Congo	CD/KNG/RCCM/13-B-01054	67.29
72.	Celtel Niger S.A.	2054 Route de aéroport, BP 11 922, Niamey, Niger	RCCM-NI-NIM-2004-B 768	61.48
73.	Channel Sea Management Company (Mauritius) Limited	c/o Ocorian Corporate Services (Mauritius) Ltd, 6th floor, Tower A, 1 Cybercity, Ebene, Mauritius	C18258/3237 C1/GBL	68.31
74.	Congo RDC Towers S.A.	Corner Avenues du Tchad & Bas - Congo, Kinshasa, Gombe, République Démocratique du Congo	CD/KIN-RCCM/14-B-4040	68.31
75.	Gabon Towers S.A.	124 Avenue Boué, BP 9259, Libreville, Gabon	RG LBV 2011B11106	66.91
76.	Indian Ocean Telecom Limited	28 Esplanade, St. Helier, Jersey JE1 8SB, Channel Islands	70138	68.31
77.	Madagascar Towers S.A.	Immeuble Kube B, Zone Galaxy Andraharo, Antananarivo 101, Madagascar	2011 B 00184	68.31
78.	Malawi Towers Limited	Airtel Complex, City Centre, Off Convention Drive, P.O Box 57, Lilongwe, Malawi	10995	68.31
79.	Mobile Commerce Congo S.A.	2ème étages, Immeuble SCI Monte Cristo, Rond Point de la Gare, Croisement du Boulevard Denis Sassou Nguesso & de l'avenue Orsy, Centre Ville, BP 1038, Brazzaville - République du Congo	CG/BZV/09 B 1796	68.31
80.	Montana International	c/o Ocorian Corporate Services (Mauritius) Ltd, 6th floor, Tower A, 1 Cybercity, Ebene, Mauritius	6/97/2593 C2/GBL	68.31
81.	Partnership Investments S.a.r.l	Corner avenues Tchad & Bas-Congo, Kinshasa, Gombe, République Démocratique du Congo	CD/KIN/RCCM/14-B-4497	68.31
82.	Societe Malgache de Telephone Cellulaire S.A.	c/o Ocorian Corporate Services (Mauritius) Ltd, 6th floor, Tower A, 1 Cybercity, Ebene, Mauritius	C19022/3479/C1/GBL	68.31
83.	Tanzania Towers Limited	Airtel House, Block 41, Corner of Ali Hassan Mwinyi Road/Kawawa Road, Kinondoni District P.O.Box 9623, Dar es Salaam, Tanzania	82086	40.99
84.	Bharti Airtel Rwanda Holdings Limited	c/o Ocorian Corporate Services (Mauritius) Ltd, 6th floor, Tower A, 1 Cybercity, Ebene, Mauritius	C083311 C1/GBL	68.31
85.	Airtel Money Transfer Limited	Parkside Towers, Mombasa Road, P.O. Box 73146-00200, Nairobi, Kenya	CPR/2015/199517	68.31
86.	Airtel Money Tanzania Limited	Airtel House, Block 41, Corner of Ali Hassan Mwinyi Road/Kawawa Road, Kinondoni District P.O.Box 9623, Dar es Salaam, Tanzania	127040	40.99

Sl. No.	Name of the Company	Address	CIN/ Registration No.	% of Shares held by Bharti Airtel Limited
87.	Airtel Mobile Commerce Nigeria Limited	Plot L2, Banana Island, Foreshore Estate / Ikoyi Lagos, Nigeria	1435923	62.29
88.	Airtel International LLP (w.e.f. March 27, 2019)	Plot No. 5, Sector 34, Gurgaon, Haryana, - 122001, India	AAO-6642	68.31
89.	Airtel Africa Mauritius Limited (w.e.f. June 28, 2018)	SGG Corporate Services (Mauritius) Ltd., 33, Edith Cavell Street, Port Louis, 11324, Mauritius	157279 C1/GBL	100
90.	Bharti Airtel Overseas (Mauritius) Limited (w.e.f. June 28, 2018)	SGG Corporate Services (Mauritius) Ltd., 33, Edith Cavell Street, Port Louis, 11324, Mauritius	157278 C1/GBL	100
91.	Bharti Airtel Holding (Mauritius) Limited (w.e.f. June 27,2018)	SGG Corporate Services (Mauritius) Ltd., 33, Edith Cavell Street, Port Louis, 11324, Mauritius	157239 C1/GBL	100
92.	Airtel Africa Limited (w.e.f. July 12, 2018)	53/54 Grosvenor Street London W1K 3HU	11462215	68.31
93.	Airtel Mobile Commerce Nigeria B.V. (w.e.f. December 5, 2018)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73275166	68.31
94.	Airtel Mobile Commerce Congo B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73837342	68.31
95.	Airtel Mobile Commerce (Seychelles) B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73837652	68.31
96.	Airtel Mobile Commerce Madagascar B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73837938	68.31
97.	Airtel Mobile Commerce Kenya B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73837768	68.31
98.	Airtel Mobile Commerce Rwanda B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73837326	68.31
99.	Airtel Mobile Commerce Malawi B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73837814	68.31
100.	Airtel Mobile Commerce Uganda B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73838128	68.31
101.	Airtel Mobile Commerce Tchad B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73837555	68.31
102.	Airtel Mobile Commerce Zambia B.V. (w.e.f. January 29, 2019)	Overschiestraat 65, 1062 XD Amsterdam, the Netherlands	73838004	68.31

IV. Share holding pattern (Equity share capital breakup as percentage of total equity)

i) Category - Wise Share Holding

Sl. No.	Category of shareholder	No. of shares held at the beginning of the year i.e. April 01, 2018				No. of shares held at the end of the year i.e. March 31, 2019				% change during the year
		Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
(I)	(II)	(III)	(IV)	(V)	(VI)	(VII)	(VIII)	(IX)	(X)	(XI)
(A)	Promoter and Promoter Group									
(1)	Indian									
(a)	Individual /HUF	0	0	0	0.00	0	0	0	0.00	0.00
(b)	Central Government/ State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
(c)	Bodies Corporate	1305662949	0	1305662949	50.01	1305663494	0	1305663494	50.01	0.00
(d)	Financial Institutions / Banks	0	0	0	0.00	0	0	0	0.00	0.00
(e)	Others	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total A(1):	1305662949	0	1305662949	50.01	1305663494	0	1305663494	50.01	0.00
(2)	Foreign									
(a)	Individuals (NRIs/ Foreign Individuals)	0	0	0	0.00	0	0	0	0.00	0.00
(b)	Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0.00
(c)	Institutions	0	0	0	0.00	0	0	0	0.00	0.00
(d)	Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
(e)	Others	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total A(2):	0	0	0	0.00	0	0	0	0.00	0.00
	Total A=A(1)+A(2)	1305662949	0	1305662949	50.01	1305663494	0	1305663494	50.01	0.00
(B)	Public Shareholding									
(1)	Institutions									
(a)	Mutual Funds /UTI	0	1600	1600	0.00	0	1600	1600	0.00	0.00
(b)	Financial Institutions / Banks	0	300	300	0.00	0	300	300	0.00	0.00
(c)	Central Government / State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
(d)	Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
(e)	Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
(f)	Foreign Institutional Investors	0	100	100	0.00	0	100	100	0.00	0.00
(g)	Foreign Venture Capital Investors	0	0	0	0.00	0	0	0	0.00	0.00
(h)	Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
(i)	Others	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total B(1) :	0	2000	2000	0.00	0	2000	2000	0.00	0.00
(2)	Non-Institutions									
(a)	Bodies Corporate	2466222	199793	2666015	0.10	2685361	199296	2884657	0.11	0.01
(b)	Individuals									
(i)	Individuals holding nominal share capital upto Rs.1 lakh	2069326	609170	2678496	0.10	2823091	520185	3343276	0.13	0.03
(ii)	Individuals holding nominal share capital in excess of Rs.1 lakh	15401204	4374368	19775572	0.76	15369410	3409682	18779092	0.72	-0.04
(c)	Others									
	Clearing Members	23200	0	23200	0.00	0	0	0	0.00	0.00
	Foreign Bodies	448218424	0	448218424	17.17	448218424	0	448218424	17.17	0.00
	Foreign Company	824449823	3985140	828434963	31.73	824449278	3985140	828434418	31.73	0.00
	Non Resident Indians	175906	226042	401948	0.02	245400	225642	471042	0.02	0.00
	Non Resident Indians (Non-Repatriation)	577333	0	577333	0.02	656097	0	656097	0.03	0.00

	Trusts	2333276	0	2333276	0.09	2321676	0	2321676	0.09	0.00
(d)	Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
	Sub-Total B(2):	1295714714	9394513	1305109227	49.99	1296768737	8339945	1305108682	49.99	0.00
	Total B=B(1)+B(2):	1295714714	9396513	1305111227	49.99	1296768737	8341945	1305110682	49.99	0.00
	Total (A+B):	2601377663	9396513	2610774176	100.00	2602432231	8341945	2610774176	100.00	0.00
(C)	Shares held by custodians, against which Depository Receipts have been issued									
(1)	Promoter and Promoter Group	0	0	0	0.00	0	0	0	0.00	0.00
(2)	Public	0	0	0	0.00	0	0	0	0.00	0.00
	Grand Total (A+B+C):	2601377663	9396513	2610774176	100.00	2602432231	8341945	2610774176	100.00	

ii) Shareholding of Promoters

Sl. no.	Name of the Shareholder	Shareholding at the beginning of the Year			Shareholding at the end of the Year			% change in shareholding
		No. of Shares	% of total shares of the company	% of shares pledged/encumbered to total shares	No. of Shares	% of total shares of the company	% of shares pledged/encumbered to total shares	
1	Bharti Enterprises (Holding) Private Limited	1,305,662,949	50.01	Nil	1,305,663,494	50.01	Nil	0*
	TOTAL	1,305,662,949	50.01	Nil	1,305,663,494	50.01	Nil	0*

* The Promoter acquired 545 shares during the financial year 2018-19. The percentage impact of the same is negligible.

iii) Change in Promoters' Shareholding

Sl. No.	Name of the Promoter	Shareholding at the beginning of the Year		Date	Increase/Decrease during the year	Reasons	Cumulative Shareholding during the year / Shareholding at the end of the Year #	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	Bharti Enterprises (Holding) Private Limited	1,305,662,949	50.01	May 11, 2018	545	Purchase	1,305,663,494	50.01
	Total	1,305,662,949	50.01	-	545	-	1,305,663,494	50.01

iv) Shareholding Pattern of Top 10 shareholders (other than Directors, Promoters and holders of GDRs and ADRs)

Sl. No.	Name of the Shareholder	Shareholding		Cumulative Shareholding during the Year	
		No. of Shares	% of total shares of the Company*	No. of Shares	% of total shares of the Company*
1	Pastel Limited				
	At the beginning of the year	82,84,34,416	31.73	82,84,34,416	31.73
	Bought during the year	-	-	82,84,34,416	31.73
	Sold during the year	-	-	82,84,34,416	31.73
	At the end of the year	82,84,34,416	31.73	82,84,34,416	31.73
2	Singtel International Investments Private Limited				
	At the beginning of the year	26,16,00,408	10.02	26,16,00,408	10.02
	Bought during the year	-	-	26,16,00,408	10.02
	Sold during the year	-	-	26,16,00,408	10.02
	At the end of the year	26,16,00,408	10.02	26,16,00,408	10.02
3	Magenta Investments Limited				
	At the beginning of the year	18,66,18,016	7.15	18,66,18,016	7.15
	Bought during the year	-	-	18,66,18,016	7.15
	Sold during the year	-	-	18,66,18,016	7.15
	At the end of the year	18,66,18,016	7.15	18,66,18,016	7.15
4	Pannalal Bhansali				
	At the beginning of the year	23,26,966	0.09	23,26,966	0.09
	Bought during the year	24,500	-	23,51,466	0.09
	Sold during the year	8,000	-	23,43,466	0.09
	At the end of the year	23,43,466	0.09	23,43,466	0.09

5	Custodian (Special Court) A/c*				
	At the beginning of the year	23,21,276	0.09	23,21,276	0.09
	Bought during the year	-	-	23,21,276	0.09
	Sold during the year	-	-	23,21,276	0.09
	At the end of the year	23,21,276	0.09	23,21,276	0.09
6	PFIL Securities Limited				
	At the beginning of the year	9,86,000	0.04	9,86,000	0.04
	Bought during the year	-	-	9,86,000	0.04
	Sold during the year	-	-	9,86,000	0.04
	At the end of the year	9,86,000	0.04	9,86,000	0.04
7	Shri Parasram Commodities Pvt. Ltd.				
	At the beginning of the year	2,93,783	0.01	2,93,783	0.01
	Bought during the year	-	-	2,93,783	0.01
	Sold during the year	-	-	2,93,783	0.01
	At the end of the year	2,93,783	0.01	2,93,783	0.01
8	Anil Arya				
	At the beginning of the year	2,61,000	0.01	2,61,000	0.01
	Bought during the year	-	-	2,61,000	0.01
	Sold during the year	-	-	2,61,000	0.01
	At the end of the year	2,61,000	0.01	2,61,000	0.01
9	Devinder Prakash Kalra				
	At the beginning of the year	2,43,600	0.01	2,43,600	0.01
	Bought during the year	-	-	2,43,600	0.01
	Sold during the year	-	-	2,43,600	0.01
	At the end of the year	2,43,600	0.01	2,43,600	0.01
10	Shri Parasram Holdings Pvt.Ltd				
	At the beginning of the year	2,21,212	0.01	2,21,212	0.01
	Bought during the year	24,708	-	2,45,920	0.01
	Sold during the year	-	-	2,45,920	0.01
	At the end of the year	2,45,920	0.01	2,45,920	0.01
11	Prerna Mishra				
	At the beginning of the year	2,04,432	0.01	2,04,432	0.01
	Bought during the year	-	-	2,04,432	0.01
	Sold during the year	33,000	-	1,71,432	0.01
	At the end of the year	1,71,432	0.01	1,71,432	0.01
12	Ashok Mehta				
	At the beginning of the year	2,04,160	0.01	2,04,160	0.01
	Bought during the year	-	-	2,04,160	0.01
	Sold during the year	-	-	2,04,160	0.01
	At the end of the year	2,04,160	0.01	2,04,160	0.01
13	Ajay Kumar				
	At the beginning of the year	1,99,578	0.01	1,99,578	0.01
	Bought during the year	-	-	1,99,578	0.01
	Sold during the year	-	-	1,99,578	0.01
	At the end of the year	1,99,578	0.01	1,99,578	0.01
14	Prafulchandra G Karania				
	At the beginning of the year	1,97,200	0.01	1,97,200	0.01
	Bought during the year	-	-	1,97,200	0.01
	Sold during the year	-	-	1,97,200	0.01
	At the end of the year	1,97,200	0.01	1,97,200	0.01
15	Ashish Dubey				
	At the beginning of the year	1,92,850	0.01	1,92,850	0.01
	Bought during the year	-	-	1,92,850	0.01
	Sold during the year	-	-	1,92,850	0.01
	At the end of the year	1,92,850	0.01	1,92,850	0.01

Shares held in nine different accounts.

Note: The details of shareholding are maintained by respective Depositories and it is not feasible to provide daily change in the shareholding of top ten shareholders. Therefore, consolidated changes during the year 2018-19 has been provided.

v) Shareholding of Directors and Key Managerial Personnel

Sl. No.	Name of the Directors or KMPs	Shareholding at the beginning of the Year					Cumulative Shareholding during the year / Shareholding at the end of the Year 31.03.2019	
		No. of Shares	% of total shares of the Company	Date	Increase/ Decrease during the year	Reasons	No. of Shares	% of total shares of the Company
Key Managerial Personnel								
1	Rohit Krishan Puri	1	0.00	April 01, 2018	Nil	Nil movement during the year	1	0.00

v) Indebtedness

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs.in Millions)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	0.00	53,209	0.00	53,209
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	522	0.00	522
Total (i+ii+iii)	0.00	53,731	0.00	53,731
Change in indebtedness during the financial year				
Addition	0.00	35,719	0.00	35,719
Reduction	0.00	41,106	0.00	41,106
Net Change	0.00	5,387	0.00	5,387
Indebtedness at the end of the financial year				
i) Principal Amount	0.00	45,723	0.00	45,723
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	2,621	0.00	2,621
Total (i+ii+iii)	0.00	48,344	0.00	48,344

VI. Remuneration of Directors and Key Managerial Personnel

A. Remuneration to Managing director, Whole-time Directors and / or Manager : Nil

B. Remuneration to Non-Executive Directors including Independent Directors:

- Remuneration to Non-Executive Directors: Nil
- Remuneration to Independent Director: Nil

C. Remuneration to Key Managerial Personnel other than Managing Director / Whole-time Director / Manager: Nil

VII. Penalties/ Punishment/ Compounding of Offences : Nil

Note: No Director and any other KMP held any share of the Company during the financial year 2018-19.

Annexure E**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2019

The Members,
Bharti Telecom Limited
 Airtel Centre, Plot No. 16,
 Udyog Vihar, Phase - IV,
 Gurgaon -122001
 Haryana

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Bharti Telecom Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2019 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder to the extent of Regulation 76 of Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018; Not Applicable
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- Not Applicable
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - d) The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014;
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client to the extent of securities issued;
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- (vi) The management has confirmed that the Company is a Core Investment Company (CIC) pursuant to the Regulatory Framework for Core Investment Companies (CICs) issued by the Reserve Bank of India. The Reserve Bank of India (RBI) has granted registration certificate as a Systematically Important Core Investment Company (i.e. a CIC-ND-SI) on January 15, 2019. Further management has confirmed and certified that the following are the sectoral laws which are specifically applicable to the Company based on the Sectors / Businesses in which it operates are:

- (a) Chapter IIIB of Reserve Bank of India Act, 1934
- (b) Core investment Companies (Reserve Bank) Directions, 2016.
- (c) All the directions/ Regulations/instructions issued by the Reserve Bank of India to Non-Banking Financial Companies, particularly those applicable to the Core-Investment Companies, from time to time.

We have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by The Institute of Company Secretaries of India and notified by Ministry of Corporate Affairs.
- ii. SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; Not Applicable

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that,

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes, in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance (except in cases where meetings were convened at a shorter notice for which necessary approvals obtained as per applicable provisions), and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period the following major specific events / actions took place having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

1. The Company approved has approved reduction of issued, subscribed and paid-up equity share capital of the Company from 26,10,774,176 shares of Rs. 10 each to 25,82,316,336 shares of Rs. 10 each by cancelling extinguishing 1.09% of the total, issued, subscribed and paid-up equity share capital of the company comprising 28,457,840 equity shares of Rs. 10 each, subject to necessary approvals.

Chandrasekaran Associates
Company Secretaries

Dr. S. Chandrasekaran
Senior Partner
Membership No.: FCS 1644
Certificate of Practice No.: 715

Date: 06.05.2019
Place: Delhi

Note: This report is to be read with our letter of even date which is annexed as Annexure-A and form an integral part of this report.

Annexure-A to the Secretarial Audit Report

The Members,
Bharti Telecom Limited
Airtel Centre, Plot No. 16,
Udyog Vihar, Phase - IV,
Gurgaon -122001
Haryana

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on the random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Chandrasekaran Associates
Company Secretaries

Dr. S. Chandrasekaran
Senior Partner
Membership No.: FCS 1644
Certificate of Practice No.: 715

Date: 06.05.2019
Place: Delhi

INDEPENDENT AUDITOR'S REPORT**TO THE MEMBERS OF BHARTI TELECOM LIMITED****Report on the Audit of the Standalone Financial Statements****Opinion**

We have audited the accompanying Standalone Financial Statements of **Bharti Telecom Limited** ("the Company"), which comprise the Standalone Balance Sheet as at 31 March 2019, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2019, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Board's Report including Annexures to the Board's Report but does not include the standalone financial statements and our auditor's report thereon. The Board's Report including Annexures to the Board's Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the Standalone Financial Statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the Board's Report including Annexures to the Board's Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid Standalone Financial Statements comply with the Ind AS specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

- e) On the basis of the written representations received from the directors as on 31 March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure A**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and according to the information and explanations given to us, the Company has not paid any managerial remuneration during the current year and accordingly provision of section 197 read with schedule V of the act are not applicable to the Company.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i The Company does not have any pending litigations which could impact its financial position in its standalone financial statement. (Refer note 22 to the financial statement).
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses (Refer note 30 to the financial statement).
 - iii. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company (Refer note 31 to the financial statement).

- 2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No.117366W/W-100018)

Nilesh Lahoti
Partner
(Membership No. 130054)

Place: New Delhi
Date: May 17, 2019

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Bharti Telecom Limited of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Bharti Telecom Limited ("the Company") as of 31 March, 2019 in conjunction with our audit of the Standalone Financial Statements of the Company as of and for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2019, based on the criteria for internal financial control over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No.117366W/W-100018)

Nilesh Lahoti
Partner
(Membership No. 130054)

Place: New Delhi
Date: May 17, 2019

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- i. The Company does not have any fixed assets and hence reporting under clause 3(i) of the order is not applicable to the Company.
- ii. The Company does not have any inventory and accordingly the requirement under clause 3(ii) of the order is not applicable to the Company.
- iii. According to information and explanation given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv. In our opinion and according to the information and explanations given to us, the Company's principle business is acquisition of securities in Group Companies, which is exempted from the provisions of Section 186 of the Companies Act, 2013 in respect of making investments. The Company has not granted any loans or provided guarantees and hence reporting under clause (iv) of the Order is not applicable to the Company.
- v. According to the information and explanations given to us, the Company has not accepted any deposits from the public to which the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 of the Companies Act, 2013 and the rules framed there under are applicable and therefore, the provisions of the clause 3 (v) of the Order are not applicable.
- vi. To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause 148(1) of the companies Act, 2013 for the services of the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has been regular in depositing undisputed statutory dues, including Income-tax, Goods and Services tax, cess and other material statutory dues applicable to it to the appropriate authorities. As explained to us, the Company did not have any dues on account of Provident Fund, Employees' State Insurance and Customs Duty.
 - (b) There were no undisputed amounts payable in respect of Income-tax, Goods and Services tax, cess and other material statutory dues in arrears as at 31 March, 2019 for a period of more than six months from the date they became payable.
 - (c) There are no dues of Income tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, and Value Added Tax cess which have not been deposited on account of any dispute as on March 31, 2019.
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks and dues to debenture holders. The Company has not taken any loans or borrowings from Government.
- ix. During the current year, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments). In our opinion and according to the information and explanations given to us, the term loans (including non-convertible debentures) have been applied by the Company during the year for the purposes for which they were raised, other than temporary deployment pending application of proceeds.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has not paid any managerial remuneration during the current year, accordingly provision of section 197 read with schedule V of the act are not applicable to the Company and hence reporting under clause 3 (xi) are not applicable.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- xiv. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding Company, directors of subsidiary Company or directors of associate Company or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- xvi. The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and it has obtained the registration.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No.117366W/W-100018)

Nilesh Lahoti
Partner
(Membership No. 130054)

Place: New Delhi
Date: May 17, 2019

Balance Sheet as at March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Notes	As at March 31, 2019	As at March 31, 2018
Assets			
Financial assets			
Cash and cash equivalents	4	1,254	1,151
Investments	5	143,615	1,43,309
Other financial assets	6	5	4
		144,874	144,464
Non-financial assets			
Other non-financial assets	7	41	24
		41	24
Total Assets		144,915	144,488
Liabilities and equity			
Liabilities			
Financial liabilities			
Debt securities	8	29,099	26,780
Borrowings	9	19,163	26,775
Other financial liabilities	10	82	176
		48,344	53,731
Non-financial liabilities			
Provisions	11	26	26
Deferred tax liabilities (Net)	20	2	0
Payables - others	12		
- total outstanding dues of micro enterprises and small enterprises		-	-
- total outstanding dues of creditors other than micro enterprises and small enterprises		27	1
Other non-financial liabilities	13	1	12
		56	39
Equity			
Equity share capital	14	26,108	26,108
Other equity		70,407	64,610
		96,515	90,718
Total liabilities and equity		144,915	144,488
Significant accounting policies	2		

The accompanying notes are an integral part of the Financial Statements.

For Deloitte Haskins & Sells LLP
Chartered Accountants
ICAI Firm Registration No: 117366W / W-100018

Nilesh H. Lahoti
Partner
Membership No: 130054

Place : New Delhi
Date : May 17, 2019

For and on behalf of the Board of Directors of
Bharti Telecom Limited

Rajan Bharti Mittal
Director
DIN - 00028016

Rohit Krishan Puri
Company Secretary

Date: May 06, 2019

Devendra Khanna
Managing Director
DIN - 01996768

Puneet Tandon
Chief Financial Officer

Statement of Profit and Loss for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Notes	Year ended March 31, 2019	Year ended March 31, 2018
Revenue from operations			
Interest Income	15	80	404
Dividend Income	16	10,014	7,506
Profit on sale of current investments (Including fair value gain)	17	56	443
		10,150	8,353
Expenses			
Finance costs	18	4,266	2,494
Administrative and other expenses	19	85	18
		4,351	2,512
Profit before tax		5,799	5,841
Tax expense			
Current Tax		-	548
Previous year tax		-	3
Deferred Tax	20	2	(273)
		2	278
Profit for the year		5,797	5,563
Other comprehensive income		-	-
Other comprehensive income / (loss) for the year		-	-
Total comprehensive income for the year		5,797	5,563
Earnings per equity share (in Rs.)			
(Basic and Diluted) Face Value of Rs. 10 each	24	2.22	2.13

The accompanying notes are an integral part of the Financial Statements.

For Deloitte Haskins & Sells LLP

Chartered Accountants

ICAI Firm Registration No: 117366W / W-100018

Nilesh H. Lahoti

Partner

Membership No: 130054

Place : New Delhi

Date : May 17, 2019

**For and on behalf of the Board of Directors of
Bharti Telecom Limited**
Rajan Bharti Mittal

Director

DIN - 00028016

Rohit Krishan Puri

Company Secretary

Date: May 06, 2019

Devendra Khanna

Managing Director

DIN - 01996768

Puneet Tandon

Chief Financial Officer

Cash Flow Statement for year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

PARTICULARS	Year ended March 31, 2019	Year ended March 31, 2018
A. Cash flow from operating activities:		
Profit before tax	5,799	5,841
Adjustments for:		
Profit on sale of current investment (including fair value gain)	(56)	(443)
Interest income	(80)	(404)
Finance cost	4,266	2,494
Operating profit before working capital changes	9,929	7,488
Adjustments for changes in working capital :		
(Increase)/Decrease in other financial assets	(1)	(0)
Increase/(Decrease) in payables others	26	102
Increase/(Decrease) in other non-financial liabilities - prepaid expenses	(0)	-
Increase/(Decrease) in other non-financial liabilities	(11)	12
Cash generated from operations	9,945	7,602
Taxes paid	(17)	(453)
Net cash flow from operating activities	9,928	7,149
B. Cash flow from investing activities:		
Investment in subsidiary	-	(100,686)
Net Proceeds from sale / (purchase) of current investment	(250)	13,572
Inter corporate deposit given	-	(7,970)
Inter corporate deposit taken	-	20,047
Inter corporate deposit repaid	-	(20,047)
Inter corporate deposit received	-	7,970
Interest received	79	400
Net cash flow from investing activities	(171)	(86,714)
C. Cash flow from financing activities:		
Proceeds from issue of equity shares	-	26,490
Proceeds from issue of non convertible debentures	-	26,600
Proceeds from long term borrowings	-	11,000
Proceeds from short term borrowings	32,329	143,358
Repayment of short term borrowings	(39,814)	(127,750)
Increase in other bank balances*	(71)	(1,100)
Interest paid	(2,167)	(2,072)
Net cash flow from financing activities	(9,723)	76,526
Net (decrease) in cash & cash equivalents	32	(3,039)
Cash and cash equivalents at the beginning of the year	51	3,090
Cash and cash equivalents at the end of the year	83	51
Cash and cash equivalents comprise (refer Note 8)		
Balance with banks in current accounts	83	51
	83	51

* Interest on 10% margin in the form of fixed deposits against Kotak Bank Loan of Rs. 11,000 millions reinvested

The accompanying notes forms an integral part of the Financial Statements.

The accompanying notes are an integral part of the Financial Statements.

For Deloitte Haskins & Sells LLP
Chartered Accountants
ICAI Firm Registration No: 117366W / W-100018

Nilesh H. Lahoti
Partner
Membership No: 130054

Place : New Delhi
Date : May 17, 2019

For and on behalf of the Board of Directors of
Bharti Telecom Limited

Rajan Bharti Mittal
Director
DIN - 00028016

Rohit Krishan Puri
Company Secretary

Date: May 06, 2019

Devendra Khanna
Managing Director
DIN - 01996768

Puneet Tandon
Chief Financial Officer

Statement of Changes in Equity for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Statement of change in equity
Equity share capital (A)

Particulars	Balance at the beginning of the reporting period	Change in equity share capital during the year	Balance at the end of reporting period
Equity share capital	26,108	-	26,108

Other equity (B)

Particulars	Securities Premium	Other Reserves (DRR)	Retained Earnings	Total
Balance at the beginning of the reporting period (April 01, 2017)	10,632	-	22,781	33,412
Profit for the year	-	-	5,563	5,563
Total comprehensive income for the year	-	-	5,563	5,563
Shares issued during the year	25,635	-	-	25,635
Transfer to Debenture redemption reserve	-	6,650	(6,650)	-
Balance at the end of the reporting period (March 31, 2018)	36,267	6,650	21,693	64,610
Profit for the year	-	-	5,797	5,797
Total comprehensive income for the year	-	-	5,797	5,797
Transfer from Debenture redemption reserve	-	(6,650)	6,650	-
Balance at the end of the reporting period (March 31, 2019)	36,267	-	34,140	70,407

Notes:

- Share premium is the amount received by the Company for a share issue exceeds its face value. Such excess amount is credited to share premium account.
- Debenture redemption Reserve (DRR) is created for redemption of debentures. No DRR is required in case of privately placed debentures.
- Retained earnings are profits generated by the Company for either reinvesting in business or to be kept for specific purpose.

Notes forming part of the financial statements

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

1. Corporate information

Bharti Telecom Limited ("the Company") having its Registered office at Plot No.16, Udyog Vihar, Phase-IV, Gurugram - 122015 is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. It is a part of Bharti Group with its primary activity being holding investment in Bharti Airtel Limited.

The Company made an application for registration as a Systemically Important Core Investment Company (i.e., CIC-ND-SI) on December 18, 2017 in terms of the Core Investment Companies (Reserve Bank) Directions, 2016 issued on August 25, 2016. During the current financial year registration was granted by RBI vide Certificate No. N-14.03465 dated January 15, 2019. Consequently the Company has prepared its financial statement in compliance with Division III of Schedule III issued by Ministry of Corporate Affairs dated October 11, 2018.

Its subsidiary (namely Bharti Airtel Limited) is a leading telecommunication service provider in India and also has strong presence in Africa and South Asia, and is engaged primarily in the business of rendering services in the telecommunication systems and services, tower infrastructure services and direct to home digital services.

2. Significant accounting policies

2.1 Basis of preparation

These standalone financial statements ("financial statements" have been prepared to comply in all material respects with the Indian Accounting standards ("Ind AS") as specified under the section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standard) Rules, 2015.

The financial statements are authorised for issue by the Company's Board of Directors on May 06, 2019.

The preparation of the said financial statements requires the use of certain critical accounting estimates and judgements. It also requires the management to exercise judgment in the process of applying the Company's accounting policies. The areas where estimates are significant to the financial statements, or areas involving a higher degree of judgement or complexity, are disclosed in Notes.

The financial statements are based on the classification provisions contained in Ind AS 1, 'Presentation of Financial Statements' and Division III of Schedule III of the Companies Act 2013. Further, for the purpose of clarity, various items are aggregated in the statement of profit and loss and balance sheet. Nonetheless, these items are dis-aggregated separately in the notes to the financial statements, where applicable or required.

The accounting policies, as set out in the following paragraphs of this note, have been consistently applied, by the Company, to all the periods presented in the said financial statements.

The financial statements are presented in Indian Rupees which is the functional and presentation currency of the Company.

All the amounts included in the financial statements are reported in millions of Indian Rupees ('Rupees' or 'Rs.') and are rounded to the nearest millions, except per share data and unless stated otherwise. All amount less than Rs. 0.5 million are reporting as 'Rs. 0' due to rounding-off.

2.2 Basis of measurement

The financial statements have been prepared on the accrual and going concern basis, and the historical cost convention except where the Ind AS requires a different accounting treatment. The principal variations from the historical cost convention relate to financial instruments classified as fair value through profit or loss.

Fair value measurement

Fair value is the price at the measurement date, at which an asset can be sold or paid to transfer a liability, in an orderly transaction between market participants. The Company's accounting policies require, measurement of certain financial/non-financial assets and liabilities at fair values (either on a recurring or non-recurring basis). Also, the fair values of financial instruments measured at amortised cost are required to be disclosed in the said financial statements.

The Company is required to classify the fair valuation method of the financial/non-financial assets and liabilities, either measured or disclosed at fair value in the financial statements, using a three level fair-value-hierarchy (which reflects the significance of inputs used in the measurement). Accordingly, the Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

The three levels of the fair-value-hierarchy are described below:

Level 1: Quoted (unadjusted) prices for identical assets or liabilities in active markets

Level 2: Significant inputs to the fair value measurement are directly or indirectly observable

Level 3: Significant inputs to the fair value measurement are unobservable

2.3 Summary of significant accounting policies

(a) Financial instruments

A Financial Instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognized initially at transaction costs that are attributable to the acquisition of the financial asset, in the case of financial assets not recorded at transaction cost, at fair value through Profit & loss account.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- Debt instruments at amortized cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments, derivatives and equity instruments at fair value through Profit and Loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

Debt instruments at amortized cost

The category applies to the Company's cash and cash equivalents, short term loans and advances security deposits, etc.

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding

After initial measurement, such financial assets are subsequently measured at amortized cost using the Effective Interest Rate method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the Effective Interest Rate. The accretion of Effective Interest Rate is recorded as an income/expense in Statement of Profit and Loss. The losses arising from impairment are recognized in the Statement of Profit and Loss.

Debt instruments at FVTOCI

The Company does not have any financial assets within this category.

Equity instruments measured at FVTOCI

There are no such investments in the Company.

Investments measured at fair value through profit and loss (FVTPL)

FVTPL is a residual category for debt instruments. This category applies to the Company's investment in mutual funds. These investments are held for trading and they are measured at FVTPL.

Financial liabilities**Initial recognition and measurement**

At initial recognition, all financial liabilities are classified as financial liabilities at fair value.

The Company's financial liabilities include borrowings and trade payables.

Subsequent measurement

For purposes of subsequent measurement, financial liabilities have been valued at fair value.

Loans and borrowings

Loans and borrowings are initially recognised at fair value, net of transaction cost incurred. After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses are recognised in profit and loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or cost that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

The Effective Interest Rate Method (EIR) is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

Derecognition

The financial liabilities are de-recognized from the balance sheet when the under-lying obligations are extinguished, discharged, lapsed, cancelled, expires or legally released. The financial assets are de-recognized from the balance sheet when the rights to receive cash flows from the financial assets have expired, or have been transferred and the Company has transferred substantially all risks and rewards of ownership.

(b) Taxation

The income tax expense comprises of current and deferred income tax. Income tax is recognized in the statement of profit and loss, except to the extent that it relates to items recognized in the other comprehensive income or directly in equity, in which case the related income tax is also recognized accordingly.

Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the country where the Company operates and generates taxable income.

Any interest / penalties, related to accrued liabilities for potential tax assessments are not included in Income tax charge or (credit), but are rather recognized within finance costs.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

The Company periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax is not recognised when it arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Income tax assets and liabilities are off-set against each other and the resultant net amount is presented in the balance sheet, if and only when, (a) the Company currently has a legally enforceable right to set-off the current income tax assets and liabilities, and (b) when it relate to income tax levied by the same taxation authority and where there is an intention to settle the current income tax balances on net basis.

(c) Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and any deposits with original maturities of three months or less (that are readily convertible to known amounts of cash and cash equivalents and subject to an insignificant risk of change in value).

For the purpose of the statement of cash flows, in addition to above items, any bank overdrafts/cash credits that are integral part of the Company's cash management, are also included as a component of cash and cash equivalent.

(d) Share capital

Ordinary shares are classified as Equity when the Company has an un-conditional right to avoid delivery of cash or another financial asset, that is, when the dividend and repayment of capital are at the sole and absolute discretion of the Company and there is no contractual obligation whatsoever to that effect.

(e) Provisions**General**

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingencies

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

(f) Borrowing costs

Borrowing cost consists of interest cost and other ancillary costs that the Company incurs in connection with the borrowing of funds. The borrowing cost directly attributable to the acquisition or construction of any asset that takes a substantial period of time to get ready for its intended use or sale is capitalised. All other borrowing costs are recognised in the statement of profit and loss within finance costs of the period in which they are incurred.

(g) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits associated with the transaction will flow to the

entity and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Interest income

The interest income is recognized using the Effective Interest Rate method.

Dividend income

Dividend income is recognized when the Company's right to receive the payment is established.

(h) Earnings per share (EPS)

The Company presents the basic and diluted EPS data.

Basic EPS is calculated by dividing the net profit for the year attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted EPS, the net profit for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

3. Critical accounting estimates, assumptions and judgements

The estimates and judgements used in the preparation of the said financial statements are continuously evaluated by the Company, and are based on historical experience and various other assumptions and factors (including expectations of future events), that the Company believes to be reasonable under the existing circumstances. The said estimates and judgements are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

Although the Company regularly assesses these estimates, actual results could differ materially from these estimates - even if the assumptions under-lying such estimates were reasonable when made, if these results differ from historical experience or other assumptions do not turn out to be substantially accurate. The changes in estimates are recognized in the financial statements in the year in which they become known.

There are no significant estimates, assumptions and judgement in preparation of these financial statements.

Standards issued but not effective until the date of authorisation for issuance of the said financial statements

The new significant standards, amendments to Standards that are issued but not yet effective until the date of authorisation for issuance of the said financial statements are discussed below. The Company has not early adopted these amendments and intends to adopt when they become effective.

Ind AS 116, 'Leases'

In March 2019, MCA has notified the Ind AS 116, Leases. It will replace the existing leases Standard, Ind AS 17 'Leases', and related interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. It introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. A lease is required to recognise a right-of-use asset representing its right to use and the underlying leased assets and a lease liability representing its obligation to make lease payments.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. The Company is in the process of evaluating its impact on the financial statements.

The following pronouncements, which are potentially relevant to the Company, have been issued and are effective for annual periods beginning on or after April 1, 2019. The Company does not expect that the adoption of the said amendments will have any significant impact on the financial Statements.

- Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments
- Amendment to Ind AS 12 – Income taxes

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

4. Cash and cash equivalents

Particulars	As at March 31, 2019	As at March 31, 2018
Balances with Banks	83	51
Balances with banks to the extent held as margin money or security against the borrowings	1,171	1100
Total	1,254	1,151

5. Investments

Particulars	As at March 31, 2019			As at March 31, 2018		
	At amortised cost	Designated at FVTPL	Total	At amortised cost	Designated at FVTPL	Total
Mutual funds						
Aditya Birla Sun Life Liquid Fund - 464,847 units (March 31, 2018 - Nil units)	-	139	139	-	-	-
ICICI Prudential Liquid Fund - 914,757 units (March 31, 2018 - Nil units)	-	252	252	-	-	-
Kotak Floater Short Term Regular Plan - Nil units (March 31, 2018 - 30,507 units)	-	-	-	-	87	87
TATA Liquid Regular Plan Fund - 627 units (March 31, 2018 - Nil units)	-	2	2	-	-	-
	-	393	393	-	87	87
Subsidiary						
2,002,818,452 (March 31, 2018: 2,002,818,452) equity shares of Rs 5 each fully paid-up in Bharti Airtel Limited	143,222	-	1,43,222	143,222	-	143,222
Total - Gross (A)	143,222	393	143,615	143,222	87	143,309
Investments outside India	-	-	-	-	-	-
Investment in India	143,222	393	1,43,615	1,43,222	87	143,309
Total - Gross (B)	143,222	393	143,615	143,222	87	143,309
Less: Allowance for Impairment loss (C)	-	-	-	-	-	-
Total - Net (A)-(C)	143,222	393	143,615	143,222	87	143,309

6 Other financial assets

Particulars	As at March 31, 2019	As at March 31, 2018
Unsecured, considered good unless stated otherwise		
Interest accrued but not due on fixed deposits	5	4
Total	5	4

7 Other non-financial assets

Particulars	As at March 31, 2019	As at March 31, 2018
Income tax recoverable *	40	23
Prepaid expenses	1	1
Total	41	24

* Net of provision of Rs.576 millions (March 31, 2018 - Rs. 576 millions)

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

8 Debt Securities

Particulars	As at March 31, 2019			As at March 31, 2018		
	At amortised cost	Designated at FVTPL	Total	At amortised cost	Designated at FVTPL	Total
Debentures						
- 8.50% Series 1, 15,000 debentures of Rs. 1,000,000 each (maturity February 19, 2020)	16,405	-	16,405	15,101	-	15,101
- 8.60% Series 2, 11,600 debentures of Rs. 1,000,000 each (maturity February 19, 2021)	12,694	-	12,694	11,679	-	11,679
Total (A)	29,099	-	29,099	26,780	-	26,780
Debt securities in India	29,099	-	29,099	26,780	-	26,780
Debt securities outside India	-	-	-	-	-	-
Total (B)	29,099	-	29,099	26,780	-	26,780

9 Borrowings

Particulars	As at March 31, 2019			As at March 31, 2018		
	At amortised cost	Designated at FVTPL	Total	At amortised cost	Designated at FVTPL	Total
Term Loans- Unsecured						
from Bank	11,000	-	11,000	11,000	-	11,000
Other loans- Unsecured						
Commercial Paper from bank	8,163	-	8,163	15,775	-	15,775
Total (A)	19,163	-	19,163	26,775	-	26,775
Borrowing in India	19,163	-	19,163	26,775	-	26,775
Borrowing outside India	-	-	-	-	-	-
Total (B)	19,163	-	19,163	26,775	-	26,775

- (1) Borrowings are in the form of Term Loans and Commercial Papers. Both instruments of financing are unsecured, except the term loan against which Rs.1,171 millions (March 31, 2018 - Rs. 1,100 millions) has been secured by way of lien in favor of bank in form of Fixed Deposits.
- (2) Terms Loan of Rs. 10,000 millions will mature on February 28, 2021 and term loan of Rs. 1,000 millions will mature on March 19, 2021.
- (3) Commercial Paper of Rs. 3,500 millions will mature on May 14, 2019 and commercial paper of Rs. 4,750 millions will mature on May 15, 2019.
- (4) There was no default in repayment of borrowings or interest to bank as on March 31, 2019.

10 Other financial liabilities

Particulars	As at March 31, 2019	As at March 31, 2018
Interest accrued but not due on borrowings	82	75
Debt origination cost payable	-	101
Total	82	176

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

11 Provisions

Particulars

Provision for income tax *

Total

* Net of advance of Rs. 587 millions (March 31, 2018 - Rs. 587 millions)

	As at March 31, 2019	As at March 31, 2018
Provision for income tax *	26	26
Total	26	26

12 Other payables

Particulars

- Micro enterprises and small enterprises

- Creditors other than micro enterprises and small enterprises

Total

Micro, small & medium enterprises development act, 2006 ('MSMED') disclosure

The dues to micro and small enterprises as required under MSMED Act 2006, based on the information available with the company is given below.

Particulars

Principal amount and interest due thereon[(March 31 2018-Rs Nil)] remaining unpaid to any supplier as at the end of each accounting year

Amount of interest paid by the buyer in terms of section 16 of the MSMED Act,2006 along with the amounts of the payment made to the supplier and beyond the appointed day during each accounting year

Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding interest specified under MSMED Act, 2006.

Amount of interest accrued and remaining unpaid at the end of each accounting year.

Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.

	As at March 31, 2019	As at March 31, 2018
- Micro enterprises and small enterprises	-	-
- Creditors other than micro enterprises and small enterprises	27	1
Total	27	1

	As at March 31, 2019	As at March 31, 2018
Principal amount and interest due thereon[(March 31 2018-Rs Nil)] remaining unpaid to any supplier as at the end of each accounting year	-	-
Amount of interest paid by the buyer in terms of section 16 of the MSMED Act,2006 along with the amounts of the payment made to the supplier and beyond the appointed day during each accounting year	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding interest specified under MSMED Act, 2006.	-	-
Amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	-	-

13 Other non-financial liabilities

Particulars

Statutory liability payable

Total

	As at March 31, 2019	As at March 31, 2018
Statutory liability payable	1	12
Total	1	12

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

14 Equity share capital
Particulars

	Year ended March 31, 2019		Year ended March 31, 2018	
	No of Shares	Amount	No of Shares	Amount
Authorised capital				
At the beginning of the year	5,000,000,000	50,000	5,000,000,000	50,000
Addition during the year	-	-	-	-
	5,000,000,000	50,000	5,000,000,000	50,000
Issued subscribed and fully paid				
At the beginning of the year	2,610,774,176	26,108	2,525,324,176	25,253
Addition during the year	-	-	85,450,000	855
Outstanding at the end of the year	2,610,774,176	26,108	2,610,774,176	26,108

a) Reconciliation of the shares outstanding at the beginning and at the end of the year

	As at March 31, 2019		As at March 31, 2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	2,610,774,176	26,108	2,525,324,176	25,253
Issued during the year	-	-	85,450,000	855
Outstanding at the end of the year	2,610,774,176	26,108	2,610,774,176	26,108

b) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2019		As at March 31, 2018	
	No. of shares	% holding	No. of shares	% holding
Bharti Enterprises (Holding) Private Limited	1,305,663,494	50.01%	1,305,662,949	50.01%
Pastel Limited	828,434,416	31.73%	828,434,416	31.73%
Singtel International Investments Private Limited	261,600,408	10.02%	261,600,408	10.02%
Magenta Investment Limited	186,618,016	7.15%	186,618,016	7.15%

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

c) Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Further refer note 27 for objectives policies & process of margin capital.

For the period of five year immediately, preceding March 31, 2019

- * Aggregate number and class of shares allotted as fully paid up pursuant to contract without payment being received in cash;
- * Aggregate number and class of shares allotted as fully paid up by way of bonus shares; and
- * Aggregate number and class of shares bought back;

	No of Shares	Amount
	-	-
	-	-
	-	-

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

15 Interest Income
Particulars
Financial assets measured at amortised cost

Interest on Loans of inter corporate deposit

Interest on deposits with bank

Total

	Year ended March 31, 2019	Year ended March 31, 2018
	-	364
	80	40
Total	80	404

16 Dividend income
Particulars
Revenue from operations

Dividend income on non current investments

Total

	Year ended March 31, 2019	Year ended March 31, 2018
	10,014	7,506
Total	10,014	7,506

17 Profit on sale of current investments (Including fair value gain)
Particulars
Net gain on financial instruments at FVTPL

Sale of investment in mutual funds

Net gain on fair value change

Total

	Year ended March 31, 2019	Year ended March 31, 2018
	50	443
	6	-
Total	56	443

18 Finance costs
Particulars
On financial liabilities measured at amortised cost
Interest on deposits

-Inter corporate deposits

Interest on borrowings

-Interest on bank loan

-Bank overdraft

-Commercial paper

Interest on debt securities

-Debentures - NCD

Other interest expense

-Bank charges

Total

	Year ended March 31, 2019	Year ended March 31, 2018
	-	320
	946	527
	0	-
	1,001	1,403
	2,319	243
	-	1
	0	0
Total	4,266	2,494

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

19 Administrative & other expenses

Particulars	Year ended	Year ended
	March 31, 2019	March 31, 2018
Communication costs	1	1
Printing and stationery	1	0
Director's fees, allowances and expenses	-	0
Auditor's fees and expenses (Refer note 23)	3	0
Legal and professional charges	30	7
Other expenditure		
-Charity & donation *	50	10
-Meeting & conference	-	0
-Fees & taxes	-	0
Total	85	18

* As per the requirement of Section 135 of the Companies Act, 2013, the Company was required to spend an amount of Rs.2 millions and Rs.14 millions for the year ended March 31, 2019 and 2018 respectively on corporate social responsibility (CSR) expenditure. During the year ended March 31, 2019 the Company has not spent any amount on CSR and had paid an amount of Rs. 10 millions to Bharti Foundation during the year ended March 31, 2018.

20. Income Tax

The major components of income tax expense are:

	For the Year ended	
	March 31, 2019	March 31, 2018
Current income tax		
- for the year	-	551
	-	551
Deferred tax		
- Origination & reversal of temporary differences	2	(273)
	2	(273)
Income tax expenses	2	278

The reconciliation between the amount computed by applying the statutory income tax rate to the profit before tax and the income tax charge is summarised below:

	For the Year ended	
	March 31, 2019	March 31, 2018
Profit before tax	5,799	5,841
Tax expenses @ company's domestic rate of 34.944% (March 31, 2018 - 34.608%)	2,026	2,021
Effect of:		
Deferred tax (net of previous year reversal)	2	(282)
Income not taxable under normal provisions of tax	(3,528)	(2,316)
Inadmissible expenses	1,520	866
Donations u/s 80 GG & 35 AC	(18)	(2)
Tax of previous years	-	3
Admissible expenses	-	(24)
MAT Credit Reversal	-	9
Others	-	3
Income tax expenses	2	278

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The analysis of differed tax assets and liabilities is as follows:

	March 31, 2019	March 31, 2018
Deferred tax liabilities (Net)		
Mark to Market gain on Investments	2	0
For the Year ended		
	March 31, 2019	March 31, 2018
Deferred tax (expenses) / income		
Mark to market on mutual fund investments	2	0
Reversal of mark to market	-	(282)
Reversal of cess on MAT credit	-	9
Net deferred tax (expense) / income	2	(273)

21. **Fair value of financial assets and liabilities**

The category wise details as to the carrying value and fair value of the Company's financial instruments are as follows:

	Level	Carrying value as at		Fair value as at	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Financial assets					
FVTPL					
Investments	Level 1	393	87	393	87
Amortised cost					
Cash and cash equivalents	Level 1	83	51	83	51
Other bank balances	Level 1	1,171	1,100	1,171	1,100
Other financial assets	Level 1	5	4	5	4
Investment in subsidiary	Level 1	143,222	143,222	143,222	143,222
		144,874	144,464	144,874	144,464
Financial liabilities					
Amortised cost					
Debt securities	Level 2	29,099	26,780	29,099	26,780
Borrowings	Level 2	19,163	26,775	19,163	26,775
Other current financial liabilities	Level 2	82	176	82	176
		48,344	53,731	48,344	53,731

22. **Contingent liabilities and capital commitments**

Claims against the Company not acknowledged as debts: Rs. Nil (March 31, 2018 - Rs. Nil)

23. **Auditors' remuneration**

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Audit Fees*	2.50 #	0.20 #
Reimbursement of Expenses*	0.20 #	- #
Total	2.70	0.20

*Excluding GST

Includes Audit Fees of Rs.1.30 for Consolidation for F.Y. 2017-18 & Rs. 0.20 for Special Audit for Sep-17

Includes Reimbursement of Expenses of Rs. 0.13 for Consolidation for F.Y. 2017-18 & Special Audit for Sep-17

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

24. Earnings per share (Basic and diluted):

Particulars		For the year ended March 31, 2019	For the year ended March 31, 2018
<u>Basic and diluted earnings per share:</u>			
a) Profit attributable to equity shareholders	(A)	5,797	5,563
b) Weighted average number of equity shares outstanding during the period	(B)	2,610,774,176	2,530,006,368
c) Nominal value of equity shares (Rs.)		10	10
d) Basic and diluted earnings per share (Rs.)	(A/B)	2.22	2.13

25. Segment reporting

Since the Company's business activity falls within a single business and geographical segment of holding investments, there are no additional disclosure to be provided under Indian Accounting Standard (Ind AS) - 108 'Operating segments' other than those already provided in financial statements.

26. Financial risk management objectives and policies

The Company's financial liabilities comprise borrowings and trade payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company's principal financial assets include investment in subsidiaries, mutual funds and cash and short-term deposits that arise directly from its operations.

The Company is exposed to market risk, credit risk, liquidity risk and interest rate risk.

The Company's senior management oversees the management of these risks. The senior professionals working to manage the financial risks and the appropriate financial risk governance frame work for the Company are accountable to the Board of Directors. This process provides assurance to the Company's senior management that the Company's financial risk-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with Company policies and Company risk appetite

The Board of Directors reviews and agrees policies for managing each of these risks which are summarised below:-

- **Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as equity risk financial instruments affected by market risk include investments.

- **Credit risk**

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its financing activities, including deposits with banks, mutual funds and financial institutions, other financial instruments.

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by Company's treasury in accordance with the Board approved policy. Investments of surplus funds are made only with approved counterparties who meet the minimum threshold requirements under the counterparty risk assessment process. Based on its on-going assessment of counterparty risk, the Company adjusts its exposure to various counterparties. The Company's maximum exposure to credit risk for the components of the Balance sheet as of March 31, 2019 and March 31, 2018 is the carrying amounts as disclosed in Note 21.

- **Liquidity risk**

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including bilateral loans, debt, and overdraft from both domestic and international banks at an optimized cost. It also enjoys strong access to domestic and international capital markets across debt, equity and hybrids.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Carrying Amount	On Demand	Less than 6 months	6 to 12 Months	1 to 2 years	> 2 years months	Total
As at March 31, 2019							
Borrowing	48,262	-	8,163	16,405	-	23,694	48,262
Interest on borrowing	82	-	82	-	-	-	82
Debt origination cost	-	-	-	-	-	-	-
Payables others *	27	-	27	-	-	-	27
As at March 31, 2018							
Borrowing	53,555	-	6,525	9,250	15,101	22,679	53,555
Interest on borrowing	75	-	75	-	-	-	75
Debt origination cost	101	-	101	-	-	-	101
Payables others *	1	-	1	-	-	-	1

* Advance of Rs. 0.04 (March, 31 2018 - Rs. 0.04) is made for the trade payables

• **Interest rate risk**

As the Company does not have any floating interest bearing assets or liabilities, or any significant long term fixed interest bearing assets or liabilities. Being a fixed interest bearing assets / liabilities the corresponding interest income / expense and related cash flows are not affected by changes in market interest rates.

27. **Capital management**

Capital includes equity attributable to the equity holders of the Parent. The primary objective of the Company's capital management is to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximize shareholder value.

The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions or its business requirements.

No changes were made in the objectives, policies or processes during the year ended March 31, 2019 and March 31, 2018.

28. The Company is registered as a Non-Deposit taking systemically Important - Core Investment Company ("CIC-ND-SI") pursuant to the receipt of Certificate of Registration from the Reserve Bank of India ("RBI") vide Certificate No. N-14.03465 dated January 15, 2019, under Section 45-IA of the Reserve Bank of India Act, 1934 ("RBI Act"). Since the Company was registered as CIC-ND-SI during the current financial year, ratios and information provided below in this clause is for current year only:

A. Core Investment Company (CIC) Compliance Ratio are as follows:

Sl.No.	Core Investment Company (CIC) Compliance Ratio	March 31, 2019
1	Investment and loans in group companies as a proportion of net assets (%)	99.99%
2	Investment equity shares and compulsory convertible instruments in group companies as a proportion of net assets (%)	99.99%
3	Capital adequacy ratio % [adjusted net worth/ risk weightage assets]	235.52%
4	Leverage ratio (times) [outside liabilities/adjusted net worth]	0.14

- B. The paid up capital of the Company comprises of domestic and foreign direct investment funds as per FEMA regulations. During the year under audit, the Company has invested, as a part of its treasury management activities, surplus funds in debt/liquid mutual funds.

C. The Company has nil exposure to real estate sector.

Sl.No.	Category	March 31, 2019
a)	Direct exposure	
(i)	Residential mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to Rs.15 lakh may be shown separately)	
1	More than 15 lakh	-
2	Less than 15 lakh	-
	Sub total	-

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

(ii)	Commercial real estate - Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development & construction etc.). Exposure would also include non-fund based (NFB) limits;	-
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures	
1	Residential,	-
2	Commercial real estate.	-
	Sub total	-
b)	Indirect exposure	
	Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	-
	Total	-

D. Maturity pattern of certain items of assets & liabilities (at carrying value):

Particulars	1 day to 30/31	Over one month to days	Over 2 months to 2 months	Over 3 months up to 3 6 months	Over 6 months to	Over 1 year to 1 year 3 years	Over 3 years to 5 years	Over 5 years to	Total
Liabilities									
Borrowings from banks	-	-	-	-	-	11,000	-	-	11,000
Market Borrowings	-	8,163	-	-	16,405	12,776	-	-	37,344
Total	-	8,163	-	-	16,405	23,775	-	-	48,344
Assets									
Investments	-	-	-	393	-	-	-	143,222	143,615
Total	-	-	-	393	-	-	-	143,222	143,615

E. Disclosure of details as required in terms of Paragraph 21 of CIC Direction:

Particulars			
Liabilities side:			
(1)	Loans and advances availed by the CIC inclusive of interest accrued thereon but not paid:	Amount outstanding	Amount overdue
	(a) Debentures		
	: Secured	-	-
	: Unsecured (Other than falling the meaning of public deposits)	29,181	-
	(b) Deferred credits	-	-
	(c) Term loans	11,000	-
	(d) Inter- corporate loans and borrowing	-	-
	(e) Commercial paper	8,163	-
	(f) Other loans (Specify nature)	-	-

	Assets side :	
		Amount outstanding
(2)	Break-up of loans and advances including bills receivables [other than those included in (4) below] :	
	(a) Secured	-
	(b) Unsecured	-
(3)	Break up of leased assets and stock on hire and other assets counting towards asset financing activities	
	(i) Lease assets including lease rentals under sundry debtors :	-
	(a) Financial lease	-
	(b) Operating lease	-
	(ii) Stock on hire including hire charges under sundry debtors:	
	(a) Assets on hire	-
	(b) Repossessed Assets	-
	(iii) Other loans counting towards asset financing activities	
	(a) Loans where assets have been repossessed	-
	(b) Loans other than (a) above	-
(4)	Break-up of investments :	
	<u>Current Investments :</u>	
	1. <u>Quoted :</u>	
	(i) Shares	
	(a) Equity	-
	(b) Preference	-
	(ii) Debentures and bonds	-
	(iii) Units of mutual funds	393
	(iv) Government securities	-
	(v) Others (please specify)	
	2. <u>Unquoted :</u>	
	(i) Shares	
	(a) Equity	-
	(b) Preference	-
	(ii) Debentures and bonds	-
	(iii) Units of mutual funds	-
	(iv) Government Securities	-
	(v) Others (please specify)	-
	<u>Long Term investments :</u>	
	1. <u>Quoted :</u>	
	(i) Shares	
	(a) Equity	143,222
	(b) Preference	-
	(ii) Debentures and bonds	-

(iii) Units of mutual funds	-
(iv) Government securities	-
(v) Others (please specify)	-
2. Unquoted :	
(a) Equity	-
(b) Preference	-
(ii) Debentures and bonds	-
(iii) Units of mutual funds	-
(iv) Government securities	-
(v) Others (please specify)	-

(5) Borrower group-wise classification of assets financed as in (2) and (3) above :

Category	Amount net of provisions	
	Secured	Unsecured
Related parties	-	-
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
other than related parties	-	-
Total	-	-

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Market value /NAV	Book value (net of provisions)
Related parties		
(a) Subsidiaries	667,139	143,222
(b) Companies in the same group	-	-
(c) Other related parties	-	-
Other than related parties	393	393
Total	667,532	143,615

(7) Other information

Particulars	Amount
(i) Gross non-performing assets	-
(a) Related parties	-
(b) Other than related parties	-
(ii) Net non-performing assets	-
(a) Related parties	-
(b) Other than related parties	-
(iii) Assets acquired in satisfaction of debt	-

F. The Company is in compliance of guidelines on private placement of NCDs (maturity more than 1 year).

G. Rating assigned by credit rating agencies

Sl.No.	Nature	Rating agency	Remarks	Rating from April 01, 2018 to March 31, 2019
1.	Long term credit rating	CRISIL	No change in ratings during the year.	AA+
2.	Short term credit rating	CRISIL	No change in ratings during the year.	A1+
3.	Short term credit rating	ICRA	No change in ratings during the year.	A1+

29. Related party disclosures:

In accordance with the requirement of Indian Accounting Standard (Ind AS) - 24 on Related Party Disclosures, the names of the related parties where control exists and/or with whom transactions have taken place during the year and description of relationship, as identified and certified by the management are:

a) List of related parties

i. Parent / ultimate controlling entity

Bharti Enterprises (Holding) Private Limited. It is held by private trusts of Bharti family, with Mr. Sunil Bharti Mittal's family trust effectively controlling the said company.

ii. Subsidiaries, Associates & Joint Ventures (w.e.f. November 3, 2017)

a) Subsidiaries

- Indian

Bharti Airtel Limited
 Bharti Airtel Services Limited
 Bharti Hexacom Limited
 Bharti Infratel Limited
 Bharti Telemedia Limited
 Indo Teleports Limited
 Telesonic Networks Limited
 Nettle Infrastructure Investments Limited
 Bharti Digital Networks Private Limited
 Nextra Data Limited
 Smartx Services Limited
 Wynk Limited
 Airtel Payments Bank Limited (ceased to be w.e.f. October 25, 2018)

- Foreign

Airtel Africa Limited (incorporated on July 12, 2018)
 Airtel Africa Mauritius Limited (incorporated on June 28, 2018)
 Airtel International LLP
 Airtel Mobile Commerce Congo B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce (Seychelles) B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce Madagascar B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce Kenya B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce Rwanda B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce Malawi B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce Uganda B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce Tchad B.V. (incorporated on January 29, 2019))
 Airtel Mobile Commerce Zambia B.V. (incorporated on January 29, 2019)
 Airtel Mobile Commerce Nigeria Limited
 Airtel Mobile Commerce Nigeria B.V. (incorporated on December 5, 2018)
 Africa Towers N.V.

Airtel (Seychelles) Limited
Airtel Congo (RDC) S.A.
Airtel Congo S.A.
Airtel Gabon S.A. #
Airtel Madagascar S.A.
Airtel Malawi Limited
Airtel Mobile Commerce (Kenya) Limited
Airtel Mobile Commerce (Seychelles) Limited
Airtel Mobile Commerce (Tanzania) Limited
Airtel Mobile Commerce B.V.
Airtel Mobile Commerce Limited, Malawi
Airtel Mobile Commerce Madagascar S.A.
Airtel Mobile Commerce Rwanda Limited
Airtel Mobile Commerce Tchad S.a.r.l.
Airtel Mobile Commerce Uganda Limited
Airtel Mobile Commerce Zambia Limited
Airtel Money (RDC) S.A.
Airtel Money Niger S.A.
Airtel Money S.A. (Gabon)
Airtel Money Transfer Limited
Airtel Money Tanzania Limited
Airtel Networks Kenya Limited
Airtel Networks Limited
Airtel Networks Zambia Plc
Airtel Rwanda Limited
Airtel Tanzania Public Limited Company (formerly known as Airtel Tanzania Limited)
Airtel Tchad S.A.
Airtel Uganda Limited
Bharti Airtel (France) SAS
Bharti Airtel (Hong Kong) Limited
Bharti Airtel (Japan) Private Limited
Bharti Airtel (UK) Limited
Bharti Airtel (USA) Limited
Bharti Airtel Africa B.V.
Bharti Airtel Chad Holdings B.V.
Bharti Airtel Congo Holdings B.V.
Bharti Airtel Developers Forum Limited
Bharti Airtel Gabon Holdings B.V.
Bharti Airtel Holding (Mauritius) Limited (incorporated on June 27, 2018)
Bharti Airtel International (Mauritius) Limited
Bharti Airtel International (Mauritius) Investments Limited (incorporated on March 26, 2018)
Bharti Airtel International (Netherlands) B.V.
Bharti Airtel Kenya B.V.
Bharti Airtel Kenya Holdings B.V.
Bharti Airtel Lanka (Private) Limited
Bharti Airtel Madagascar Holdings B.V.
Bharti Airtel Malawi Holdings B.V.
Bharti Airtel Mali Holdings B.V.
Bharti Airtel Niger Holdings B.V.
Bharti Airtel Nigeria B.V.
Bharti Airtel Nigeria Holdings II B.V.

Bharti Airtel Overseas (Mauritius) Limited (incorporated on June 28, 2018)
 Bharti Airtel RDC Holdings B.V.
 Bharti Airtel Rwanda Holdings Limited
 Bharti Airtel Services B.V.
 Bharti Airtel Tanzania B.V.
 Bharti Airtel Uganda Holdings B.V.
 Bharti Airtel Zambia Holdings B.V.
 Bharti International (Singapore) Pte. Limited
 Celtel (Mauritius) Holdings Limited
 Celtel Niger S.A.
 Channel Sea Management Company (Mauritius) Limited
 Congo RDC Towers S.A.
 Indian Ocean Telecom Limited
 Madagascar Towers S.A.
 Malawi Towers Limited
 Mobile Commerce Congo S.A.
 Montana International
 Network i2i Limited
 Partnership Investments S.a.r.l.
 Société Malgache de Téléphone Cellulaire S.A.
 Tanzania Towers Limited

b) Associates

- **Indian**

Airtel Payments Bank Limited (w.e.f. October 25, 2018)
 Seynse Technologies Private Limited
 Juggernaut Books Private Limited (acquired on November 29, 2017)

- **Foreign**

Seychelles Cable Systems Company Limited
 Robi Axiata Limited

c) Joint Ventures - Indian

Indus Towers Limited
 FireFly Networks Limited

- **Foreign**

Bridge Mobile Pte Limited
 Bharti Airtel Ghana Holdings B.V (w.e.f October 12, 2017)
 Airtel Ghana Limited (w.e.f October 12, 2017)
 Airtel Mobile Commerce (Ghana) Limited (w.e.f October 12, 2017)
 Millicom Ghana Company Limited (w.e.f October 12, 2017)
 Mobile Financial Services Limited (w.e.f October 12, 2017)

iii) Fellow subsidiaries

Bharti Enterprises Limited (formerly known as Bharti Ventures Limited)
 Cedar support Services Limited (merged with Bharti Enterprises (Holding) Private Limited)
 Bharti Insurance Holdings Private Limited (merged with Bharti Enterprises (Holding) Private Limited)

iv) Other related parties##

Nile Tech Limited
 Bharti Foundation

Liquidated during the financial year 2018-19

"Group Company" though not 'Related Parties' as per the definition under Ind AS 24, have been included by way of a voluntary disclosure, following the best corporate governance practices.

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Related Party transactions for the year ended March 31, 2019

Nature of Transaction	Year ended				Year ended			
	March 31, 2019				March 31, 2018			
	Bharti Airtel Limited	Bharti Enterprises (Holding) Private Limited	Bharti Insurance Holdings Private Limited	Bharti Foundation	Bharti Airtel Limited	Bharti Enterprises (Holding) Private Limited	Bharti Insurance Holdings Private Limited	Bharti Foundation
ICD given	-	-	-	-	-	-	7,970	-
ICD received	-	-	-	-	-	20,047	-	-
Repayment of ICD	-	-	-	-	-	20,047	7,970	-
Interest Income	-	-	-	-	-	-	364	-
Interest Expenses	-	-	-	-	-	319	-	-
Dividend Income	10,014	-	-	-	7,506	-	-	-
Expenses Incurred	0	-	-	-	-	-	-	-
Security Deposit given	-	-	-	-	0	-	-	-
Refund of security deposit	-	-	-	-	0	0	-	-
Security Deposit Received	-	-	-	-	-	0	-	-
CSR Donation	-	-	-	-	-	-	-	10
Closing Balance	-	-	-	-	-	-	-	-

30. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
31. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.
32. On May 03, 2019, the Company's subsidiary 'Bharti Airtel Limited' has launched a rights issue of approximately 1,134 millions fully paid up equity shares (face value Rs. 5 each) at a price of Rs. 220.00 per share aggregating to Rs. 249,390 millions. The right issue will close on May 17, 2019. The rights entitlement is determined as 19 equity shares for every 67 equity shares held. The allotment is to be done subject to approval of SEBI which will be completed after the Rights Issue closes. Therefore the change in shareholding has not be captured in standalone financial statements.

INDEPENDENT AUDITOR'S REPORT**To The Members of Bharti Telecom Limited****Report on the Audit of the Consolidated Financial Statements****Opinion**

We have audited the accompanying Consolidated Financial Statements of Bharti Telecom Limited ("the Company") and its subsidiaries, (the Company and its subsidiaries together referred to as "the Group") which includes the Group's share of profit / loss in its associates and joint ventures, which comprise the Consolidated Balance Sheet as at March 31, 2019, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory notes (hereinafter referred to as the "Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statements of the joint ventures referred to in the Other Matters section below, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ('Ind AS'), and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group and its associates and joint ventures as at March 31, 2019, and their consolidated profit, their consolidated total comprehensive loss, their consolidated changes in equity and their consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing specified under section 143 (10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Emphasis of Matter

We draw attention to Note 25(I)(f)(vi) of the Consolidated Financial Statements, which describes the uncertainties related to the outcome of Department of Telecommunications demand with respect to one-time spectrum charges.

Our opinion is not modified in respect of this matter.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Board's Report including Annexures to the Board's Report, but does not include the consolidated financial statements and our auditor's report thereon.

- Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the joint ventures audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the joint ventures, is traced from their financial statements audited by the other auditors.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group including its Associates and joint ventures in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associates and its joint ventures and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for assessing the ability of the Group and of its associates and joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate or cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are also responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and joint ventures to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and its associates and joint ventures to express an opinion on the Consolidated Financial Statements. We are responsible for the

direction, supervision and performance of the audit of the financial statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the entities included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Statements.

We communicate with those charged with governance of the Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The Consolidated Financial Statements include the Group's share of net profit of ¹ 3625 Million and total comprehensive income of ¹ 3623 Million for the year ended March 31, 2019, as considered in the Consolidated Financial Statements, in respect of two joint ventures, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these joint ventures and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid joint ventures is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements above and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on the separate financial statements of the joint ventures referred to in the Other Matters section above we report, to the extent applicable that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Financial Statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements.
 - d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Ind AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Company as on March 31, 2019 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies, associate companies and joint venture companies incorporated in India, none of the directors of the Group companies, its associate companies and joint venture companies incorporated in India is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Company, subsidiary companies, associate companies and joint venture companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies.

- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended,

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, its associates and joint ventures;
- ii) Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
- iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its subsidiary companies, associate companies and joint venture companies incorporated in India.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W-100018)

Nilesh Lahoti
Partner
(Membership No. 130054)

Place: Gurugram
Date: September 4, 2019
UDIN:

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Bharti Telecom Limited of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated Financial Statements of the Company as of and for the year ended March 31, 2019, we have audited the internal financial controls over financial reporting of Bharti Telecom Limited (hereinafter referred to as "the Company") and its subsidiary companies, its associate companies and joint ventures, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Company, its subsidiary companies, its associate companies and joint ventures, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company, its subsidiary companies, its associate companies and joint venture companies, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the auditors of the joint ventures, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company, its subsidiary companies, its associate companies and its joint venture companies, which are companies incorporated in India.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or

improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors referred to in the Other Matters paragraph below, the Company, its subsidiary companies, its associate companies and joint venture companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the criteria for internal financial control over financial reporting established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to a joint venture, which is a company incorporated in India, is based solely on the corresponding report of the auditor of such companies incorporated in India.

Our opinion is not modified in respect of the above matters.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W-100018)

Nilesh Lahoti
Partner
(Membership No. 130054)

Place: Gurugram
Date: September 4, 2019
UDIN:

Consolidated Balance Sheet as at March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Notes No.	As of		
		March 31, 2019	March 31, 2018*	April 1, 2017*
Assets				
Financial assets				
Cash and cash equivalents	6	62,204	47,937	15,907
Other bank balances	7	20,105	19,920	38,166
Derivative financial instruments	8	3,531	10,972	6,792
Trade receivables	9	43,006	58,830	47,402
Investments	10	157,503	161,673	156,604
Security deposits	11	16,452	9,703	9,630
Other financial assets	12	23,575	33,280	36,391
Total financial assets		326,376	342,315	310,892
Non-financial assets				
Inventories		884	693	488
Income tax assets (net)		17,734	25,528	22,716
Deferred tax assets (net)	13	89,379	29,330	26,195
Property, plant and equipment	14	815,228	706,079	620,088
Capital work-in-progress	14	88,433	52,089	23,942
Goodwill	15	332,562	328,070	338,082
Other intangible assets	15	860,525	837,855	824,181
Intangible assets under development	15	7,909	45,423	84,443
Other assets	16	214,638	139,700	97,945
Total non-financial assets		2,427,292	2,164,767	2,038,080
Total assets		2,753,668	2,507,082	2,348,972
Liabilities and Equity				
Liabilities				
Financial liabilities				
Derivative financial instruments	8	13,568	5,692	5,061
Trade payables	17			
- total outstanding dues of micro enterprises and small enterprises		150	38	-
- total outstanding dues of creditors other than micro enterprises and small enterprises		279,908	268,499	268,537
Debt securities	18	311,815	441,058	373,765
Borrowings	19	990,730	725,834	699,112
Other financial liabilities	20	222,018	185,327	105,893
Total financial liabilities		1,818,189	1,626,448	1,452,368
Non-financial liabilities				
Income tax liabilities (net)		8,254	11,084	11,265
Provisions	21	9,020	9,596	9,686
Deferred tax liabilities (net)	13	11,299	10,606	9,592
Deferred revenue		61,979	70,783	71,120
Other liabilities	22	42,153	47,587	35,497
Total non-financial liabilities		132,705	149,656	137,160
Total liabilities		1,950,894	1,776,104	1,589,528

Consolidated Balance Sheet as at March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Notes No.	As of		
		March 31, 2019	March 31, 2018*	April 1, 2017*
Equity				
Equity share capital	23	26,108	26,108	25,253
Other equity	24	288,938	273,678	297,669
Equity attributable to owners of the parent		315,046	299,786	322,922
Non-controlling interest		487,728	431,192	436,522
Total equity		802,774	730,978	759,444
Total liabilities and equity		2,753,668	2,507,082	2,348,972

*Restated balances, refer note 41 for details.

The accompanying notes are an integral part of the financial statements.

For Deloitte Haskins & Sells LLP
 Chartered Accountants
 ICAI Firm Registration No: 117366W / W-100018

**For and on behalf of the Board of Directors of
 Bharti Telecom Limited**

Nilesh H. Lahoti
 Partner
 Membership No: 130054

Rajan Bharti Mittal
 Director
 DIN - 00028016

Devendra Khanna
 Managing Director
 DIN - 01996768

Place : New Delhi
 Date : 04 September, 2019

Rohit Krishan Puri
 Company Secretary
 Date : 01 August, 2019

Puneet Tandon
 Chief Financial Officer

Consolidated Statement of Profit & Loss for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Notes No.	For the year ended	
		March 31, 2019	March 31, 2018*
Revenue from operations	26	807,938	827,235
Other income	27	17,152	15,028
Share of profit of associates and joint ventures (net)	10	3,556	10,609
Total income		828,646	852,872
Expenses			
Finance costs	28	114,400	95,748
Network operating expenses	29	223,900	197,520
Access charges		93,521	90,446
License fee/ spectrum charges		69,426	75,558
Employee benefits expenses	30	37,975	39,771
Sales and marketing expenses	31	41,277	45,275
Depreciation, amortization and impairment	32	213,475	192,431
Non-operating expenses		1,894	141
Other expenses	33	83,599	77,045
Total expenses		879,467	813,935
(Loss)/profit before exceptional items and tax		(50,821)	38,937
Exceptional items (net)	34	(29,288)	7,931
(Loss)/profit before tax		(21,533)	31,006
Tax expense / (credit)			
Current tax	13	21,450	20,324
Deferred tax	13	(53,582)	(7,668)
Profit for the year		10,599	18,350
Other comprehensive income ('OCI')			
Items to be reclassified subsequently to profit or loss :			
Net losses due to foreign currency translation differences		(15,739)	(7,181)
Net losses on net investment hedge		(1,754)	(8,024)
Net (losses) / gains on cash flow hedge		(833)	809
Net (losses)/ gains on fair value through OCI investments		(45)	129
Tax credit/(charge)	13	5,428	(122)
		(12,943)	(14,389)
Items not to be reclassified to profit or loss :			
Re-measurement gains / (losses) on defined benefit plans		47	205
Share of OCI of joint ventures and associates	10	(12)	18
Tax (charge)/credit	13	(62)	(29)
		(27)	194
Other comprehensive loss for the year		(12,970)	(14,195)
Total comprehensive (loss) / income for the year		(2,371)	4,155
Profit for the year attributable to :		10,599	18,350
Owners of the parent		(4,224)	1,725
Non-controlling interests		14,823	16,625

Consolidated Statement of Profit & Loss for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Notes No.	For the year ended	
		March 31, 2019	March 31, 2018*
Other comprehensive loss for the year attributable to :		(12,970)	(14,195)
Owners of the parent		(5,118)	(6,374)
Non-controlling interests		(7,852)	(7,821)
Total comprehensive (loss) / income for the year attributable to :		(2,371)	4,155
Owners of the parent		(9,342)	(4,649)
Non-controlling interests		6,971	8,804
Earnings per share			
Basic	35	(1.62)	0.68
Diluted	35	(1.62)	0.68

*Restated balances, refer note 41 for details.

The accompanying notes are an integral part of the financial statements.

For Deloitte Haskins & Sells LLP

Chartered Accountants

ICAI Firm Registration No: 117366W / W-100018

**For and on behalf of the Board of Directors of
Bharti Telecom Limited**
Nilesh H. Lahoti

Partner

Membership No: 130054

Rajan Bharti Mittal

Director

DIN - 00028016

Devendra Khanna

Managing Director

DIN - 01996768

Rohit Krishan Puri

Company Secretary

Puneet Tandon

Chief Financial Officer

Place : New Delhi

Date : 04 September, 2019

Date : 01 August, 2019

Consolidated Cash Flow Statement for year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Year ended March 31, 2019	Year ended March 31, 2018*
Cash flows from operating activities		
Loss/profit before tax	(21,533)	31,003
Adjustments for :		-
Depreciation and amortisation	213,475	192,431
Finance costs	114,400	95,749
Finance income	(14,320)	(12,944)
Profit on sale of current investment (including fair value (gain)/loss)	(56)	(443)
Share of results of joint ventures and associates	(3,556)	(10,609)
Exceptional items	(32,792)	325
(Profit)/loss on sale of property, plant and equipment	(175)	293
Employee share-based payment expense	345	413
Other non-cash items	11,909	10,117
Operating cash flow before changes in working capital	267,697	306,335
Changes in working capital		
Trade receivables	8,427	(24,474)
Trade payables	21,606	15,224
Inventories	(191)	(202)
Provisions	(107)	154
Other financial and non financial liabilities	(20,966)	51,217
Other financial and non financial assets	(66,951)	(35,899)
Net cash generated from operations before tax	209,515	312,355
Income tax paid	(11,723)	(14,176)
Net cash generated from operating activities (a)	197,792	298,179
Cash flows from investing activities		
Purchase of property, plant and equipment	(260,971)	(245,259)
Proceeds from sale of property, plant and equipment	1,225	5,655
Purchase of intangible assets	(33,804)	(17,749)
Net proceeds from sale/(purchase) of current investments	17,908	(36,687)
Payment towards specturm - deferred Payment liability^	(11,720)	(9,909)
Sale of non-current investments	44,976	36,495
Purchase of non-current investment	(57,067)	-
Investment in subsidiaries, net of cash acquired	(5,083)	(120,184)
Sale of tower assets	3,051	4,869
Investment in associate	(60)	(60)
Dividend received	11,493	10,377
Interest received	4,872	6,062
Net cash used in investing activities (b)	(285,180)	(366,390)
Cash flows from financing activities		
Proceeds from issue of equity shares	-	26,490
Proceeds from issue of non convertible debentures	-	26,600
Proceeds from Long term borrowings	353,141	208,664
Repayment of Long term borrowings	(345,359)	(130,717)
Net proceeds/(repayment) of from short-term borrowings	90,616	(11,266)
Proceeds from sale and finance leaseback of towers	1,688	2,958
Repayment of finance lease liabilities	(5,077)	(3,932)
Purchase of treasury shares	(248)	(424)
Interest and other finance charges paid	(78,338)	(46,113)
Proceeds from exercise of share options	10	13
Dividend paid (including tax)	(36,603)	(25,144)
Proceeds from issuance of equity shares to NCI	104,341	21
Sale of interest in a subsidiary (Refer Note 5 l and 5 q)	16,238	57,189
Purchase of shares from NCI (Refer Note 5 j and 5 k)	(5,409)	-

Consolidated Cash Flow Statement for year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	Year ended March 31, 2019	Year ended March 31, 2018*
Increase in other Bank Balance#	(71)	(1,100)
Net cash generated in financing activities (c)	94,929	103,239
Net increase in cash and cash equivalents during the period (a+b+c)	7,541	35,028
Effect of exchange rate on cash and cash equivalents	1,338	281
Cash and cash equivalents as at beginning of the period	28,519	(6,790)
Cash and cash equivalents as at end of the period (refer note 7)	37,398	28,519

*Restated balances, refer note 41 for details.

^Cash flows towards spectrum acquisition are based on the timing payouts to DOT (viz. upfront/deferred)

#Represent amount given as collateral against Bank Loan.

The accompanying notes are an integral part of the financial statements.

For Deloitte Haskins & Sells LLP

Chartered Accountants

ICAI Firm Registration No: 117366W / W-100018

**For and on behalf of the Board of Directors of
Bharti Telecom Limited**

Nilesh H. Lahoti

Partner

Membership No: 130054

Rajan Bharti Mittal

Director

DIN - 00028016

Devendra Khanna

Managing Director

DIN - 01996768

Rohit Krishan Puri

Company Secretary

Puneet Tandon

Chief Financial Officer

Place : New Delhi

Date : 04 September, 2019

Date : 01 August, 2019

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

	Equity attributable to owners of the parent											Non-controlling interests	Total equity
	Share capital		Other equity							Total	Other components of equity (Note no. 24)		
	No of shares (in '000)	Amount	Securities premium account	Retained earnings	General reserve	Debtenture redemption reserve	Capital Reserve	Share-based payment reserve	NCI reserve				
As of April 1, 2017 (reported)	2,525,324	25,253	10,632	261,414	-	-	-	-	-	35,879	307,925	-	333,178
Restatement adjustments (refer note 41)	-	-	56,148	(52,120)	12,293	-	-	-	1,849	35,118	(10,256)	4,36,522	4,26,265
As of April 1, 2017 (Restated)	2,525,324	25,253	66,780	209,294	12,293	-	-	-	1,849	35,118	297,669	436,522	759,444
Profit for the year	-	-	-	1,722	-	-	-	-	-	-	1,722	16,625	18,347
Other comprehensive income	-	-	-	-	-	-	-	-	-	(6,374)	(6,374)	(7,821)	(14,195)
Total comprehensive income/(loss)	-	-	-	1,722	-	-	-	-	-	(6,374)	(4,652)	8,804	4,152
Transaction with owners of equity													
Share Issued	85,450	855	25,635	-	-	-	-	-	-	-	25,635	-	26,490
Employee share-based payment system	-	-	-	-	-	-	-	-	190	-	190	223	413
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	(212)	(212)	(212)	(424)
Exercise of share options	-	-	-	1,756	-	-	-	(1,838)	-	71	(11)	(18)	(29)
Transaction with NCI	-	-	-	(6,650)	(2,893)	9,542	-	-	(44,528)	-	(44,528)	277	(44,252)
Creation of debtenture redemption reserve	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend paid (including tax) to NCI	-	-	-	(413)	-	-	-	-	-	-	(413)	(1,044)	(1,457)
Movement on account of court approved schemes	-	-	-	-	-	-	-	-	-	-	-	-	-
As of March 31, 2018	2,610,774	26,108	92,415	203,953	11,157	9,542	-	201	(9,410)	(34,180)	273,678	431,192	730,978
Profit for the year	-	-	-	(4,218)	-	-	-	-	-	-	(4,218)	14,823	10,605
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-	-	(5,118)	(5,118)	(7,852)	(12,970)
Total comprehensive income/(loss)	-	-	-	(4,218)	-	-	-	-	-	(5,118)	(9,336)	6,971	(2,365)
Employee Share based payment expense	-	-	-	-	-	-	-	167	-	-	167	190	357
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	(124)	(124)	(124)	(248)
Exercise of share options	-	-	-	6	-	-	-	(186)	-	168	(12)	(31)	(43)
Transaction with NCI	-	-	-	-	-	-	-	-	22,264	-	22,264	82,540	104,804
Business combination (refer note 5 (c))	-	-	-	-	-	-	-	-	-	-	2,662	2,652	5,315
Creation of debtenture redemption reserve	-	-	-	6,650	-	(6,650)	-	-	-	-	-	-	-
Dividend paid (including tax) to NCI	-	-	-	(361)	-	-	-	-	-	-	-	(34,677)	(34,677)
Movement on account of court approved schemes	-	-	-	-	-	-	-	-	-	-	(361)	(985)	(1,346)
As of March 31, 2019	2,610,774	26,108	92,415	206,024	11,163	2,892	2,662	182	12,854	(39,254)	288,938	487,728	802,774

Note: Debtenture redemption reserve (DRR) : The company has issued redeemable Zero coupon non-convertible debtentures. Consequently the Company is required under the Companies (Share Capital and Debtentures) Rules 2014 (as amended) to create DRR, equal to 25% of the value of the debtentures, out of the profits of the company available for payment of dividend.

The accompanying notes are an integral part of the financial statements.

For and on behalf of the Board of Directors of Bharti Telecom Limited

For Deloitte Haskins & Sells LLP

Chartered Accountants
ICAI Firm Registration No: 117366W / W-100018

Nilesh H. Lahoti

Partner
Membership No: 130054

Rajan Bharti Mittal

Director
DIN - 00028016

Devendra Khanna

Managing Director
DIN - 01996768

Rohit Krishan Puri

Company Secretary
Date : 01 August, 2019

Puneet Tandon

Chief Financial Officer

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

1. Corporate information

Bharti Telecom Limited ("the Company") having its Registered office at Plot No.16, Udyog Vihar, Phase-IV, Gurugram - 122015 is a public company domiciled and incorporated in India under provision of Companies Act, 1956. It is a part of Bharti Group with its primary activity being holding investment in Bharti Airtel Limited. The Company together with its subsidiaries has been hereinafter referred to as 'the Group'.

The Company made an application for registration as a Systemically Important Core Investment Company (i.e., CIC-ND-SI) on December 18, 2017 in terms of the Core Investment Companies (Reserve Bank) Directions, 2016 issued on August 25, 2016. During the current financial year registration was granted by RBI vide Certificate No. N-14.03465 dated January 15, 2019. Consequently the Company has prepared its financial statement in compliance with Division III of Schedule III issued by Ministry of Corporate Affairs dated October 11, 2018.

Its subsidiary (namely Bharti Airtel Limited) is a leading telecommunication service provider in India and also has strong presence in Africa and South Asia, and is engaged primarily in the business of rendering services in the telecommunication systems and services, tower infrastructure services and direct to home digital services.

2. Significant accounting policies

2.1 Basis of preparation

These consolidated financial statement ('financial statements') have been prepared to comply in all material respects with the Indian Accounting Standards ('Ind AS') as notified by the Ministry of Corporate Affairs ('MCA') under section 133 of the Companies Act, 2013 ('Act'), read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other relevant provisions of the Act.

The financial statements are authorised for issue by the Company's Board of Directors on August 01, 2019.

The financial statements are based on the classification provisions contained in Ind AS 1, 'Presentation of Financial Statements' and division III of schedule III of the Companies Act 2013. Bharti Airtel Limited has significant operations than that of its parent Bharti Telecom Limited. Accordingly, mixed basis of presentation has been followed for preparation of consolidated financial statements as per Part-III of Division-III of Schedule-II. Further, for the purpose of clarity, various items are aggregated in the statement of profit and loss and balance sheet. Nonetheless, these items are dis-aggregated separately in the notes to the financial statements, where applicable or required.

All the amounts included in the financial statements are reported in millions of Indian Rupees ('Rupees' or 'Rs.') and are rounded to the nearest million, except per share data and unless stated otherwise. Further, amounts which are less than a million are appearing as '0'.

The preparation of the said financial statements requires the use of certain critical accounting estimates and judgements. It also requires the management to exercise judgement in the process of applying the Group's accounting policies. The areas where estimates are significant to the financial statements, or areas involving a higher degree of judgement or complexity, are disclosed in note 3.

The accounting policies, as set out in the following paragraphs of this note, have been consistently applied, by all the group entities, to all the periods presented in the said financial statements. Further, previous year figures have been re-grouped, wherever necessary to conform to current year's classification for compliance with Division-III of Schedule-III.

2.2 Basis of measurement

The financial statements have been prepared on the accrual and going concern basis, and the historical cost convention except where the Ind AS requires a different accounting treatment. The principal variations from the historical cost convention relate to financial instruments classified as fair value through profit or loss or through other comprehensive income (refer note 2.9 (b)), liability for cash-settled awards (refer note 2.15), the component of carrying values of recognised liabilities that are designated in fair value hedges (refer note 2.9 (d)) - which are measured at fair value.

Fair value measurement

Fair value is the price at the measurement date, at which an asset can be sold or paid to transfer a liability, in an orderly transaction between market participants. The Group's accounting policies require, measurement of certain financial / non-financial assets and liabilities at fair values (either on a recurring or non-recurring basis). Also, the fair values of financial instruments measured at amortised cost are required to be disclosed in the said financial statements.

The Group is required to classify the fair valuation method of the financial / non-financial assets and liabilities, either measured or disclosed at fair value in the financial statements, using a three level fair-value-hierarchy (which reflects the significance of inputs used in the measurement). Accordingly, the Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The three levels of the fair-value-hierarchy are described below:

Level 1: Quoted (unadjusted) prices for identical assets or liabilities in active markets

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Level 2: Significant inputs to the fair value measurement are directly or indirectly observable

Level 3: Significant inputs to the fair value measurement are unobservable

2.3 Basis of consolidation**a. Subsidiaries**

Subsidiaries include all the entities over which the Group has control. The Group controls an entity when it is exposed or has right to variable return from its involvement with the entity, and has the ability to affect those returns through its power (that is, existing rights that give it the current ability to direct the relevant activities) over the entity. The Group reassesses whether or not it controls the entity, in case the under-lying facts and circumstances indicate that there are changes to above mentioned parameters that determine the existence of control.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group, and they are de-consolidated from the date that control ceases. Non-controlling interests is the equity in a subsidiary not attributable to a parent and presented separately from the Group's equity. Non-controlling interests consist of the amount at the date of the business combination and its share of changes in equity since that date. Profit or loss and other comprehensive income are attributed to the controlling and non-controlling interests in proportion to their ownership interests, even if this results in the non-controlling interests having a deficit balance. However, in case where there are binding contractual arrangements that determine the attribution of the earnings, the attribution specified by such arrangement is considered.

The profit or loss on disposal (associated with loss of control) is recognised in the statement of profit and loss being the difference between (i) the aggregate of the fair value of consideration received and the fair value of any retained interest, and (ii) the previous carrying amount of the assets (including goodwill) and liabilities of the subsidiary and any non-controlling interests. In addition, any amounts previously recognised in the other comprehensive income in respect of that de-consolidated entity, are accounted for as if the Group had directly disposed off the related assets or liabilities. This may mean that amounts previously recognised in the other comprehensive income are re-classified to the statement of profit and loss. Any retained interest in the entity is remeasured to its fair value with the resultant change in carrying value being recognised in statement of profit and loss.

A change in the ownership interest of a subsidiary, without a change of control, is accounted for as a transaction with equity holders. Any difference between the amount of the adjustment to non-controlling interests and any consideration exchanged is recognised in 'NCI reserve', a component of equity.

b. Joint ventures and associates

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

Investment in joint ventures and associates are accounted for using equity method; from the date on which Group obtains joint control over the joint venture / starts exercising significant influence over the associate. The said investments are tested at-least annually and whenever circumstances indicate that their carrying values may exceed the recoverable amount (viz. higher of the fair value less costs to sell and the value-in-use).

c. Method of consolidation

Accounting policies of the respective individual subsidiary, joint venture and associate are aligned wherever necessary, so as to ensure consistency with the accounting policies that are adopted by the Group under Ind AS.

The un-realised gains resulting from intra-group transactions are also eliminated. Similarly, the un-realised losses are eliminated, unless the transaction provides evidence as to impairment of the asset transferred.

The Group's investments in its joint ventures and associates are accounted for using the equity method. Accordingly, the investments are carried at cost less any impairment losses, as adjusted for post-acquisition changes in the Group's share of the net assets of investees. Any excess of the cost over the Group's share of net assets in its joint ventures / associates at the date of acquisition is recognised as goodwill. The goodwill is included within the carrying amount of the investment. The un-realised gains / losses resulting from transactions with joint ventures and associates are eliminated against the investment to the extent of the Group's interest in the investee. However, un-realised losses are eliminated only to the extent that there is no evidence of impairment.

At each reporting date, the Group determines whether there is objective evidence that the investment is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of investment and its carrying value.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

2.4 Business combinations

The Group accounts for business combinations using the acquisition method of accounting and accordingly, the identifiable assets acquired and the liabilities assumed in the acquiree are recorded at their acquisition date fair values (except certain assets and liabilities which are required to be measured as per the applicable standard) and the non-controlling interest is initially recognised at the non-controlling interest's proportionate share of the acquiree's net identifiable assets. The consideration transferred for the acquisition of a subsidiary is aggregation of the fair values of the assets transferred, the liabilities incurred and the equity interests issued by the Group in exchange for control of the acquiree.

The consideration transferred also includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Any contingent consideration to be transferred by the acquirer is recognised at fair value at the acquisition date. Contingent consideration classified as an asset or liability is subsequently measured at fair value with changes in fair value recognised in profit or loss. Contingent consideration that is classified as equity is not re-measured and its subsequent settlement is accounted for within equity.

The excess of the consideration transferred along with the amount of any non-controlling interests in the acquiree and the acquisition date fair value (with the resulting difference being recognised in statement of profit and loss) of any previous equity interest in the acquiree, over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill.

Acquisition-related costs are expensed in the period in which the costs are incurred.

If the initial accounting for a business combination is incomplete as at the reporting date in which the combination occurs, the identifiable assets and liabilities acquired in a business combination are measured at their provisional fair values at the date of acquisition.

Subsequently adjustments to the provisional values are made within the measurement period, if new information is obtained about facts and circumstances that existed as of the acquisition date and if known, would have resulted in the recognition of those assets and liabilities as of that date; otherwise the adjustments are recorded in the period in which they occur.

A contingent liability recognised in a business combination is initially measured at its fair value. Subsequently, it is measured at the higher of the amount that would be recognised in accordance with Ind AS 37, 'Provisions, Contingent Liabilities and Contingent Assets', or amount initially recognised less, when appropriate, cumulative amortisation recognised in accordance with Ind AS 115 "Revenue from Contracts with Customers".

2.5 Foreign currency transactions

a. Functional and presentation currency

The items included in financial statements of each of the Group's entities are measured using the currency of primary economic environment in which the entity operates (i.e. 'functional currency').

The financial statements are presented in Indian Rupees which is the functional and presentation currency of the Company.

b. Transactions and balances

Transactions in foreign currencies are initially recorded in the relevant functional currency at the rates prevailing at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the closing exchange rate prevailing as at the reporting date with the resulting foreign exchange differences, on subsequent re-statement / settlement, recognised in the statement of profit and loss within finance costs / finance income. Non-monetary assets and liabilities denominated in foreign currencies are translated into the functional currency using the exchange rate prevalent, at the date of initial recognition (in case they are measured at historical cost) or at the date when the fair value is determined (in case they are measured at fair value) – the resulting foreign exchange difference, on subsequent re-statement / settlement, recognised in the statement of profit and loss, except to the extent that it relates to items recognised in the other comprehensive income or directly in equity.

The equity items denominated in foreign currencies are translated at historical cost.

c. Foreign operations

The assets and liabilities of foreign operations (including the goodwill and fair value adjustments arising on the acquisition of foreign entities) are translated into Rupees at the exchange rates prevailing at the reporting date whereas their statements of profit and loss are translated into Rupees at monthly average exchange rates and the equity is recorded at the historical rate. The resulting exchange differences arising on the translation are recognised in other comprehensive income and held in Foreign Currency Translation Reserve ('FCTR'), a component of equity. On disposal of a foreign operation (that is disposal involving loss of control), the component of other comprehensive income relating to that particular foreign operation is reclassified to profit or loss.

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

2.6 Property, plant and equipment ('PPE')

An item is recognised as an asset, if and only if, it is probable that the future economic benefits associated with the item will flow to the Group and its cost can be measured reliably. PPE are initially recognised at cost. The initial cost of PPE comprises its purchase price (including non-refundable duties and taxes but excluding any trade discounts and rebates), assets retirement obligations (refer note 2.16 (b)) and any directly attributable cost of bringing the asset to its working condition and location for its intended use. Further, it includes assets installed on the premises of customers as the associated risks, rewards and control remain with the Group.

Subsequent to initial recognition, PPE are stated at cost less accumulated depreciation and any impairment losses. When significant parts of PPE are required to be replaced at regular intervals, the Group recognises such parts as separate component of assets. When an item of PPE is replaced, then its carrying amount is de-recognised from the balance sheet and cost of the new item of PPE is recognised. Further, in case the replaced part was not being depreciated separately, the cost of the replacement is used as an indication to determine the cost of the replaced part at the time it was acquired.

The expenditures that are incurred after the item of PPE has been put to use, such as repairs and maintenance, are normally charged to the statement of profit and loss in the period in which such costs are incurred. However, in situations where the said expenditure can be measured reliably, and is probable that future economic benefits associated with it will flow to the Group, it is included in the asset's carrying value or as a separate asset, as appropriate.

Depreciation on PPE is computed using the straight-line method over the estimated useful lives. Freehold land is not depreciated as it has an unlimited useful life. The Group has established the estimated range of useful lives for different categories of PPE as follows:

Categories	Years
Leasehold improvement	Period of lease or 10-20 years, as applicable, whichever is less
Leasehold land	Period of lease
Buildings	20
Building on leased land	20
Plant and equipment	
-Network infrastructure (including passive infrastructure)	3-25
-Customer premise equipment	3-5
-Assets taken on finance lease	Period of lease or 10 years , as applicable ,whichever is less
Other equipment, operating and office equipment	
Computer/ Server	3-5
Furniture & fixture and Office equipment	2-5
Vehicles	3-5

The useful lives, residual values and depreciation method of PPE are reviewed and adjusted appropriately, at-least as at each financial year end so as to ensure that the method and period of depreciation are consistent with the expected pattern of economic benefits from these assets. The effect of any change in the estimated useful lives, residual values and / or depreciation method are accounted prospectively, and accordingly, the depreciation is calculated over the PPE's remaining revised useful life. The cost and the accumulated depreciation for PPE sold, scrapped, retired or otherwise disposed off are de-recognised from the balance sheet and the resulting gains / (losses) are included in the statement of profit and loss within other expenses / other income.

The cost of capital work-in-progress ('CWIP') is presented separately in the balance sheet.

2.7 Intangible assets

Identifiable intangible assets are recognised when the Group controls the asset, it is probable that future economic benefits attributed to the asset will flow to the Group and the cost of the asset can be measured reliably.

Goodwill represents the cost of the acquired businesses in excess of the fair value of identifiable net assets purchased (refer note 2.4). Goodwill is not amortised; however it is tested annually for impairment (refer note 2.8) and carried at cost less any accumulated impairment losses at overall group level.

The intangible assets that are acquired in a business combination are recognised at its fair value thereat. Other intangible assets are initially recognised at cost. These assets having finite useful life are carried at cost less accumulated amortisation and any impairment losses. Amortisation is computed using the straight-line method over the expected useful life of intangible assets.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The Group has established the estimated useful lives of different categories of intangible assets as follows:

a. Software

Software are amortised over the period of license, generally not exceeding five years.

b. Bandwidth

Bandwidth is amortised over the period of the agreement.

c. Licenses (including spectrum)

Acquired licenses and spectrum are amortised commencing from the date when the related network is available for intended use in the relevant jurisdiction. The useful lives range from two to twenty five years.

The revenue-share based fee on licenses / spectrum is charged to the statement of profit and loss in the period such cost is incurred.

d. Other acquired intangible assets

Other acquired intangible assets include the following:

Rights acquired for unlimited license access: Over the period of the agreement which ranges upto five years.

Distribution network: One year to two years.

Customer base: Over the estimated life of such relationships.

Non-compete fee: Over the period of the agreement which ranges upto five years.

The useful lives and amortisation method are reviewed, and adjusted appropriately, at least at each financial year end so as to ensure that the method and period of amortisation are consistent with the expected pattern of economic benefits from these assets. The effect of any change in the estimated useful lives and / or amortisation method is accounted prospectively, and accordingly, the amortisation is calculated over the remaining revised useful life.

Further, the cost of intangible assets under development includes the amount of spectrum allotted to the Group and related costs (including borrowing costs that are directly attributable to the acquisition or construction of qualifying assets) (refer note 2.19), if any, for which services are yet to be rolled out and are presented separately in the balance sheet.

2.8 Impairment of non-financial assets

a. Goodwill

Goodwill is tested for impairment, at-least annually and whenever circumstances indicate that it may be impaired at overall group level. For the purpose of impairment testing, the goodwill is allocated to group of CGUs ('CGU') at overall group level, which are expected to benefit from the acquisition-related synergies and represent the lowest level within the entity at which the goodwill is monitored for internal management purposes, within an operating segment.

Impairment occurs when the carrying value of a group CGU/CGUs including the goodwill, exceeds the estimated recoverable amount of the CGU /CGUs. The recoverable amount of a CGU/CGUs is the higher of its fair value less costs to sell and its value in use. Value-in-use is the present value of future cash flows expected to be derived from the CGU/CGUs.

The total impairment loss of a CGU / CGUs is allocated first to reduce the carrying value of Goodwill allocated to that CGU / CGUs and then to the other assets of that CGU / CGUs - on pro-rata basis of the carrying value of each asset.

b. PPE, intangible assets and intangible assets under development

PPE (including CWIP) and intangible assets with definite lives, are reviewed for impairment, whenever events or changes in circumstances indicate that their carrying values may not be recoverable. Intangible assets under development is tested for impairment, at-least annually and whenever circumstances indicate that it may be impaired.

For the purpose of impairment testing, the recoverable amount (that is, higher of the fair value less costs to sell and the value-in-use) is determined on an individual asset basis, unless the asset does not generate cash flows that are largely independent of those from other assets, in which case the recoverable amount is determined at the CGU level to which the said asset belongs. If such individual assets or CGU are considered to be impaired, the impairment to be recognised in the statement of profit and loss is measured by the amount by which the carrying value of the asset / CGU exceeds their estimated recoverable amount and allocated on pro-rata basis.

Reversal of impairment losses

Impairment loss in respect of goodwill is not reversed. Other impairment losses are reversed in the statement of profit and

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

loss and the carrying value is increased to its revised recoverable amount provided that this amount does not exceed the carrying value that would have been determined had no impairment loss been recognised for the said asset / CGU in previous years.

2.9 Financial instruments

a. Recognition, classification and presentation

The financial instruments are recognised in the balance sheet when the Group becomes a party to the contractual provisions of the financial instrument.

The Group determines the classification of its financial instruments at initial recognition.

The Group classifies its financial assets in the following categories: a) those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and b) those to be measured at amortised cost. The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

The Group has classified all the non-derivative financial liabilities as measured at amortised cost.

The entire hybrid contract, financial assets with embedded derivatives, are considered in their entirety for determining the contractual terms of the cash flow and accordingly, the embedded derivatives are not separated. However, derivatives embedded in non-financial instrument / financial liabilities (measured at amortised cost) host contracts are classified as separate derivatives if their economic characteristics and risks are not closely related to those of the host contracts.

Financial assets and liabilities arising from different transactions are off-set against each other and the resultant net amount is presented in the balance sheet, if and only when, the Group currently has a legally enforceable right to set-off the related recognised amounts and intends either to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

b. Measurement - Non-derivative financial instruments

I. Initial measurement

At initial recognition, the Group measures the non-derivative financial instruments at its fair value plus, in the case of a financial instruments not at fair value through profit or loss, transaction costs. Otherwise transaction costs are expensed in the statement of profit and loss.

II. Subsequent measurement - financial assets

The subsequent measurement of the non-derivative financial assets depends on their classification as follows:

i. Financial assets measured at amortised cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost using the effective interest rate ('EIR') method (if the impact of discounting / any transaction costs is significant). Interest income from these financial assets is included in finance income.

ii. Financial assets at fair value through other comprehensive income ('FVTOCI')

Equity investments which are not held for trading and for which the Group has elected to present the change in the fair value in other comprehensive income and debt instruments that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flow represent solely payment of principal and interest, are measured at FVTOCI.

The changes in fair value are taken through OCI, except for the impairment (on debt instruments), interest (basis EIR method), dividend and foreign exchange differences which are recognised in the statement of profit and loss.

When the financial asset is derecognised, the related accumulated fair value adjustments in OCI as at the date of derecognition are reclassified from equity and recognised in the statement of profit and loss. However, there is no subsequent reclassification of fair value gains and losses to statement of profit and loss in case of equity instruments.

iii. Financial assets at fair value through profit or loss ('FVTPL')

All equity instruments and financial assets that do not meet the criteria for amortised cost or FVTOCI are

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

measured at FVTPL. Interest (basis EIR method) and dividend income from financial assets at FVTPL is recognised in the statement of profit and loss within finance income / finance costs separately from the other gains/losses arising from changes in the fair value.

Impairment

The Group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and debt instrument carried at FVTOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk since initial recognition. If credit risk has not increased significantly, twelve month expected credit loss ('ECL') is used to provide for impairment loss, otherwise lifetime ECL is used.

However, only in case of trade receivables, the Group applies the simplified approach which requires expected lifetime losses to be recognised from initial recognition of the receivables.

III. Subsequent measurement - financial liabilities

Financial liabilities are subsequently measured at amortised cost using the EIR method (if the impact of discounting /any transaction costs is significant).

c. Measurement - derivative financial instruments

Derivative financial instruments, including separated embedded derivatives, that are not designated as hedging instruments in a hedging relationship are classified as financial instruments at fair value through profit or loss - Held for trading. Such derivative financial instruments are initially recognised at fair value. They are subsequently measured at their fair value, with changes in fair value being recognised in the statement of profit and loss within finance income / finance costs.

d. Hedging activities

I. Fair value hedge

Some of the Group entities use certain type of derivative financial instruments (e.g. interest rate / currency swaps) to manage / mitigate their exposure to the risk of change in fair value of the borrowings. The Group designates certain interest swaps to hedge the risk of changes in fair value of recognised borrowings attributable to the hedged interest rate risk. The effective portion of changes in the fair value of derivatives that are designated and qualify as fair value hedges are recorded in the statement of profit and loss within finance income / finance costs, together with any changes in the fair value of the hedged liability that are attributable to the hedged risk. If the hedge no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of the hedged item is amortised to profit or loss over the period to remaining maturity of the hedged item.

II. Cash flow hedge

Some of the Group entities use derivative financial instruments (e.g. foreign currency forwards, options, swaps) to manage / mitigate their exposure to foreign exchange and price risk. Further, the Group designates certain derivative financial instruments (or its components) as hedging instruments for hedging the exchange rate fluctuation risk attributable to either to a recognised item or a highly probable forecast transaction ('Cash flow hedge'). The effective portion of changes in the fair value of derivative financial instruments (or its components) that are designated and qualify as cash flow hedges, are recognised in the other comprehensive income and held in cash flow hedge reserve ('CFHR') – with other component of equity. Any gains / (losses) relating to the ineffective portion, are recognised immediately in the statement of profit and loss within finance income / finance costs. The amounts accumulated in equity are re-classified to the statement of profit and loss in the periods when the hedged item affects profit / (loss).

When a hedging instrument expires or is sold, or when a cash flow hedge no longer meets the criteria for hedge accounting, any cumulative gains / (losses) existing in equity at that time remains in equity and is recognised (on the basis as discussed in the above paragraph) when the forecast transaction is ultimately recognised in the statement of profit and loss. However, at any point of time, when a forecast transaction is no longer expected to occur, the cumulative gains / (losses) that were reported in equity is immediately transferred to the statement of profit and loss within finance income / finance costs.

III. Net investment hedge

The Group hedges its net investment in certain foreign subsidiaries. Accordingly, any foreign exchange differences on the hedging instrument (e.g. borrowings) relating to the effective portion of the hedge is recognised in other comprehensive income and held in foreign currency translation reserve ('FCTR') - within others as components of

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

equity, so as to offset the change in the value of the net investment being hedged. The ineffective portion of the gain or loss on these hedges is immediately recognised in the statement of profit and loss. The amounts accumulated in equity are included in the statement of profit and loss when the foreign operation is disposed or partially disposed.

e. Derecognition

The financial liabilities are de-recognised from the balance sheet when the underlying obligations are extinguished, discharged, lapsed, cancelled, expired or legally released. The financial assets are de-recognised from the balance sheet when the rights to receive cash flows from the financial assets have expired, or have been transferred and the Group has transferred substantially all risks and rewards of ownership. The difference in the carrying amount is recognised in the statement of profit and loss.

2.10 Leases

The determination of whether an arrangement is a lease is based on whether fulfillment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset, even if that right is not explicitly specified in an arrangement.

Leases where the lessor transfers substantially all the risks and rewards of ownership of the leased assets are classified as finance lease and other leases are classified as operating lease.

Operating lease receipts / payments are recognised as an income / expense on a straight-line basis over the lease term unless the lease payments increase in line with expected general inflation.

Contingent rents are recognised as income / expense in the period in which they are earned / incurred.

a. Group as a lessee

Assets acquired under finance leases are capitalised at the lease inception at lower of the fair value of the leased asset and the present value of the minimum lease payments. Lease payments are apportioned between finance charges (recognised in the statement of profit and loss) and reduction of the lease liability so as to achieve a constant periodic rate of interest on the remaining balance of the liability for each period.

Sale and leaseback transaction involves the sale and the leasing back of the same asset. In case it results in a finance lease, any profit or loss is not immediately recognised, instead the asset leased back is retained at its carrying value and the amount received towards the leased portion is recorded as a finance lease obligation. However, in case it results in an operating lease, any profit or loss is recognised immediately provided the transaction occurs at fair value.

b. Group as a lessor

Assets leased to others under finance lease are recognised as receivables at an amount equal to the net investment in the leased assets. Finance lease income is allocated to periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the finance lease.

Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised in statement of profit and loss on a straight-line basis over the lease term.

The Group enters into 'Indefeasible right to use' ('IRU') arrangement wherein the assets are given on lease over the substantial part of the asset life. However, the title to the assets and significant risk associated with the operation and maintenance of these assets remains with the Group. Hence, such arrangements are recognised as operating lease. The contracted price is recognised as revenue during the tenure of the agreement. Unearned IRU revenue received in advance is presented as deferred revenue within liabilities in the balance sheet.

2.11 Taxes

The income tax expense comprises of current and deferred income tax. Income tax is recognised in the statement of profit and loss, except to the extent that it relates to items recognised in the other comprehensive income or directly in equity, in which case the related income tax is also recognised accordingly.

a. Current tax

The current tax is calculated on the basis of the tax rates, laws and regulations, which have been enacted or substantively enacted as at the reporting date in the respective countries where the group entities operate and generate taxable income. The payment made in excess / (shortfall) of the respective group entities' income tax obligation for the period are recognised in the balance sheet under non-current income tax assets / liabilities.

Any interest, related to accrued liabilities for potential tax assessments are not included in Income tax charge or (credit), but are rather recognised within finance costs.

The Group periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

regulations are subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

b. Deferred tax

Deferred tax is recognised, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying values in the financial statements. However, deferred tax are not recognised if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Further, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. Moreover, deferred tax is recognised on temporary differences arising on investments in subsidiaries, joint ventures and associates - unless the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

The unrecognised deferred tax assets / carrying amount of deferred tax assets are reviewed at each reporting date for recoverability and adjusted appropriately.

Deferred tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the reporting date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Income tax assets and liabilities are off-set against each other and the resultant net amount is presented in the balance sheet, if and only when, (a) the Group currently has a legally enforceable right to set-off the current income tax assets and liabilities, and (b) when it relate to income tax levied by the same taxation authority and where there is an intention to settle the current income tax balances on net basis.

2.12 Inventories

Inventories are stated at the lower of cost (determined using the first-in-first-out method) and net realisable value. The costs comprise its purchase price and any directly attributable cost of bringing to its present location and condition. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated variable costs necessary to make the sale.

2.13 Cash and cash equivalents

Cash and cash equivalents include cash in hand, bank balances and any deposits with original maturities of three months or less (that are readily convertible to known amounts of cash and cash equivalents and subject to an insignificant risk of changes in value). However, for the purpose of the statement of cash flows, in addition to above items, any bank overdrafts/cash credits that are integral part of the Group's cash management, are also included as a component of cash and cash equivalents.

2.14 Share capital / Securities premium account / Treasury shares

Ordinary shares are classified as Equity when the Company has an un-conditional right to avoid delivery of cash or another financial asset, that is, when the dividend and repayment of capital are at the sole and absolute discretion of the Company and there is no contractual obligation whatsoever to that effect.

When the Company purchases its ordinary shares through Bharti Airtel Employees' Welfare Trust, they are treated as treasury shares, and the consideration paid is deducted from the Equity. When the treasury shares are subsequently re-issued, any difference between its carrying amount and consideration received is recognised in share-based-payment reserve.

2.15 Employee benefits

The Group's employee benefits mainly include wages, salaries, bonuses, defined contribution to plans, defined benefit plans, compensated absences, deferred compensation and share-based payments. The employee benefits are recognised in the year in which the associated services are rendered by the group employees.

a. Defined contribution plans

The contributions to defined contribution plans are recognised in profit or loss as and when the services are rendered by employees. The Group has no further obligations under these plans beyond its periodic contributions.

b. Defined benefit plans

In accordance with the local laws and regulations, all the employees in India are entitled for the Gratuity plan. The said plan requires a lump-sum payment to eligible employees (meeting the required vesting service condition) at retirement or termination of employment, based on a pre-defined formula.

The Group provides for the liability towards the said plans on the basis of actuarial valuation carried out quarterly as at the

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

reporting date, by an independent qualified actuary using the projected-unit-credit method.

The obligation towards the said benefits is recognised in the balance sheet, at the present value of the defined benefit obligations less the fair value of plan assets (being the funded portion). The present value of the said obligation is determined by discounting the estimated future cash outflows, using interest rates of government bonds.

The interest income / (expense) are calculated by applying the above mentioned discount rate to the plan assets and defined benefit obligations. The net interest income / (expense) on the net defined benefit obligation is recognised in the statement of profit and loss. However, the related re-measurements of the net defined benefit obligation are recognised directly in the other comprehensive income in the period in which they arise. The said re-measurements comprise of actuarial gains and losses (arising from experience adjustments and changes in actuarial assumptions), the return on plan assets (excluding interest). Re-measurements are not re-classified to the statement of profit and loss in any of the subsequent periods.

c. Other long-term employee benefits

The employees of the Group are entitled to compensated absences as well as other long-term benefits. Compensated absences benefit comprises of encashment and availment of leave balances that were earned by the employees over the period of past employment.

The Group provides for the liability towards the said benefits on the basis of actuarial valuation carried out quarterly as at the reporting date, by an independent qualified actuary using the projected-unit-credit method. The related re-measurements are recognised in the statement of profit and loss in the period in which they arise.

d. Share-based payments

The Group operates equity-settled and cash-settled, employee share-based compensation plans, under which the Group receives services from employees as consideration for stock options either towards shares of the Group / cash settled units.

In case of equity-settled awards, the fair value is recognised as an expense in the statement of profit and loss within employee benefits as employee share-based payment expenses, with a corresponding increase in share-based payment reserve (a component of equity).

However, in case of cash-settled awards, the credit is recognised as a liability within other non-financial liabilities. Subsequently, at each reporting period, until the liability is settled, and at the date of settlement, liability is re-measured at fair value through statement of profit and loss.

The total amount so expensed is determined by reference to the grant date fair value of the stock options granted, which includes the impact of any market performance conditions and non-vesting conditions but excludes the impact of any service and non-market performance vesting conditions. However, the non-market performance vesting and service conditions are considered in the assumption as to the number of options that are expected to vest. The forfeitures are estimated at the time of grant and reduce the said expense ratably over the vesting period.

The expense so determined is recognised over the requisite vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. As at each reporting date, the Group revises its estimates of the number of options that are expected to vest, if required.

It recognises the impact of any revision to original estimates in the period of change. Accordingly, no expense is recognised for awards that do not ultimately vest, except for which vesting is conditional upon a market performance / non-vesting condition. These are treated as vesting irrespective of whether or not the market / non-vesting condition is satisfied, provided that service conditions and all other non-market performance are satisfied.

Where the terms of an award are modified, in addition to the expense pertaining to the original award, an incremental expense is recognised for any modification that results in additional fair value, or is otherwise beneficial to the employee as measured at the date of modification.

Where an equity-settled award is cancelled (including due to non-vesting conditions not being met), it is treated as if it is vested thereon, and any un-recognised expense for the award is recognised immediately.

2.16 Provisions**a. General**

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources will be required to settle the said obligation, and the amounts of the said obligation can be reliably estimated.

Provisions are measured at the present value of the expenditures expected to be required to settle the relevant obligation,

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

using a pre-tax rate that reflects current market assessments of the time value of money (if the impact of discounting is significant) and the risks specific to the obligation. The increase in the provision due to un-winding of discount over passage of time is recognised within finance costs.

b. Asset retirement obligations ('ARO')

ARO are recognised for those operating lease arrangements where the Group has an obligation at the end of the lease period to restore the leased premises in a condition similar to inception of lease. ARO are provided at the present value of expected costs to settle the obligation and are recognised as part of the cost of that particular asset. The estimated future costs of decommissioning are reviewed annually and any changes in the estimated future costs or in the discount rate applied are adjusted from the cost of the asset.

2.17 Contingencies

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are not recognised and disclosed only where an inflow of economic benefits is probable.

2.18 Revenue recognition

Effective April 1, 2018, the Group has adopted Ind AS 115, 'Revenue from Contracts with Customers'. Further during the quarter ended March 31, 2019, the Company has finalised the transition method as the fully retrospective method applied retrospectively and hence, the comparative information have been restated. Accordingly, certain commission charges hitherto included in Sales and marketing expenses in respect of Africa mobile operations have been netted from revenue.

Revenue is recognised upon transfer of control of promised products or services to the customer at the consideration which the Group has received or expects to receive in exchange of those products or services, net of any taxes / duties, discounts and process waivers. When determining the consideration to which the Group is entitled for providing promised products or services via intermediaries, the Group assesses whether it is primarily responsible for fulfilling the performance obligation and whether it controls the promised service before transfer to customers. To the extent that the intermediary is considered a principal, the consideration to which the Group is entitled is determined to be that received from the intermediary.

Revenue is recognised when, or as, each distinct performance obligation is satisfied. The main categories of revenue and the basis of recognition are as follows:

a. Service revenues

Service revenues mainly pertain to usage, subscription and customer onboarding charges for voice, data, messaging, value added services and Direct to Home (DTH) services. It also includes revenue from interconnection / roaming charges for usage of the Group's network by other operators for voice, data, messaging and signaling services. Service revenues also includes rental revenue for use of sites and energy revenue for the provision of energy for operation of sites.

Telecommunication services (comprising voice, data and SMS) are considered to represent a single performance obligation as all are provided over the Group's network and transmitted as data representing a digital signal on the network. The transmission consumes network bandwidth and therefore, irrespective of the nature of the communication, the customer ultimately receives access to the network and the right to consume network bandwidth.

The Group recognises revenue from these services as they are provided. Revenue is recognised based on actual units of telecommunication services provided during the reporting period as a proportion of the total units of telecommunication services to be provided. Subscription charges are recognised over the subscription pack validity period. Customer onboarding revenue and associated cost is recognised upon successful onboarding of customer i.e. upfront. Revenues in excess of invoicing are classified as unbilled revenue while invoicing / collection in excess of revenue are classified as deferred revenue / advance from customers. The Group collects GST on behalf of the government and therefore, it is not an economic benefit flowing to the Company, hence it is excluded from revenue.

Service revenues also includes revenue from interconnection / roaming charges for usage of the Group's network by other operators for voice, data, messaging and signaling services. These are recognised upon transfer of control of services being transferred over time.

Certain business services revenues include revenue from registration and installation, which are amortised over the period of agreement since the date of activation of service.

Revenues from long distance operations comprise of voice services and bandwidth services (including installation), which are recognised on provision of services and over the period of respective arrangements.

Rental revenue is recognized as and when services are rendered on a monthly basis as per the contractual terms

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

prescribed under master service agreement entered with customer. The Group has ascertained that the lease payment received are structured to increase in line with expected general inflationary increase in cost and therefore not straight lined. Exit Charges are recognised when uncertainty relating to the amounts receivable on exit is resolved and it is probable that a significant reversal relating to the amounts receivable on exit will not occur. Energy revenue is recognized over the period on a monthly basis upon satisfaction of performance obligation as per contracts with the customers. The transaction price is the consideration received from customers based on prices agreed as per the contract with the customers. The determination of standalone selling prices is not required as the transaction prices are stated in the contract based on the identified performance obligation.

b. Multiple element arrangements

The Company has entered into certain multiple-element revenue arrangements which involve the delivery or performance of multiple products, services or rights to use assets. At the inception of the arrangement, all the deliverables therein are evaluated to determine whether they represent distinct performance obligations, and if so, they are accounted for separately. Total consideration related to the multiple element arrangements is allocated to each performance obligation based on their standalone selling prices. The stand-alone selling prices are determined based on the list prices at which the Company sells equipment and network services separately.

c. Equipment sales

Equipment sales mainly pertain to sale of telecommunication equipment and related accessories for which revenue is recognised when the control of equipment is transferred to the customer, i.e. transferred at a point in time. However, in case of equipment sale forming part of multiple-element revenue arrangements which is not a distinct performance obligation, revenue is recognised over the customer relationship period.

d. Interest income

The interest income is recognised using the EIR method. For further details, refer note 2.10.

e. Dividend income

Dividend income is recognised when the Company's right to receive the payment is established. For further details, refer note 2.9

2.19 Borrowing costs

Borrowing costs consist of interest and other ancillary costs that the Group incurs in connection with the borrowing of funds. The borrowing costs directly attributable to the acquisition or construction of any asset that takes a substantial period of time to get ready for its intended use or sale are capitalised. All the other borrowing costs are recognised in the statement of profit and loss within finance costs of the period in which they are incurred.

2.20 Exceptional items

Exceptional items refer to items of income or expense within the statement of profit and loss from ordinary activities which are non-recurring and are of such size, nature or incidence that their separate disclosure is considered necessary to explain the performance of the Group.

2.21 Non-operating expense / income

Non-operating expense comprises regulatory levies applicable to finance income in some of the geographies whereas non-operating income pertains to certain fee income in one of the group entities.

2.22 Dividends paid

Dividend to shareholders is recognised as a liability and deducted from equity, in the year in which the dividends are approved by the shareholders. However, interim dividends declared by the Board of directors, which does not need shareholders' approval, are recognised as a liability and deducted from retained earnings, in the year in which the dividends are so declared.

2.23 Earnings per share ('EPS')

The Company presents the Basic and Diluted EPS data.

Basic EPS is computed by dividing the profit for the period attributable to the shareholders of the Company by the weighted average number of shares outstanding during the period excluding the treasury shares.

Diluted EPS is computed by adjusting, the profit for the year attributable to the shareholders and the weighted average number of shares considered for deriving Basic EPS, for the effects of all the shares that could have been issued upon conversion of all dilutive potential shares. The dilutive potential shares are adjusted for the proceeds receivable had the shares been actually issued at fair value. Further, the dilutive potential shares are deemed converted as at beginning of the period, unless issued at a later date during the period.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

3. Critical accounting estimates, assumptions and judgements

The estimates and judgements used in the preparation of the said financial statements are continuously evaluated by the Group, and are based on historical experience and various other assumptions and factors (including expectations of future events), that the Group believes to be reasonable under the existing circumstances. The said estimates and judgements are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

Although the Group regularly assesses these estimates, actual results could differ materially from these estimates - even if the assumptions under-lying such estimates were reasonable when made, if these results differ from historical experience or other assumptions do not turn out to be substantially accurate. The changes in estimates are recognised in the financial statements in the year in which they become known.

3.1 Critical accounting estimates and assumptions

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying values of assets and liabilities within the next financial year are discussed below.

a. Impairment reviews

PPE (including CWIP) and intangible assets with definite lives, are reviewed for impairment, whenever events or changes in circumstances indicate that their carrying values may not be recoverable. Similarly, goodwill and intangible assets under development is tested for impairment, at-least annually and whenever circumstances indicate that it may be impaired. For details as to the impairment policy, refer note 2.8. Accordingly the Group has performed impairment reviews for the above assets. However, the said reviews did not result in any impairment charge.

In calculating the value in use, the Group is required to make significant judgements, estimates and assumptions inter-alia concerning the growth in Earnings Before Interest, Taxes, Depreciation and Amortization ('EBITDA') margins, capital expenditure, long-term growth rates and discount rates to reflect the risks involved. Also, judgement is involved in determining the CGU /grouping of CGUs for allocation of the goodwill.

The Group mainly operates in developing markets and in such markets, the plan for shorter duration is not indicative of the long-term future performance. Considering this and the consistent use of such robust ten year information for management reporting purpose, the Group uses ten year plans for the purpose of impairment testing.

b. Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations and the amount and timing of future taxable income. Given the wide range of international business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The Group establishes provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it operates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the relevant tax authority.

Deferred tax assets are recognised for the unused tax losses and minimum alternate tax credits for which there is probability of utilisation against the future taxable profit. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits, future tax planning strategies and recent business performances and developments.

c. Property, plant and equipment

Refer note 2.6 and 14 for the estimated useful life and carrying value of property, plant and equipment respectively.

During the year ended March 31, 2019, the Group has reassessed useful life of certain categories of network assets based on internal assessment and technical evaluation, and accordingly has revised the estimate of its useful life from 18 years to 25 years in respect of those assets. The impact of above change on the depreciation charge for the current and future years are as follows:

	For the year ending				Future
	March 31, 2019	March 31, 2020	March 31, 2021	March 31, 2022	
Impact on depreciation charge	(2,774)	(2,712)	(2,355)	(1,922)	9,763

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

d. Allowance for impairment of trade receivables

The expected credit loss is mainly based on the ageing of the receivable balances and historical experience. The receivables are assessed on an individual basis or grouped into homogeneous groups and assessed for impairment collectively, depending on their significance. Moreover, trade receivables are written off on a case-to-case basis if deemed not to be collectible on the assessment of the underlying facts and circumstances

e. Contingent liabilities and provisions

The Group is involved in various legal, tax and regulatory matters, the outcome of which may not be favourable to the Group. Management in consultation with the legal, tax and other advisers assess the likelihood that a pending claim will succeed. The Group has applied its judgement and has recognised liabilities based on whether additional amounts will be payable and has included contingent liabilities where economic outflows are considered possible but not probable.

3.2 Critical judgement's in applying the Group's accounting policies

The critical judgement's, which the management has made in the process of applying the Group's accounting policies and has the most significant impact on the amounts recognised in the said financial statements, is discussed below:

f. Revenue recognition and presentation

The Group assesses its revenue arrangements in order to determine if it is acting as a principal or as an agent by determining whether it has primary obligation basis pricing latitude and exposure to credit / inventory risks associated with the sale of goods / rendering of services. In the said assessment, both the legal form and substance of the agreement are reviewed to determine each party's role in the transaction.

g. Determination of functional currency

The Group has determined the functional currency of the group entities by identifying the primary economic environment in which the entity operates - based on under-lying facts / circumstances. However, in respect of certain intermediary foreign operations of the Group, the determination of functional currency is not very obvious due to mixed indicators and the extent of autonomy enjoyed by the foreign operation. In such cases management uses its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions.

h. Taxes

The identification of temporary differences pertaining to the investment in subsidiaries that are expected to reverse in the foreseeable future and the determination of the related deferred income tax liabilities after considering the requisite tax credits require the Group to make significant judgements.

4. Standards issued but not effective until the date of authorisation for issuance of the said financial statements :

The new significant standards, amendments to Standards that are issued but not yet effective until the date of authorisation for issuance of the said financial statements are discussed below. The Group has not early adopted these amendments and intends to adopt when they become effective.

Ind AS 116 'Leases'

In March 2019, MCA has notified the Ind AS 116, Leases. It will replace the existing leases Standard, Ind AS 17 'Leases', and related interpretations. The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. It introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. A lease is required to recognise a right-of-use asset representing its right to use and the underlying leased assets and a lease liability representing its obligation to make lease payments.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. The Group is in the process of evaluating its impact on the financial statements.

The following pronouncements, which are potentially relevant to the Group, have been issued and are effective for annual periods beginning on or after April 1, 2019. The Group does not expect that the adoption of the said amendments will have any significant impact on the Consolidated financial Statements.

Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments : According to the appendix, Group need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the group have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates. The Group does not expect that the adoption of said amendments will have any significant impact on financial statements.

Amendment to Ind AS 12 – Income taxes: The amendment clarifies that an Group shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity accordingly to where the Group originally recognised those past transactions or events whereas hitherto it was being recognised in equity.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

5 Significant transaction / new developments

- a) Subsequent to the balance sheet date, on May 03, 2019, Bharti Airtel Limited (subsidiary of the Company) has launched a rights issue of approximately 1,134 Mn fully paid up equity shares (face value Rs. 5 each) at a price of Rs. 220/- per share aggregating to Rs. 249,390. The right issue closed on May 17, 2019. The rights entitlement is determined as 19 equity shares for every 67 equity shares held.
- b) In February 2019, Airtel Kenya, the Group's operating subsidiary in Kenya, entered into an agreement with Telkom Kenya Limited, the third largest mobile network operator in Kenya, to merge their respective mobile, enterprise and carrier services businesses to operate as 'Airtel-Telkom'. As at the date of this financial statements, the transaction remains subject to approval by the relevant authorities.
- c) During the year ended March 31, 2017, the Group had entered into a scheme of amalgamation for the merger of Telenor (India) Communications Private Limited with the Group. Further, during the year ended March 31, 2019, as the closing conditions for the said merger have been fulfilled, the said transaction is consummated. The difference of Rs. 5,315 between the purchase consideration (issuance of five equity shares and working capital adjustments) and fair value of net assets has been recognized as Capital reserve, a component of equity.

The fair values of the assets and liabilities recognized at the date of acquisition are as follows:

Non current assets

Property, plant & equipment	4,264
Other intangible assets	17,684
Indemnification assets	8,835
Others	6,309

Current assets

Cash & cash equivalents	6,931
Others	7,661

Non current liabilities

Borrowing	14,842
Others	955

Current liabilities

Borrowings	1,229
Trade payables	17,301
Others	12,592
Net assets acquired	4,765

- d) During the year ended March 31, 2019, Airtel Africa Limited issued to global investors 976,635,762 equity shares for an aggregate investment of USD 1,450 together with certain indemnities. These indemnities represent an obligation for adjustment of subscription amounts triggered on payouts for the indemnified contingencies. These have been recorded as derivatives measured at fair value through profit and loss and other financial liabilities initially measured at fair value and subsequently re-measured at amortized cost. The key assumptions taken into measurement of these liabilities are around the probability of the outcome on which the indemnities are based and expected settlement amount.
- e) During the year ended March 31, 2019, Bharti Airtel International (Netherlands) B.V., a subsidiary of the Group, early redeemed an amount of USD 995 from its USD 1,500 5.125% Guaranteed Senior Notes due in March 2023 at a consideration equivalent to 98.5% of the par amount of each bond plus interest accrued.
- f) During the year ended March 31, 2019, consequent to the change in shareholder rights in Airtel Payment Bank Limited ('APBL'), APBL ceased to be a subsidiary (under Ind AS, '110 Consolidated Financial Statements'). APBL has since been considered as an associate (under Ind AS 28, 'Investments in Associates and Joint Ventures'). Hence, in accordance with Ind AS 110, the difference between the fair value of retained interest and the previous carrying amount of the Group's share in the net assets of APBL, of Rs. 8,735 has been recognized as gain within exceptional items.

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

- g) In January 2019, the Government of Tanzania ('GoT') and the Group, on a composite basis, agreed (i) to the GoT's withdrawal of certain tax claims and regulatory fines (ii) the entry into an agreement between the GoT and Airtel Tanzania ('AT') for the provision of support services to AT on a 'best efforts' basis in order to support its development; (iii) to approve the sale of towers owned by AT; (iv) to allow a defined portion of the net sale proceeds of the tower sale towards repayment of the outstanding shareholder loan granted to AT by Bharti Airtel Tanzania B.V. ('BATBV') which shall be treated as full repayment of said loan; (iv) to either exempt AT from the listing obligations or to ensure that the Group's beneficial ownership of AT will not decrease below 51% at any time; and (v) to an increase in the GoT's shareholding in AT, to 49% at zero effective cost. The said document also provided for execution of detailed agreements between GoT, AT and the Group, wherever required, to give effect to the above.

Pursuant to the above arrangement, the Group believes that the above-mentioned settlement amongst the shareholders of AT should be accounted for as an equity transaction on the consummation of the said agreements.

- h) During the year ended March 31, 2019, the Group's board of directors at its meeting held on October 25, 2018, has paid interim dividend for the financial year 2018-19 of Rs. 2.50/- per equity share (face value : Rs. 5/- each).
- i) During the year ended March 31, 2019, Bharti Airtel International (Netherlands) B.V., a subsidiary of the Group, has redeemed Euro 1,000 Mn 4% senior notes due in December 2018 ('Notes').
- j) During the year ended March 31, 2019, the Group has acquired 7.95% equity stake in Airtel Gabon S.A. thereby, increasing its shareholding to 97.95%. The excess of consideration paid to NCI over the carrying value of the interest acquired Rs. 1,112 has been recognized in the transaction with NCI reserve, a component of equity.
- k) During the year ended March 31, 2019, the Group has acquired 8.52% equity stake in Airtel Networks Limited thereby, increasing its shareholding to 91.77%. The excess of consideration paid to NCI over the carrying value of the interest acquired Rs. 4,684 has been recognized in the transaction with NCI reserve, a component of equity.
- l) During the year ended March 31, 2018, the Group had entered into an agreement to sell 15% equity stake in Bharti Telemedia Limited, a subsidiary of the Group. Further, during the year ended March 31, 2019, as the closing conditions for the said transaction have been fulfilled, the said transaction is consummated. Accordingly, the excess of proceeds over the NCI amounting to Rs. 19,064 has been recognized directly in NCI reserve, a component of equity.
- m) During the year ended March 31, 2018, the Group had entered into a share purchase agreement with Millicom International Cellular S.A. to acquire 100% equity interest in Tigo Rwanda Limited. The acquisition will make the Group the second largest mobile operator in Rwanda. The Difference of Rs. 362 between the fair value of purchase consideration (including contingent consideration) aggregating to Rs. 3,200 and provisional fair value of net assets of Rs. 2,838 had been recognized as goodwill. The said goodwill is mainly attributable to the acquired customer base, assembled workforce and economies of scale expected from combining the operations of the Group. The initial accounting for the acquisition had only provisionally determined at the year ended March 31, 2018.
- Further during the year ended March 31, 2019, the provisional accounting has been finalized and accordingly, the revised difference of Rs. 873 between the fair value of the purchase consideration aggregating to Rs. 3,377 and fair value of net assets of Rs. 2,504 has been recognized as goodwill.
- Further, with effect from July 1, 2018, Tigo Rwanda Limited had merged with Airtel Rwanda Limited. Accordingly Tigo Rwanda Limited has ceased to exist.
- n) During the year ended March 31, 2018, the Group had entered into a share purchase agreement with seller of Tikona Digital Networks Private Limited ('TDNPL') to acquire 100% equity interest in TDNPL.
- The difference of Rs. 739 Mn between the purchase consideration and fair value of net assets has been recognized as goodwill. The said goodwill is mainly attributable to synergies expected from the combined operation of the Group and TDNPL.
- o) During the year ended March 31, 2017, the Group signed a definitive agreement to enter into 50-50 joint venture between Bharti Airtel Ghana Holdings B.V. and MIC Africa B.V. against consideration of their respective ownership interest of operations in Ghana. Further during the year ended March 31, 2018, as the closing conditions for consummation of the transaction have been fulfilled, the Group and Millicom International Cellular had formed a joint venture to combine their telecommunication operations in Ghana.
- p) During the year ended March 31, 2018, an understanding for demerger of consumer mobile businesses of Tata Teleservices Limited and Tata Teleservices Maharashtra Limited into the Group / Bharti Hexacom Limited (subsidiary of the Group) was entered into. Further, the boards of directors have approved the scheme(s) of arrangement under section 230 to section 232 of the Companies Act, 2013 for the said demerger. The said transaction is subject to requisite regulatory approvals.
- q) During the year ended March 31, 2018, the Group has sold approx. 150.5 Mn equity shares of Bharti Infratel Limited. The excess of proceeds (net of associated transaction costs, taxes and regulatory levies) over the change in NCI amounting to Rs. 42,598 has been recognized directly in NCI reserve, a component of equity.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

6 Cash and cash equivalents ('C&CE')

	As of	
	March 31, 2019	March 31, 2018
Cash on hand	1,084	820
Balances with banks		
- On current accounts	7,147	8,269
- Bank deposits with original maturity of 3 months or less*	53,848	37,862
Cheques on hand	125	986
	62,204	47,937

7 Other bank balances

	As of	
	March 31, 2019	March 31, 2018
Restricted cash*	18,064	16,389
Earmarked bank balances - unpaid dividend	110	70
Term deposits with bank	273	2,119
Margin money deposits#	1,658	1,342
	20,105	19,920

*It includes cash received from subscriber of mobile commerce services.

#Margin money deposits represents amount given as collateral for legal cases and / or bank guarantees for disputed matters.

The details of interest accrued on cash & cash equivalents and other bank balances (which is included within 'Interest accrued on investments/ deposits' under other financial assets- refer note 12) is as below:

	As of	
	March 31, 2019	March 31, 2018
Other bank balances		
Restricted cash	71	-
Term deposits with bank	47	157
	118	157

	As of	
	March 31, 2019	March 31, 2018
Cash & Cash Equivalents		
-Bank deposits with original maturity of 3 months or less	106	1
	106	1

For the purpose of consolidated cash flow statement, C&CE are as following:

	As of	
	March 31, 2019	March 31, 2018
Cash and cash equivalents (Refer note 6)	62,204	47,937
Bank overdraft (Refer note 19)	(24,806)	(19,418)
	37,398	28,519

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

8 Derivative financial instruments	As of					
	March 31, 2019			March 31, 2018		
	Notional amounts	Fair value assets	Fair value liabilities	Notional amounts	Fair value assets	Fair value liabilities
Currency derivatives:						
Spot and forwards	USD 1,009 Mn	37	2,881	USD 1,460 Mn	7,980	402
Currency swaps	USD 83 Mn	34	198	-	-	-
Options purchased	USD 1,198 Mn	275	612	USD 1,359 Mn	561	72
		346	3,691		8,541	474
Interest rate derivatives:						
Forward rate agreements and interest rate swaps	EUR 700 Mn	3,185	484	EUR 700 Mn	2,101	5,210
	USD 2079 Mn			USD 2869 Mn		
		3,185	484		2,101	5,210
Other derivatives:						
Other embedded derivatives*	-	-	9,393	-	330	8
			9,393		330	8
Total derivative financial instruments		-	3,531	13,568	-	10,972
					10,972	5,692

*During the year ended March 31, 2019 the Group issued shares to several global investors. The shares subscription agreements included certain indemnities that are embedded derivatives not clearly and closely related to the shares and therefore have been bifurcated and presented separately as a derivative financial liability. The fair value of those embedded derivatives was Rs. 9,095 as of March 31, 2019. These derivative liabilities will expire on or prior to occurrence of the date that is 12 months after the date of closing of subscription agreement and IPO publication date.

All derivatives are held and traded for hedging and risk management purposes only (Refer note 38).

9 Trade receivables

	As of	
	March 31, 2019	March 31, 2018
Unsecured		
Receivables considered good*	43,006	58,830
Less: Impairment allowances	-	-
	(A)	43,006
Receivables considered doubtful with significant credit risk	37,850	51,579
Less: Impairment allowances	(37,850)	(51,579)
	(B)	-
	(A+B)	43,006
		58,830

*It includes amount due from related party refer note 37.

Refer note 38 (iv) for credit risk.

The movement in allowance for impairment is as follows:

	For the year ended	
	March 31, 2019	March 31, 2018
Opening Balance	51,579	50,806
Additions*	10,256	1,284
Write off (net of recovery)	(24,353)	946
Exchange differences	368	(1,457)
Closing Balance	37,850	51,579

* Includes Exceptional Item of Rs, 1,094 for the year ended March 31, 2018. Refer Note 34 (ii) (c).

For details towards pledge of the above assets refer note 19.

There are no debts due by directors or other officers of the NBFC or any of them either severally or jointly with any other person or debts due by firms including limited liability partnerships (LLPs), private companies respectively in which any director is a partner or a director or a member.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

10 Investments

	As of							
	March 31, 2019				March 31, 2018			
	Designated at				Designated at			
	FVTOCI	FVTPL	Others	Total	FVTOCI	FVTPL	Others	Total
Investments								
Mutual funds	-	49,906	-	49,906	-	51,459	-	51,459
Government securities	-	12,218	-	12,218	3,904	12,090	-	15,994
Equity instruments	-	3,175	-	3,175	-	2,672	-	2,672
Preference shares	-	342	-	342	-	318	-	318
Bonds	2,124	801	-	2,925	2,153	1,001	-	3,154
Joint ventures	-	-	54,227	54,227	-	-	64,714	64,714
Associates	-	-	34,710	34,710	-	-	22,125	22,125
Non-convertible debenture	-	-	-	-	-	997	-	997
Commercial paper	-	-	-	-	240	-	-	240
Total- Gross (A)	2,124	66,442	88,937	157,503	6,297	68,537	86,839	161,673
(i) Investments outside India	-	3,347	26,063	29,410	-	2,925	28,668	31,593
(ii) Investment in India	2,124	63,095	62,874	128,093	6,297	65,612	58,171	130,080
Total (B)	2,124	66,442	88,937	157,503	6,297	68,537	86,839	161,673
Less: Impairment loss (C)	-	-	-	-	-	-	-	-
Net Investment (A)-(C)	2,124	66,442	88,937	157,503	6,297	68,537	86,839	161,673

A. Details of joint ventures:

S.no.	Name of joint venture	Principal place of business	Principal activities	Ownership interest % As of			
				March 31, 2019		March 31, 2018	
				Group ownership*	Effective ownership	Group ownership*	Effective ownership
1	Indus Towers Limited	India	Passive infrastructure services	42.00	11.27	42.00	11.27
2	Bharti Airtel Ghana Holdings B.V.	Netherlands	Investment company	50.00	25.05	50.00	25.05
3	Bridge Mobile Pte Limited	Singapore	Regional mobile services	10.00	5.01	10.00	5.01
4	Firefly Networks Limited	India	Telecommunication services	50.00	25.05	50.00	25.05

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

B. Details of associates:

S.no.	Name of associates	Principal place of business	Principal activities	Ownership interest %			
				As of			
				March 31, 2019		March 31, 2018	
				Group ownership*	Effective ownership	Group ownership*	Effective ownership
1	Seychelles Cable Systems Company Limited	Seychelles	Submarine cable system	26.00	13.03	26.00	13.03
2	Robi Axiata Limited	Bangladesh	Telecommunication services	25.00	12.53	25.00	12.53
3	Seynse Technologies Private Limited	India	Financial services	22.54	11.29	22.54	11.29
4	Juggernaut books private limited (w.e.f. November 29, 2017)	India	Digital books publishing services	19.35	9.69	10.71	5.37
5	Airtel Payments Bank Limited (w.e.f. October 25, 2018)	India	Mobile commerce services	80.10	40.13	-	-

* Ownership held through subsidiaries

C. The amounts recognized in the statement of profit and loss are as follows:

	For the year ended	
	March 31, 2019	March 31, 2018
Recognized in profit and loss		
Joint ventures	3,630	10,715
Associates	(74)	(106)
	3,556	10,609
Recognized in other comprehensive income		
Joint ventures	(2)	1
Associates	(10)	17
	(12)	18

D. The summarized financial information of joint ventures and associate that are material to the group are as follows:-
Summarized balance sheet

	As of			
	Joint ventures			
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	Indus Towers Limited		Bharti Airtel Ghana Holdings B.V.*	
Assets				
Non current assets	193,138	201,576	24,056	12,102
Current assets				
Cash and cash equivalents ('C&CE')	3,224	1,063	886	1,759
Other current assets (excluding 'C&CE')	47,774	33,534	3,605	2,120
Total current assets	50,998	34,597	4,491	3,879
Liabilities				
Non current liabilities				
Borrowings	11,223	9,556	9,705	4,122
Other liabilities	32,429	31,751	5,489	716
Total non current liabilities	43,652	41,307	15,194	4,838

Notes to the Consolidated Financial Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Current liabilities

Borrowings	44,574	30,683	1,654	869
Other liabilities	34,279	32,233	8,347	12,283
Total current liabilities	78,853	62,916	10,001	13,152
Equity	121,631	131,950	3,352	(2,009)
Percentage of group's ownership interest	42%	42%	50%	50%
Interest in joint ventures	51,085	55,419	1,676	(1,004)
Consolidation adjustment (including goodwill accounting policy alignment)	1,397	2,691	-	7,548
Carrying amount of investment	52,482	58,110	1,676	6,544

* Based on consolidated financial statement of the entity.

	As of			
	Associates			
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	Airtel Payments Bank Ltd*		Robi Axiata Limited	
Assets				
Non current assets	1,062	-	105,957	104,308
Current assets				
Cash and cash equivalents ('C&CE')	4,290	-	1,920	1,111
Other current assets (excluding 'C&CE')	7,207	-	8,456	8,899
Total current assets	11,497	-	10,376	10,010
Liabilities				
Non current liabilities				
Borrowings	-	-	11,509	6,078
Other liabilities	47	-	3,805	2,836
Total non current liabilities	47	-	15,314	8,914
Current liabilities				
Borrowings	-	-	11,071	22,177
Other liabilities	10,579	-	39,990	37,396
Total current liabilities	10,579	-	51,061	59,573
Equity	1,933	-	49,958	45,831
Percentage of group's ownership interest	80%	-	25%	25%
Interest in associate	1,547	-	12,490	11,458
Consolidation adjustment (including goodwill accounting policy alignment)	8,735	-	11,396	10,162
Carrying amount of investment	10,282	-	23,886	21,620

*Subsidiary upto March 31, 2018.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Summarized information on statement of profit and loss

	For the year ended			
	Joint ventures			
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	Indus Towers Limited		Bharti Airtel Ghana Holdings B.V.*	
Revenue	184,775	187,424	11,683	5,612
Depreciation and amortization	27,572	27,766	3,689	1,388
Finance income	534	995	-	-
Finance cost	6,028	5,053	5,180	789
Income tax expense	13,078	16,593	2	3
Profit / (loss) for the year	24,220	31,013	(9,059)	(1,092)
OCI / loss for the year / period	(6)	3	-	-
Percentage of Group's ownership interest	42%	42%	50%	50%
Group's share in profit / (loss) for the year	10,172	13,025	(4,529)	(546)
Group's share in OCI / (loss) for the year	(2)	1	-	-
Consolidation adjustments / accounting policy alignment	(1,294)	(1,209)	(724)	(564)
Group's share in profit / (loss) recognized	8,878	11,816	(5,253)	(1,110)
Dividend received from joint ventures	11,261	10,010	-	-

*Based on consolidated financial statements of the entity.

Summarized information on statement of profit and loss

	For the year ended			
	Associates			
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	Robi Axiata Limited		Airtel Payments Bank Ltd*	
Revenue	60,491	52,635	1,434	-
Depreciation and amortization	15,016	11,574	45	-
Finance income	85	66	-	-
Finance cost	2,697	1,343	98	-
Income tax expense	889	1,385	-	-
Profit / (loss) for the year	2,887	(1,668)	(1,541)	-
OCI / loss for the year / period	(46)	76	1	-
Percentage of Group's ownership interest	25%	25%	80%	0%
Group's share in profit / (loss) for the year	722	(417)	(1,235)	-
Group's share in OCI / (loss) for the year	(11)	19	1	-
Consolidation adjustments / accounting policy alignment	471	135	-	-
Group's share in profit / (loss) recognized	1,193	(282)	(1,235)	-
Dividend received from associates	-	-	-	-

*Subsidiary upto March 31, 2018.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

E. The aggregate information of joint ventures that are individually immaterial is as follows:

	As of	
	March 31, 2019	March 31, 2018
Carrying amount of investments	69	61
	69	61
	For the year ended	
	March 31, 2019	March 31, 2018
Group's share in Joint ventures		
Net profit	4	9
Total comprehensive income	4	9

The aggregate information of associates that are individually immaterial is as follows:

	As of	
	March 31, 2019	March 31, 2018
Carrying amount of investments	543	505
	For the year ended	
	March 31, 2019	March 31, 2018
Group's share in associates		
Net profit	(33)	176
Total comprehensive income	(33)	176

Refer note 25 for Group's share of joint venture's and associate's commitments and contingencies.

F. Investments in subsidiaries

Information as to the subsidiaries which are part of the Group is as follows:

S.no.	Principal activity	Principal place of business	Number of wholly -owned subsidiaries	
			As of	
			March 31, 2019	March 31, 2018
1	Telecommunication Services	India	4	4
2	Telecommunication Services	Africa	7	8
3	Telecommunication Services	South Africa	1	1
4	Telecommunication Services	Others	6	6
5	Mobile Commerce Services	Africa	13	13
6	Infrastructure Services	Africa	3	4
7	Submarine cable	Mauritius	1	1
8	Investment Company	Netherlands	31	22
9	Investment Company	Mauritius	10	7
10	Investment Company	Others	3	3
11	Others	India	3	2
			82	71

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

S.no.	Principal activity	Principal place of business	Number of non-wholly -owned subsidiaries	
			As of	
			March 31, 2019	March 31, 2018
1	Telecommunication Services	India	3	3
2	Telecommunication Services	Africa	7	7
3	Telecommunication Services	India	-	1
4	Telecommunication Services	Africa	3	3
5	Infrastructure Services	India	1	1
6	Infrastructure Services	Africa	2	2
7	Direct to home services	India	1	1
8	Investment Company	Africa	2	1
			19	19

Additionally, the Group also controls the employee stock option plan trusts as mentioned here below:

S.no.	Name of trust	Principal place of business
1	Bharti Airtel Employees' Welfare Trust	India
2	Bharti Infratel Employees' Welfare Trust	India

The summarized financial information of subsidiaries (including acquisition date fair valuation and adjustments thereto, and accounting policies alignment) having material non-controlling interests is as follows:

Summarized balance sheet

	Bharti Airtel Limited*		Bharti Infratel Limited*	
	As of		As of	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Assets				
Non current assets	2,021,649	1,891,071	139,923	135,827
Current assets	205,206	158,302	42,800	76,121
Liabilities				
Non current liabilities	638,631	584,360	13,033	14,613
Current liabilities	604,631	436,404	17,752	18,159
Equity	983,593	1,028,609	151,938	179,176
% of ownership interest held by NCI	49.90%	49.90%	73%	73%
Accumulated NCI	490,813	513,276	111,634	131,333
	Bharti Hexacom Limited		Airtel Africa Limited*#	
	As of		As of	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Assets				
Non current assets	103,402	94,539	501,388	-
Current assets	10,005	8,931	98,248	-
Liabilities				
Non current liabilities	3,237	2,628	203,033	-
Current liabilities	52,494	35,949	198,818	-
Equity	57,676	64,893	197,785	-
% of ownership interest held by NCI	65%	65%	65.91%	-
Accumulated NCI	37,530	42,226	130,369	-

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Summarized statement of profit and loss

	Bharti Airtel Limited*		Bharti Infratel Limited*	
	For the year ended		For the year ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Revenue	498,587	538,986	65,889	64,751
Net profit / (loss)	(18,290)	792	22,085	22,651
Other comprehensive income / (loss)	96	57	(24)	24
Total comprehensive income / (loss)	(18,194)	849	22,061	22,675
Profit / (loss) allocated to NCI	(9,079)	424	10,271	9,530

	Bharti Hexacom Limited		Airtel Africa Limited*#	
	For the year ended		For the year ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Revenue	36,198	44,181	226,079	-
Net profit / (loss)	(7,220)	(1,119)	29,847	-
Other comprehensive income / (loss)	3	2	(17,195)	-
Total comprehensive income / (loss)	(7,217)	(1,117)	12,652	-
Profit / (loss) allocated to NCI	(2,160)	(335)	3,486	-

Summarized statement of cash flow

	Bharti Airtel Limited*		Bharti Infratel Limited*	
	For the year ended		For the year ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Net cash inflow from operating activities	102,368	159,543	31,586	34,694
Net cash outflow from investing activities	(199,288)	(172,108)	15,999	(18,551)
Net cash (outflow) / inflow from financing activities	94,016	16,369	(47,947)	(35,548)
Net cash outflow	(2,904)	3,804	(362)	(19,405)
Dividend paid to NCI (including tax)	9,974	7,660	22,286	3,411

	Bharti Hexacom Limited		Airtel Africa Limited*#	
	For the year ended		For the year ended	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Net cash inflow from operating activities	4,924	9,882	64,827	-
Net cash outflow from investing activities	(11,654)	(14,884)	17,557	-
Net cash (outflow) / inflow from financing activities	5,595	2,883	(41,939)	-
Net cash outflow	(1,135)	(2,119)	40,445	-
Dividend paid to NCI (including tax)	-	246	-	-

*Based on consolidated financial statements of the entity.

#Refer Note 5(d)

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

	As of	
	March 31, 2019	March 31, 2018
11 Security deposits		
Considered good*	16,452	9,703
Considered doubtful	1,448	1,357
Less: Allowance for doubtful deposits	(1,448)	(1,357)
	16,452	9,703

Security deposits primarily include deposits given towards rented premises, cell sites and interconnect ports.

*It includes amount due from related party (refer note 37).

For details towards pledge of the above assets refer note 19.

	As of	
	March 31, 2019	March 31, 2018
12 Other financial assets		
Rent equalization	3,067	4,164
Unbilled revenue	17,072	16,136
Claims recoverable	1,327	1,254
Receivable on sale of business / tower assets*	-	8,736
Interest accrued on investments / deposits	607	874
Term deposit with banks^	13	950
Margin money deposits	147	419
Others#	1,342	747
	23,575	33,280

*Interest accrued on tower sale receivable of Rs.150 as of March 31, 2018 is included within 'interest accrued on deposits' above.

^The details of interest accrued on above items (which is included within 'Interest accrued on investments/deposits' under other financial assets) is Rs. 38 as of March 31, 2018.

#It includes finance lease receivables and amounts due from related party (refer note 37).

For details towards pledge of the above assets refer note 19.

	For the year ended	
	March 31, 2019	March 31, 2018
13 Income Tax		
The major components of Income Tax Expense are:		
Current income tax		
- For the year	21,586	23,173
- Adjustments for prior periods Current Tax	(136)	(2,849)
	21,450	20,324
Deferred tax*		
- Origination and reversal of temporary differences	(27,922)	(4,809)
- Effect of change in tax rate	-	411
-Adjustments for prior period Deferred Tax	(25,660)	(3,270)
	(53,582)	(7,668)
Income tax expense	(32,132)	12,656
Consolidated statement of other comprehensive income		
Net gains/ (losses) on net investment hedge	5,428	(122)
Remeasurement losses on defined benefit plans	(62)	(29)
	5,366	(151)

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The reconciliation between the amount computed by applying the statutory income tax rate to the profit before tax and income tax charge is summarized below:-

	For the year ended	
	March 31, 2019	March 31, 2018
Profit before tax	(21,533)	31,006
Enacted tax rates in India	34.94%	34.61%
Tax expense @ company's domestic tax rate of 34.9449/34.608%	(7,524)	10,730
Effect of:		
Share of profits in associates and joint ventures	(1,245)	(3,985)
Tax holiday	264	303
Adjustments in respect of previous years	(25,795)	(6,125)
Effect of changes in tax rate	-	689
Additional tax/tax for which no credit is allowed	3,141	2,339
Difference in overseas tax rates	(1,589)	(77)
Items on which tax is lower than applicable rate	(30)	452
Expense/(income) (net) not taxable/deductible	503	(551)
Tax on undistributed retained earnings	2,286	4,554
Items for which no deferred tax asset was recognized	(24)	4,662
Settlement of various disputes	(2,229)	(395)
Others	110	60
Income tax expense	(32,132)	12,656

The analysis of deferred tax assets and liabilities is as follows:

Deferred tax assets (net)

	As of	
	March 31, 2019	March 31, 2018
a) Deferred tax liability due to		
Depreciation/amortization on property, plant and equipment/intangible assets	(89,029)	(86,565)
b) Deferred tax asset arising out of		
Provision for impairment of debtors/advances	13,023	16,291
Carry forward losses	90,952	23,424
Unearned Income	559	576
Employee benefits	1,311	1,285
Minimum Tax Credit	60,463	57,484
Lease Rent Equalization	6,893	7,093
Fair valuation of financial instruments and exchange differences	3,068	8,210
Rates and taxes	476	1,431
Others	1,663	101
Deferred tax assets (net)	89,379	29,330

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

	As of	
	March 31, 2019	March 31, 2018
Deferred tax liabilities (net)		
a) Deferred tax liability due to		
Lease Rent Equalization (net)	2,804	3,639
Fair valuation of financial instruments and exchange differences	138	(569)
Depreciation / amortization on property, plant and equipment / intangible assets	5,940	6,242
Undistributed retained earnings	3,367	3,541
Others	345	115
b) Deferred tax asset arising out of		
Provision for impairment of debtors / advances	(828)	(1,652)
Carry forward losses	(250)	(498)
Unearned Income	8	7
Employee benefits	(225)	(219)
Deferred tax Liabilities (net)	11,299	10,606

	For the year ended	
	March 31, 2019	March 31, 2018
Deferred tax expense		
Provision for impairment of debtors / advances	(4,437)	2,604
Carry forward losses	61,811	19,575
Unearned Income	(43)	(497)
Employee benefits	47	162
Minimum Tax Credit	3,150	(47)
Lease Rent Equalization (net)	653	658
Fair valuation of financial instruments and exchange differences	(14,272)	1,137
Rates and taxes	(955)	(96)
Depreciation / amortization on property, plant and equipment / intangible assets	6,039	(16,178)
Undistributed retained earnings	201	(549)
Others	1,388	899
Net deferred tax expense	53,582	7,668

The movement in deferred tax assets and liabilities during the year is as follows:

	As of	
	March 31, 2019	March 31, 2018
Opening Balance	18,724	16,766
Tax expense recognized in statement of profit or loss	53,582	7,395
Tax on account of business combination	3,717	(1,709)
Tax expense recognized in OCI:		
- on net investments hedge	5,428	(122)
- on fair value through OCI investments	(62)	(29)
Exchange differences and others	(3,309)	(3,577)
Closing balance	78,080	18,724

Deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which the deductible temporary differences and carry forward tax losses / credits (including capital losses) can be utilized. Accordingly, the Group has not recognized deferred tax assets in respect of deductible temporary differences and carry forward tax losses (including capital losses) of Rs. 438,813 and Rs. 509,731 as of March 31, 2019 and March 31, 2018 as it is not probable that relevant taxable profits will be available in future. The applicable tax rates for the same vary from 3% to 45%, depending on the

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

tax jurisdiction in which the respective group entity operates. Of the above balance as of March 31, 2019 and March 31, 2018, Rs. (3,013) and Rs. 70,508 respectively have an indefinite carry forward period and the balance amount expires, if unutilized, as follows:

Particulars	As of	
	March 31, 2019	March 31, 2018
Net Deferred tax Assets/(Liabilities)		
Reflected in the statement of financial position as follows:		
Deferred tax assets	89,379	29,330
Deferred tax liabilities	(11,299)	(10,606)
Deferred tax assets (net)	78,080	18,724
	As of	
	March 31, 2019	March 31, 2018
Expiry date		
Within one-three years	54,870	52,694
Within three-five years	31,994	31,265
Above five years	354,963	355,264
	441,827	439,223

Moreover, deferred tax liability has not been recognized in respect of temporary differences pertaining to the investment in its certain subsidiaries, as where Group is in a position to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. The temporary differences associated with respect to such investment in subsidiaries are represented by their retained earnings and other reserves (on the basis of their standalone financial statements). In case of distribution of the same as dividend, it is expected to attract tax in the range of 10% to 21% depending on the tax rates applicable as of March 31, 2019 in the relevant jurisdiction. Further, the Group has been substantially availing the tax credit and believes that it would continue to avail the tax credit, for the dividend distribution tax payable by the subsidiaries on its dividend distribution.

14 Property, plant and equipment

	Land	Buildings	Plant Furniture and equipment	Vehicles and fixtures	Office equipment	Lease improvement	Computer	Total	
Gross carrying value									
As of April 1, 2017	3,438	10,408	1,286,468	2,723	2,174	7,427	8,403	71,506	1,392,547
Additions/Capitalization	123	147	220,354	389	57	798	318	7,688	229,874
Acquisition through business combinations*	-	157	3,996	-	19	-	15	510	4,697
Disposals /adjustments	520	(498)	(38,517)	(29)	(52)	(547)	229	119	(38,775)
Sale of subsidiaries^	-	(66)	(9,184)	(145)	(4)	(114)	(82)	(1,345)	(10,940)
Exchange differences	131	9	(4,665)	59	88	(54)	127	(141)	(4,446)
As of March 31, 2018	4,212	10,157	1,458,452	2,997	2,282	7,510	9,010	78,337	1,572,957
Additions/Capitalization	211	2	251,349	571	24	1,111	849	5,988	260,105
Acquisition through business combinations*	-	-	4,450	27	-	5	-	82	4,564
Disposals /adjustments	87	(53)	(6,091)	(130)	(146)	(585)	(24)	(1,933)	(8,875)
Sale of subsidiaries^	-	-	-	(1)	-	(17)	(4)	(153)	(175)
Exchange differences	3	(74)	(5,719)	(316)	51	50	8	491	(5,506)
As of March 31, 2019	4,513	10,032	1,702,441	3,148	2,211	8,074	9,839	82,812	1,823,070

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Accumulated Depreciation

	Land	Buildings	Plant and equipment	Furniture and fixtures	Vehicles	Office equipment	Lease improvement	Computer	Total
As of April 1, 2017	128	3,691	690,103	2,351	1,813	4,664	6,485	63,224	772,459
Charges#	18	495	128,189	429	176	1,028	533	6,154	137,022
Disposal/adjustments	(33)	(384)	(32,400)	(3)	(28)	(170)	228	119	(32,671)
Sale of subsidiaries^	-	(27)	(4,168)	(134)	(3)	(90)	(60)	(1,222)	(5,704)
Exchange differences	11	5	(4,318)	13	72	(42)	122	(91)	(4,228)
As of March 31, 2018	124	3,780	777,406	2,656	2,030	5,390	7,308	68,184	866,878
Charges#	19	548	146,611	410	112	923	490	5,799	154,912
Disposal/adjustments	84	(19)	(4,357)	(118)	(134)	(577)	(13)	(1,669)	(6,803)
Sale of subsidiaries^	-	-	-	-	-	(10)	(4)	(61)	(75)
Exchange differences	2	(47)	(7,211)	(288)	46	49	5	374	(7,070)
As of March 31, 2019	229	4,262	912,449	2,660	2,054	5,775	7,786	72,627	1,007,842
Net carrying value									
As of March 31, 2017	3,310	6,717	596,365	372	361	2,763	1,918	8,282	620,088
As of March 31, 2018	4,088	6,377	681,046	341	252	2,120	1,702	10,153	706,079
As of March 31, 2019	4,284	5,770	789,992	488	157	2,299	2,053	10,185	815,228

It includes Rs.5,861 (March 31 2018 Rs. 1,530) on account of exceptional item with respect to plant and equipment (refer note 34 (i) a and 34 (ii) a) and Rs. 419 on account of court approved scheme/arrangements.

* Refer note 5 (c) ,(m) & (n)

^ Refer note 5 (f) & (o)

The company has borrowing cost of Rs 930 and Nil during the year 31 March 2019 and 31 March 2018 respectively.

The carrying value of CWIP as at March 31, 2019 and March 31 2018 is Rs 88,433 and Rs. 52,089 respectively, which mainly pertains to plant and equipment.

The following table summarizes the detail of the significant assets taken on finance lease

Plant and equipment	March 31, 2019	March 31, 2018
Gross Carrying value	37,077	36,453
Accumulated depreciation	22,001	19,898
Net carrying value	15,076	16,555

For details towards pledge of the above assets refer note 19.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

15 Intangible assets

The following table presents the reconciliation of changes in the carrying value of goodwill and other intangible assets for the year ended March 31, 2019:

Particulars	Other Intangible Assets					
	Goodwill	Software	Bandwidth	Licenses (including spectrum)	Other acquired intangibles	Total
Gross Carrying Value						
As of April 1, 2017	340,719	17,982	23,582	933,212	9,777	984,553
Additions/Capitalization	-	3,637	7,451	64,352	6	75,446
Acquisition through business combinations*	1,084	-	-	321	632	953
Additions	-	-	-	-	-	-
Disposals /adjustments@	-	(140)	138	460	(389)	69
Sale of Subsidiaries^	(6,310)	-	(463)	(16,112)	-	(16,575)
Exchange differences	(4,783)	2	(71)	(2,830)	102	(2,797)
As of March 31, 2018	330,710	21,481	30,637	979,403	10,128	1,041,649
Additions/Capitalization	-	2,740	18,269	47,713	-	68,722
Acquisition through business combinations*	436	1	-	15,691	831	16,523
Additions	-	-	-	-	-	-
Disposals /adjustments@	-	(1)	319	326	(23)	621
Sale of Subsidiaries^	(3)	(194)	-	-	-	(194)
Exchange differences	4,056	20	1,252	133	53	1,458
As of March 31, 2019	335,199	24,047	50,477	1,043,266	10,989	1,128,779
Accumulated Amortization						
As of April 1, 2017	-	14,064	6,620	135,302	4,386	160,372
Charges	-	2,731	1,663	52,612	2,462	59,468
Disposal/adjustments @	-	(140)	138	460	(389)	69
Sale of Subsidiaries^	-	-	(53)	(14,868)	-	(14,921)
Exchange differences	-	2	(9)	(1,295)	108	(1,194)
Impairment	-	-	-	-	-	-
As of March 31, 2018	-	16,657	8,359	172,211	6,567	203,794
Charges	-	2,525	2,799	57,515	2,004	64,843
Disposal/adjustments @	-	(1)	104	12	(22)	93
Sale of subsidiaries^	-	(75)	-	-	-	(75)
Exchange differences	-	20	178	(644)	45	(401)
Impairment	-	-	-	-	-	-
As of March 31, 2019	-	19,126	11,440	229,094	8,594	268,254
Net carrying Value						
As of March 31, 2017	338,082	3,918	16,962	797,910	5,391	824,181
As of March 31, 2018	328,070	4,824	22,278	807,192	3,561	837,855
As of March 31, 2019	332,562	4,921	39,037	814,172	2,395	860,525

* Refer note 5 (c) ,(m) & (n)

^ Refer note 5 (f) & (o)

#Net assets value of goodwill includes accumulated impairment of Rs. 2,637.

@Mainly pertains to gross block and accumulated amortization of license (including spectrum), bandwidth and software whose useful life has expired.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The carrying value of Intangible assets under development as at March 31, 2019 and March 31, 2018 is Rs. 7,909 and Rs. 45,423 respectively, which pertains to spectrum.

During the year ended March 31, 2019 and 2018 the Group has capitalized borrowing cost of Rs. 178 and Rs. 3,037 respectively.

Weighted average remaining amortization period of licenses as of March 31, 2019 and March 31, 2018 is 15.01 years and 15.88 years respectively.

For details towards pledge of the above assets refer note 19.

Impairment review

The Group tests Goodwill for impairment annually on December 31. During the year ended March 31, 2019, the testing did not result in any impairment in the carrying amount of goodwill.

The carrying amount of goodwill is attributable to the following CGU / group of CGUs:

	As of	
	March 31, 2019	March 31, 2018
Mobile service Africa	285,327	281,182
Mobile service India	40,413	40,413
Airtel Business	6,478	6,131
Home services	344	344
	332,562	328,070

The recoverable amount of the above CGUs are based on value-in-use, which is determined based on ten year business plans that have been approved by management for internal purposes. The said planning horizon reflects the assumptions for short-to-mid term market developments. The cash flows beyond the planning period are extrapolated using appropriate terminal growth rates. The terminal growth rates used do not exceed the long term average growth rates of the respective industry and country in which the entity operates and are consistent with the internal / external sources of information.

The key assumptions used in value-in-use calculations are as follows:

- Earnings before interest, taxes, depreciation and amortization ('EBITDA') margins
- Discount rate
- Growth rates
- Capital expenditures

EBITDA margins: The margins have been estimated based on past experience after considering incremental revenue arising out of adoption of valued added and data services from the existing and new customers, though these benefits are partially offset by decline in tariffs in competitive scenario. Margins will be positively impacted from the efficiencies and cost rationalization / others initiatives driven by the Company; whereas, factors like higher churn, increased cost of operations may impact the margins negatively.

Discount rate: Discount rate reflects the current market assessment of the risks specific to a CGU or group of CGUs and estimated based on the weighted average cost of capital for respective CGU / group of CGUs. Pre-tax discount rates used are 21.61% / 13.39% for Mobile Services – Africa / other CGUs respectively, for the year ended March 31, 2019 and 24.15% / 12.75% for Mobile Services – Africa / other CGUs respectively, for the year ended March 31, 2018.

Growth rates: The growth rates used are in line with the long-term average growth rates of the respective industry and country in which the entity operates and are consistent with the internal / external sources of information. The average growth rates used in extrapolating cash flows beyond the planning period ranged from 3.5% to 4.0% for March 31, 2019 and ranged from 3.5% to 4.0% for March 31, 2018.

Capital expenditures: The cash flow forecasts of capital expenditure are based on past experience after considering the additional capital expenditure required for roll out of incremental coverage requirements and to provide enhanced voice and data services.

Sensitivity to changes in assumptions

With regard to the assessment of value-in-use for Homes Services and Airtel Business, no reasonably possible change in any of the above key assumptions would have caused the carrying amount of these units to exceed their recoverable amount.

In case of Mobile Services - India CGU group, the recoverable amount exceeds the carrying amount by Rs. 338,681 (22.99%) as of December 31, 2018 and Rs. 349,671 (25.53%) as of December 31, 2017. An increase of 1.76% (December 31, 2017: 1.78%)

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

in pre-tax discount rate shall equate the recoverable amount with the carrying amount of the Mobile Services – India CGU group as of December 31, 2018. Further, no reasonably possible change in the terminal growth rate beyond the planning horizon would cause the carrying amount to exceed the recoverable amount.

In case of Mobile Services - Africa CGU group, the recoverable amount exceeds the carrying amount by Rs. 153,714 (39.39%) as of December 31, 2018 and Rs. 54,087 (15.20%) as of December 31, 2017. An increase of 5.67% (December 31, 2017: 2.37%) in pre-tax discount rate shall equate the recoverable amount with the carrying amount of the Mobile Services – Africa CGU group as of December 31, 2018. Further, no reasonably possible change in the terminal growth rate beyond the planning horizon would cause the carrying amount to exceed the recoverable amount.

Mobile Service Africa segment

During March 2019, due to revision of organisation structure of Mobile Service Segment Africa, goodwill has been re-allocated to following clusters based on implicit goodwill approach as an alternative to relative fair value method. Implicit goodwill has been determined as difference between value in use and carrying value of each segment relative to total implicit goodwill. This is similar to the approach used for deriving goodwill using a purchase price allocation method in case of business combination. As the date of Implementaion of new organisational structure; goodwill allocated to three clusters is given in the table below.

	As of March 31, 2019
Nigeria	104,063
East Africa	135,536
Rest of Africa	50,414
	290,013

On reallocation of goodwill, impairment test Mobile Services Africa Segment for the above cluster did not result in any impairment.

16 Other assets

	As of	
	March 31, 2019	March 31, 2018
Advances (net)#	34,202	32,267
Capital advances	939	1,147
Advances to suppliers (net)	20,436	17,642
Prepaid expenses	9,989	10,876
Taxes recoverable	127,341	74,004
Others*	21,731	3,764
	214,638	139,700

#Advances represent payments made to various government authorities under protest and are disclosed net of provision (refer note 21).

*It includes security deposits given towards rented premises , cell sites. Interconnect ports and other miscellaneous deposits. It also includes advances and indemnity assets pertain to acquisitions.

Taxes recoverable primarily include Goods and service tax ("GST") and customs duty.

Advance to suppliers are disclosed net of provision of Rs 2,866 and Rs 2,680 as of March 31, 2019 and March 31 2018 respectively.

17 Trade payables

	As of	
	March 31, 2019	March 31, 2018
(i) total outstanding dues of micro enterprise & small enterprises	150	38
(ii) total outstanding dues of creditors other than micro enterprises & small enterprises	279,908	268,499
	280,058	268,537

***Disclosure**

The following details relating to Micro, Small and Medium Enterprises shall be disclosed:

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Particulars	As of	
	March 31, 2019	March 31, 2018
1. Principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year	150	38
2. Amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	316	238
3. Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
4. Amount of interest accrued and remaining unpaid at the end of each accounting year	35	33
5. Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-
	501	309

18 Debt securities

	As of	
	March 31, 2019	March 31, 2018
Designated at amortised cost		
Bonds and debenture		
Non convertible debenture		
8.50% Series 1, 15,000 debentures of Rs. 1,000,000 each (maturity February 19, 2020)*	16,405	15,101
8.25% Series 1, 15,000 debentures of Rs. 1,000,000 each (maturity April 20, 2020)^	16,164	15,035
8.60% Series 2, 11,600 debentures of Rs. 1,000,000 each (maturity February 19, 2021)*	12,694	11,679
8.35% Series 2, 15,000 debentures of Rs. 1,000,000 each (maturity April 20, 2021)^	16,158	15,034
Non convertible bonds@	253,741	389,558
Interest accrued	(3,347)	(5,349)
	311,815	441,058
	311,815	441,058
Debt securities in India	59,061	56,719
Debt securities outside India	252,754	384,339
	311,815	441,058

*The company has issued 26,600, unlisted, unsecured, rated, redeemable, Non-Convertible Debentures ('NCDs'), series I and Series II of face value 10 lakh each, at par aggregating to 26,600 on private placement basis, carrying interest rates of 8.50% p.a. and 8.60% p.a. (payable at redemption) and principal repayable in year 2020 and 2021 respectively.

^ During the year ended March 31, 2018, the Group has 30,000 listed, unsecured, rated, redeemable, Non-Convertible Debentures ('NCD'), Series I and Series II of face value of Rs 10 lakh each, at par aggregating to Rs. 30,000 on private placement basis, carrying interest rates 8.25% p.a. and 8.35% p.a. (payable annually) and principal repayable in year 2020 and 2021 respectively.

@ It includes impact of fair value hedge refers note 38(ii).

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

19 Borrowings

		As of	
		March 31, 2019	March 31, 2018
Designated at amortised cost			
Secured			
Bank overdraft		1,682	5,060
Term loans			
(i) from banks NCB		1,403	16,836
Other			-
(i) Vehicle loans*		10	29
Interest accrued but not due		(24)	(111)
	A	3,071	21,814
Unsecured			
Bank overdraft		23,124	14,358
Term loans		380,621	158,901
Deferred payment liabilities**		466,191	455,602
Commercial paper		99,989	49,282
Finance lease obligation		47,721	48,831
Interest accrued but not due		(29,987)	(22,954)
	B	987,659	704,020
Total Borrowings	A+B	990,730	725,834
Borrowings in India		769,514	599,807
Borrowings outside India		221,216	126,027
		990,730	725,834

#It includes re-borrowable term loans of Rs 3,847 and Rs. 3,331 as of March 31, 2019 and March 31, 2018 which have daily prepayment flexibility.

*These loans are secured by hypothecation of the vehicles.

**During the year ended March 31, 2018, the Government of India had provided one time option to elect higher number of annual instalments prospectively (upto a maximum of 16 instalments) towards the repayment of spectrum liability viz-a-viz currently allowed 10 instalments. Accordingly, the Bharti Airtel Limited has exercised the option, increasing the remaining number of instalments by 6 annual instalments for all its existing deferred payment liabilities.

19.1 Analysis of debt securities/borrowings

The details given below are gross of debt origination cost and fair valuation adjustments with respect to the hedged risk.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

19.1.2. Repayment terms of debt securities/borrowings

The table below summarizes the maturity profile of the group's borrowings/debts:

	As of March 31, 2019						
	Interest rate (range)	Frequency of installments	Number of instalments outstanding per facility (range)*	Within one year	Between one and two years	Between two and five years	Over five years
Non convertible debentures	8.25% - 8.60%	One time	1	17,654	29,858	15,000	-
Non convertible bonds	3.00% - 5.35%	One time	1	24,282	-	162,059	68,832
Term loans	15%	Monthly	60	66	77	316	-
	8.40% ^	One time	1	-	11,000	-	-
	6.13% - 8.40%	Quarterly	1 - 13	8,556	6,289	9,335	-
	0.75% - 4.00%	Half yearly	3 - 9	1,426	1,426	8,265	2,350
	0.45% - 5.41%	One time	1	40,527	77,120	14,765	-
	10.62% - 14.51%	Quarterly	6 - 12	1,465	44	1,139	-
	5.37% - 8.80%	Half yearly	1 - 9	4,661	16,913	4,975	-
	8.55% - 8.65%	Annual	1	880	-	3,847	-
	7.95% - 9.70%	One time	1	162,458	-	-	-
Vehicle loans	7.95% - 9.50%	Monthly	3 - 22	8	3	-	-
Commercial papers	7.70% - 8.50%	One time	1	100,108	-	-	-
Deferred payment liabilities	9.30% - 10.00%	Annual	12 - 16	15,244	16,750	60,851	348,007
Finance lease obligations	8.05% - 12.0%	Monthly/ annual	1 - 119 / 2	5,804	6,006	22,017	13,726
Bank overdraft	4.22% - 12.30%	Payable on demand	NA	23,159	-	-	-
	15.75% - 21.00%	Payable on demand	NA	1,643	-	-	-
				407,941	165,486	302,569	432,915

*The instalments amount due are equal / equated per se.

^ Interest is based on 6 months Marginal Cost of Fund based Lending Rate (MCLR).

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

As of March 31, 2018							
	Interest rate (range)	Frequency of installments	Number of instalments outstanding per facility (range)*	Within one year	Between one and two years	Between two and five years	Over five years
Non convertible debentures	8.25% - 8.60%	One time	1	-	15,101	41,679	-
Non convertible bonds	3.00%-5.35%	One time	1	80,144	23,842	157,688	129,97
Term loans	3.38%	Monthly	10	2,716	-	-	-
	8.4%^	One time	1	-	-	11,000	-
	4.95%-5.00%	Quarterly	10-11	472	472	264	-
	2.56%-5.02%	Half yearly	1-14	8,181	6,465	13,078	4,424
	2.72%-4.32%	Annual	1	19,625	-	-	-
	6.00%-8.98%	Quarterly	3-15	5,263	7,363	15,763	-
	7.85%-8.40%	Half yearly	3-9	863	2,725	11,743	-
	7.90%	Annual	2	880	880	-	-
	7.70%-8.35%	One time	1	63,800	-	-	-
Vehicle loans	7.95% - 9.50%	Monthly	6 - 33	15	11	3	-
Commercial papers	7.05%-8.20%	One time	1	49,282	-	-	-
Deferred payment liabilities	9.30% - 10.00%	Annual	13 - 16	24,511	12,217	51,543	345,023
Finance lease obligations	8.05%-10.30%	Monthly / Annual	8 - 119 / 2	4,858	5,194	18,573	20,151
Bank overdraft	3.88%-10.65%	Payable on demand	N/A	16,684	-	-	-
	14.00%-19.00%	Payable on demand	N/A	2,734	-	-	-
				280,028	74,270	321,334	499,576

*The instalments amount due are equal / equated per se.

^ Interest is based on 6 months Marginal Cost of Fund based Lending Rate (MCLR).

19.1.3. Interest rate and currency of debt securities/borrowing

As of March 31, 2019				
Currency	Weighted average rate of interest	Total borrowings	Floating rate borrowings	Fixed rate borrowings
INR	9.19%	829,252	221,123	608,129
USD	4.66%	347,607	122,425	225,182
Euro	3.03%	71,763	13,779	57,984
CHF	3.00%	24,282	-	24,282
JPY	0.60%	14,027	14,027	-
XAF	7.40%	4,333	-	4,333
XOF	6.69%	6,251	-	6,251
Others	9.64% to 20.64%	7,896	7,830	66
March 31, 2019		1,305,411	379,184	926,227

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Currency	As of March 31, 2018			
	Weighted average rate of	Total borrowings	Floating rate borrowings	Fixed rate borrowings
INR	9.25%	657,077	117,298	539,779
USD	5.47%	337,319	58,572	278,747
Euro	3.73%	139,954	-	139,954
CHF	3.00%	23,843	-	23,843
XAF	6.61%	4,691	-	4,691
XOF	6.80%	7,047	1,421	5,626
Others	8.48% to 19.00%	5,278	2,799	2,478
March 31, 2018		1,175,209	180,090	995,118

19.2 Security details

The Group has taken borrowings in various countries mainly for working capital, capital expenditure and refinancing of existing borrowings. The details of security provided by the Group in various countries are as follows:

Entity	Relation	Outstanding loan amount		Security detail
		As of March 31, 2019	As of March 31, 2018	
Bharti Airtel Limited	Subsidiary	10	29	Hypothecation of vehicles
Bharti Airtel Africa BV and its subsidiaries	Subsidiary	3,061	21838	Pledge of all fixed and floating assets - Kenya, Nigeria, Tanzania, Uganda and DRC.
		3,071	21,867	

Africa operations acquisition related borrowing:

Borrowings include certain loans which have been taken to refinance the Africa acquisition related borrowing. These loan agreements prevents the Group (excluding Bharti Airtel Africa B.V, Bharti Infratel Limited, and their respective subsidiaries) to pledge any of its assets without prior written consent of the majority lenders except in certain agreed circumstances.

The USD bonds due in 2023 contains certain covenants relating to limitation on indebtedness. All bonds carry restriction on incurrence of any lien on its assets other than as permitted under the agreement, unless the bonds and guarantee are ranked pari-pasu with such indebtedness. The limitation on indebtedness covenant on the USD bonds due in 2023 is suspended as the agreed criteria for such covenants to be in force, has not been met. The debt covenants remained suspended as of the date of the authorization of the financial statements.

These bonds along with the CHF bonds due in 2020, the Euro bonds due in 2021 and the USD bonds due in 2024 are guaranteed by Bharti Airtel Limited (Intermediate parent entity). Such guarantee is considered an integral part of the bonds and therefore accounted for as part of the same unit of account.

19.3 Unused lines of credit*

The below table provides the details of un-drawn credit facilities that are available to the group :

	As of	
	March 31, 2019	March 31, 2018
Secured	8,409	1,542
Unsecured	138,219	171,531
	146,628	173,073

*Excludes non-fund based facilities

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

20 Other financial liabilities

	As of	
	March 31, 2019	March 31, 2018
Lease rent equalization	14,859	14,496
Payable towards acquisition@	153	1,440
Payables against capital expenditure	120,643	80,940
Interest accrued but not due	33,501	28,416
Payables against business / assets acquisition*	5,575	13,523
Employees payables	5,385	5,879
Security deposits^	4,969	5,666
Debt origination cost payable	-	101
Others#	36,933	34,866
	222,018	185,327

During the year ended March 31, 2019 the Company issued shares to several global investors. The shares subscription agreements included certain indemnities for claim under certain stipulated indemnities or for breach of agreed warranties. The liability estimated against the claims was Rs. 4,979. It also includes non-interest bearing advance received from customers / international operators and liability towards cash settled employee share based payment plans. Further it includes advance amounting to Rs. 29,051 and Rs. 26,077 as on March 31, 2019 and March 31, 2018 respectively received against an agreement to sell certain investment, at a future date and is subject to certain customary closing conditions.

*It includes payable to Qualcomm Asia Pacific Pte. Limited for Rs. 4,104 (towards purchase of balance equity shares upon satisfaction of certain conditions as per the share purchase agreement for acquisition of erstwhile Airtel Broadband Services Private Limited) and other acquisitions.

^It pertains to deposits received from subscriber / channel partners which are repayable on demand after adjusting the outstanding amount, if any.

@Refer note 5 (m)

21 Provisions

	As of	
	March 31, 2019	March 31, 2018
Provision for employee benefits		
Gratuity	3,307	3,256
Other employee benefit plans	1,855	1,817
Asset retirement obligation	3,858	4,523
	9,020	9,596

The movement of provision towards asset retirement obligation is as below:

	For the year ended	
	March 31, 2019	March 31, 2018
Opening balance	4,523	5,359
Net reversals	(590)	(868)
Interest cost	(75)	37
Disposal of subsidiaries /tower operations (refer note 5)	-	(5)
Closing balance	3,858	4,523

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The movement of provision towards subjudice matters is as below:

	For the year ended	
	March 31, 2019	March 31, 2018
Opening balance	151,799	131,061
Net (reversal)/ additions	(17,667)	20,738
	134,132	151,799

The said provision has been disclosed under:

	As of	
	March 31, 2019	March 31, 2018
Other assets (refer note 16)	59,330	53,910
Other liabilities (refer note 22)	4,801	4,685
Trade payables	70,001	93,204
	134,132	151,799

The said provisions pertain to payable / paid under protest spectrum usage charges / licenses fees (trade payable / other assets) and payable for certain levies (other liabilities).

22 Other liabilities

	As of	
	March 31, 2019	March 31, 2018
Deferred rent	429	623
Others		
-Taxes payable *	41,684	46,527
-Others	40	437
	42,153	47,587

*Taxes payable mainly pertains to GST and provision towards subjudice matters.

23 Share capital

Particulars	As of			
	March 31, 2019		March 31, 2018	
	No of Shares	Amount	No of Shares	Amount
Authorised capital				
At the beginning of the year	5,000,000,000	50,000	5,000,000,000	50,000
Addition during the year	-	-	-	-
	5,000,000,000	50,000	5,000,000,000	50,000
Issued subscribed and fully paid				
At the beginning of the year	2,610,774,176	26,108	2,525,324,176	25,253
Addition during the year	-	-	85,450,000	855
Outstanding at the end of the year	2,610,774,176	26,108	2,610,774,176	26,108

a) Reconciliation of the shares outstanding at the beginning and at the end of the year

	As of			
	March 31, 2019		March 31, 2018	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	2,610,774,176	26,108	2,525,324,176	25,253
Issued during the year	-	-	85,450,000	855
Outstanding at the end of the year	2,610,774,176	26,108	2,610,774,176	26,108

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

b) Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	As at March 31, 2019		As at March 31, 2018	
	No. of shares	% holding	No. of shares	% holding
Bharti Enterprises (Holding) Private Limited	1,305,663,494	50.01%	1,305,662,949	50.01%
Pastel Limited	828,434,416	31.73%	828,434,416	31.73%
Singtel International Investments Private Limited	261,600,408	10.02%	261,600,408	10.02%
Magenta Investment Limited	186,618,016	7.15%	186,618,016	7.15%

As per records of the company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

c) Terms/rights attached to equity shares

The company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Further refer note 38 for objectives policies & process of margin capital.

For the period of five year immediately, preceding March 31, 2019	No of Shares	Amount
* Aggregate number and class of shares allotted as fully paid up pursuant to contract without payment being received in cash;	-	-
* Aggregate number and class of shares allotted as fully paid up by way of bonus shares; and	-	-
* Aggregate number and class of shares bought back;	-	-

24 Other equity

a: Retained earnings: Retained earnings represent the amount of accumulated earnings of the Group, re-measurement differences on defined benefit plans, any transfer from general reserve and the reserves arising due to court scheme accounting and adjustments thereto (as explained below for significant scheme of arrangements).

The Scheme of Arrangement under Section 391 to 394 of the Companies Act, 1956 for transfer of all assets and liabilities at their respective fair values from Bharti Infratel Ventures Limited (erstwhile subsidiary company), Vodafone Infrastructure Limited, Idea Cellular Tower Infrastructure Limited to its joint venture Indus Towers Limited, was approved by the Hon'ble High Court of Delhi vide order dated April 18, 2013 and filed with the Registrar of Companies on June 11, 2013 with appointed date April 1, 2009 and hence was accounted retrospectively with effect from April 01, 2009. Similarly, pursuant to the Scheme of Arrangement of the Company under sections 391 to 394 of the Companies Act, 1956, the telecom infrastructure undertaking of the Company was transferred to one of its subsidiary Bharti Infratel Limited during the year ended March 31, 2008.

Further, pursuant to the said schemes, mainly the excess of the fair values over the original book values of the assets transferred to them and the periodic depreciation thereto is adjusted in retained earnings.

In absence of any specific provision under Ind AS with respect to court schemes, and the fact that the court schemes are part of the law, accounting prescribed therein (as explained above) will continue to prevail even in the Ind AS financial statements of the Group after being adjusted for intra-group eliminations / equity accounting, as required.

b: General reserve: The Company has transferred a portion of its profit before declaring dividend in respective prior years to general reserve, as stipulated under the erstwhile Companies Act 1956. Mandatory transfer to general reserve is not required under the Companies Act 2013 ('Act').

Further, on exercise of the stock options, the difference between the consideration (i.e. the exercise price and the related amount of share-based payment reserve) and the cost of the related treasury shares, is transferred to general reserve.

c: Debenture redemption reserve: Pursuant to the provisions of the Act, the Company is required to create debenture redemption reserve out of the profits and is to be utilised for the purpose of redemption of debentures. On redemption of the debentures, the related amount of this reserve gets transferred to retained earnings.

d: Capital reserve: It pertains to capital reserve acquired pursuant to the scheme of arrangement under the Companies Act accounted under pooling of interest method and excess of purchase consideration over fair value of net assets (for certain business combinations).

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Other component of equity

	Foreign currency translation reserve	Cash flow hedge reserve	Fair value through OCI reserve	Treasury shares	Total
As of April 1, 2017	(27,600)	60	41	(167)	(27,665)
Net losses due to foreign currency translation differences	(3,209)	-	-	-	(3,209)
Net losses on net investment hedge	(3,557)	-	-	-	(3,557)
Net losses on cash flow hedge	-	406	-	-	406
Net gains on fair value through OCI investments	-	-	58	-	58
Purchase of treasury shares	-	-	-	(212)	(212)
Exercise of share options	-	-	-	-	-
As of March 31, 2018	(34,365)	466	99	(379)	(34,180)
Net loss due to foreign currency translation differences	(5,784)	-	-	-	(5,784)
Net gain on net investment hedge	1,119	-	-	-	1,119
Net losses on cash flow hedge	-	(441)	-	-	(441)
Net losses on fair value through OCI investments	-	-	(13)	-	(13)
Purchase of treasury shares	-	-	-	(124)	(124)
Exercise of share options	-	-	-	168	168
As of March 31, 2019	(39,029)	25	86	(335)	(39,254)

During the year end March 31, 2019 and 2018, the Group has reclassified gain of Rs Nil and gain of Rs. 60 respectively, from FCTR to statement of profit and loss on sale of foreign subsidiaries (refer note 5)

25 Contingent liabilities and commitments
(I) Contingent liabilities

	As of	
	March 31, 2019	March 31, 2018
(i) Taxes, duties and other demands (under adjudication / appeal / dispute)		
-Sales Tax and service tax	13,810	31,560
-Income tax	14,088	15,712
-Custom duty	6,684	7,646
-Entry tax	9,951	9,878
-Stamp duty	596	596
-Municipal taxes	1,663	1,488
-Department of Telecom ('DOT') demands	97,794	40,778
-Other miscellaneous demands	5,545	5,164
(ii) Claims under legal cases including arbitration matters		
-Access charges/Port charges	12,640	10,733
-Others	2,816	2,708
	165,587	126,263

Further, refer note f (v), (vi) and (vii) below for other DoT matter.

In addition to the above, the Group's share of joint ventures and associates contingent liabilities is Rs. 28,089 and Rs. 21,816 as of March 31, 2019 and March 31, 2018 respectively.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The category wise detail of the contingent liability has been given below:-

a) Sales and service tax and GST

The claims for sales tax comprised of cases relating to the appropriateness of declarations made by the Group under relevant sales tax legislations which were primarily procedural in nature and the applicable sales tax on disposals of certain property and equipment items. Pending final decisions, the Group has deposited amounts under protest with statutory authorities for certain cases.

The service tax demands relate to cenvat claimed on tower and related material, levy of service tax on SIM cards and employee talk time, cenvat credit disallowed for procedural lapses and usage in excess of 20% limit.

The Goods and Services Tax (GST) demand relates to procedural compliance in regard to e-way bills.

b) Income tax demand

Income tax demands mainly include the appeals filed by the Group before various appellate authorities against the disallowance by income tax authorities of certain expenses being claimed and non-deduction of tax at source with respect to pre-paid dealers / distributor's margin.

c) Access charges / Port charges

(i) Despite the interconnect usage charges ('IUC') rates being governed by the Regulations issued by Telecom Regulatory Authority of India ('TRAI'); BSNL had raised a demand for IUC at the rates contrary to the regulations issued by TRAI in 2009. Accordingly, the Company and one of its subsidiaries filed a petition against the demand with the TDSAT which allowed payments to be on the existing regulations. The matter was then challenged by BSNL and is currently pending with the Hon'ble Supreme Court.

(ii) The Hon'ble TDSAT allowed BSNL to recover distance based carriage charges. The private telecom operators have jointly filed an appeal against the said order and the matter is currently pending before the Hon'ble Supreme Court.

(iii) BSNL challenged before TDSAT the port charges reduction contemplated by the regulations issued by TRAI in 2007 which passed its judgment in favor of BSNL. The said judgment has been challenged by the private operators in Hon'ble Supreme Court. Pending disposal of the said appeal, in the interim, private operators were allowed to continue paying BSNL as per the revised rates i.e. TRAI regulation issued in 2007, subject to the bank guarantee being provided for the disputed amount. The rates were further reduced by TRAI in 2012 which was challenged by BSNL before the Hon'ble Delhi High Court. The Hon'ble Delhi High Court, in the interim, without staying the rate revision, directed the private operators to secure the difference between TRAI regulation of 2007 and 2012 rates by way of bank guarantee pending final disposal of appeal.

d) Customs duty

The custom authorities, in some states, demanded custom duty for the imports of special software on the ground that this would form part of the hardware on which it was pre-loaded at the time of import. The view of the Group is that such imports should not be subject to any custom duty as it is operating software exempt from any custom duty. In response to the application filed by the Group, the Hon'ble Central Excise and Service Tax Appellate Tribunal ('CESTAT') has passed an order in favor of the custom authorities. The Group has filed an appeal with Hon'ble Supreme Court against the CESTAT order.

e) Entry tax

In certain states, an entry tax is levied on receipt of material from outside the state. This position has been challenged by the Group in the respective states, on the grounds that the specific entry tax is ultra vires the Constitution. Classification issues have also been raised, whereby, in view of the Group, the material proposed to be taxed is not covered under the specific category.

During the year ended March 31, 2017, the Hon'ble Supreme Court of India upheld the constitutional validity of entry tax levied by few States. However, Supreme Court did not conclude certain aspects such as present levies in each State is discriminatory in nature or not, leaving them open to be decided by regular benches of the Courts. Pending disposition by the regular benches, the Group has decided to maintain status-quo on its position and hence continues to disclose it as contingent liability.

f) DoT demands

(i) Demand for license fees pertaining to computation of Adjusted Gross Revenue ('AGR') and the interest thereon, due to difference in its interpretation. The definition of AGR is sub-judice and under dispute since 2005 before the TDSAT. TDSAT had pronounced its judgment in 2015, quashed all demands raised by DoT and directed DoT to rework the demands basis the principles enunciated in its judgment. Subsequently, the Union of India ('UOI') and the Company and of its subsidiaries along with various other operators have filed appeals / cross appeals before the Hon'ble Supreme Court of India against the TDSAT judgment. In 2016, all the appeals were tagged together and

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Hon'ble Supreme Court has permitted DOT to raise demands with a direction not to enforce any demand till the final adjudication of the matter by Hon'ble Supreme Court. Accordingly, DoT has raised the demand basis special audit done by DoT and Comptroller and Auditor General of India. The contingent liability includes such demand and interest thereto (excluding certain contentious matters, penalty and interest thereto) for the financial years for which demand have been received.

- (ii) DoT had enhanced the microwave rates by introducing slab-wise rates based on the number of carriers vide circulars issued in 2006 and 2008 from erstwhile basis being allocated frequency. The Group had challenged the matter in TDSAT wherein TDSAT set aside the circular. In 2010, DOT had challenged the order of TDSAT before the Hon'ble Supreme Court which is yet to be listed for hearing. Further, TDSAT pronounced its judgment in March 2019 in relation to Unified Licenses which provides for manner of determination of such levies and dates from which such levies can be made applicable. The Group had made a provision of Rs. 21,676 until December 2018 for the period from FY 2007-08 to FY 2018-19. Subsequently, basis the recent judgment and external legal opinion the matter has been assessed to be a contingent liability and accordingly, the said provision has been reversed.
- (iii) Demands for the contentious matters in respect of subscriber verification norms and regulations including validity of certain documents allowed as proof of address / identity.
- (iv) Penalty for alleged failure to meet certain procedural requirements for EMF radiation self-certification compliance.

The matters stated above are being contested by the Group and one of its subsidiaries and based on legal advice, the Group and one of its subsidiaries believes that it has complied with all license related regulations and does not expect any financial impact due to these matters.

In addition to the amounts disclosed in the table above, the contingent liability on DOT matters includes the following:

- (v) Post the Hon'ble Supreme Court judgment in 2011, on components of AGR for computation of license fee, based on the legal advice, the Group believes that the foreign exchange gain should not be included in AGR for computation of license fee thereon. Further as per TDSAT judgement in 2015, foreign exchange fluctuation does not have any bearing on the license fees. Accordingly, the license fee on foreign exchange gain has not been provided in the financial statements. Also, due to ambiguity of interpretation of 'foreign exchange differences', the license fee impact on such exchange differences is not quantifiable. The matter is currently pending adjudication by Hon'ble Kerala High Court, Hon'ble Tripura High Court and Hon'ble Supreme Court.
- (vi) On January 8, 2013, DoT issued a demand on the subsidiaries of the Company (Bharti Airtel Limited (BAL) and Bharti Hexacom Limited (BHL)) for Rs. 52,013 towards levy of one time spectrum charge which was further revised on June 27, 2018 to Rs. 84,140. The demand includes a retrospective charge of Rs. 9,090 for holding GSM spectrum beyond 6.2 MHz for the period from July 1, 2008 to December 31, 2012 and also a prospective charge of Rs. 75,050 for GSM spectrum held beyond 4.4 MHz for the period from January 1, 2013, till the expiry of the initial terms of the respective licenses.

In the opinion of the Group, inter-alia, the above demand amounts to alteration of financial terms of the licenses issued in the past. Based on a petition filed by the Group, the Hon'ble High Court of Bombay, vide its order dated January 28, 2013, has directed the DoT to respond and not to take any coercive action until the next date of hearing. The DoT has filed its reply and the matter is currently pending with Hon'ble High Court of Bombay. The Group, based on independent legal opinions, till date has not given any effect to the above demand.

Further, in similar matter on a petition filed by another telecom service provider, the Hon'ble TDSAT, vide its order dated July 4, 2019, has set aside para 1 (v) of the DoT order for levy of OTSC with retrospective effect for it being arbitrary and illegal. Accordingly, demand for OTSC on spectrum allotted beyond start-up and up-to the limit of 6.2 MHz has been set aside. Further, as per the said order of the Hon'ble TDSAT; on the Spectrum beyond 6.2 MHz allotted after July 1, 2008, DoT can levy OTSC only from the date of allotment of such spectrum and in case of Spectrum beyond 6.2 MHz allocated before July 1, 2008, the OTC can be levied only prospectively i.e. w.e.f. January 1, 2013. The Hon'ble TDSAT has asked DoT to issue revise demands, if any, in terms of the above directions. The Group, based on independent legal opinions, till date has not given any effect to the above demand.

- (vii) DoT had issued notices to the Group (as well as other telecom service providers) to stop provision of services (under 3G Intra Circle Roaming ('ICR') arrangements) in the service areas where such service providers had not been allocated 3G spectrum and levied a financial penalty of Rs. 3,500 on the Group. The Group contested the notices, in response to which TDSAT in 2014 held 3G ICR arrangements to be competent and compliant with the licensing conditions and quashed the notice imposing penalty. The DoT has challenged the order of TDSAT before the Hon'ble Supreme Court which is yet to be listed for hearing.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Guarantees:

Guarantees outstanding as of March 31, 2019 and March 31, 2018 amounting to Rs. 107,689 and Rs. 129,565 respectively, have been issued by banks and financial institutions on behalf of the Group. These guarantees include certain financial bank guarantees which have been given for subjudice matters / compliance with licensing requirements, the amount with respect to these have been disclosed under capital commitments, contingencies and liabilities, as applicable, in compliance with the applicable accounting standards.

In addition to the above the Group's share of guarantees of joint ventures and associates is Rs. 901 and Rs. 891 as of March 31, 2019 and March 31, 2018 respectively.

(II) Commitments

Capital commitments

The Group has contractual commitments towards capital expenditure (net of related advance) of Rs. 93,336 and Rs. 137,280 as of March 31, 2019 and March 31, 2018 respectively.

In addition to the above, the Group's share of capital commitments of joint ventures and associates is Rs. 2,904 and Rs. 4,126 as of March 31, 2019 and March 31, 2018 respectively.

Lease commitments

a) Operating lease

The future minimum lease payments ('FMLP') are as follows:-

As lessee

	As of	
	March 31, 2019	March 31, 2018
Not later than one year	85,256	70,692
Later than one year but not later than five years	254,156	244,153
Later than five years	108,651	70,652
	448,063	385,497
Lease rentals (excluding lease equalisation adjustments)	80,577	70,875

The above lease arrangements are mainly pertaining to passive infrastructure and premises / land. Certain of these lease agreements have escalation clause upto 25% and include option of renewal from 1 to 15 years.

The FMLP obligation disclosed above include the below FMLP obligations payable to joint ventures, which mainly pertain to amounts payable under the agreement entered by the parent and its subsidiaries, with a joint venture of the Group.

	As of	
	March 31, 2019	March 31, 2018
Not later than one year	45,676	45,156
Later than one year but not later than five years	124,633	149,465
Later than five years	32,591	15,253
	202,900	209,874

As lessor

- (i) The Group has entered into non-cancellable lease arrangements to provide dark fiber on indefeasible right to use ('IRU') basis. Due to the nature of the transaction, it is not possible to compute gross carrying amount, depreciation for the year and accumulated depreciation of the asset given on operating lease as of March 31, 2018 and accordingly, the related disclosures are not provided.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

(ii) The FMLP receivables against assets (other than above IRU assets) are as follows:

	As of	
	March 31, 2019	March 31, 2018
Not later than one year	15,710	21,933
Later than one year but not later than five years	54,466	68,228
Later than five years	24,803	37,574
	94,979	127,735

The above lease arrangements are mainly pertaining to passive infrastructure. Certain of these lease agreements have escalation clause upto 2.5%.

b) Finance lease
As lessee

Finance lease obligation of the Group as of March 31, 2019 is as follows:-

	Future minimum lease payments	Interest	Present value
Not later than one year	10,357	4,675	5,682
Later than one year but not later than five years	40,404	12,384	28,020
Later than five years	15,391	1,581	13,810
	66,152	18,640	47,512

The above lease arrangements are mainly pertaining to passive infrastructure.

Finance lease obligation of the Group as of March 31, 2018 is as follows:-

	Future minimum lease payments	Interest	Present value
Not later than one year	9,930	5,053	4,877
Later than one year but not later than five years	38,989	14,702	24,287
Later than five years	23,335	3,723	19,612
	72,254	23,478	48,776

The above lease arrangements are mainly pertaining to passive infrastructure.

As lessor

The FMPL receivable of the Group as of March 31, 2019 is Rs. Nil

The FMPL receivable of the Group as of March 31, 2018 is as follows:

	Future minimum lease payments	Interest	Present value
Not later than one year	176	16	160
Later than one year but not later than five years	89	6	83
Later than five years	-	-	-
	265	22	243

The above lease arrangements are mainly pertaining to various network equipment.

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

26 Revenue from operations

	For the year ended	
	March 31, 2019	March 31, 2018
Service revenue	805,002	822,528
Sale of products	2,800	3,860
Interest on financial assets designated at amortised cost	-	364
-Loans	80	40
-Deposits with banks	56	443
Net gain on FVTPL investments	807,938	827,235

Disaggregation of Revenue

Revenue is disaggregated by primary geographical market, major products/service lines and timing of revenue recognition:

Particulars	Mobile Services		Airtel Business		Tower Infrastructure Services		Homes Services		Digital TV Services		Others		Total	
	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
Primary geographical markets*														
India	394,707	441,295	82,967	80,713	31,291	33,232	22,235	25,056	40,935	37,505	1,003	2,046	573,138	619,847
South Asia	4,199	3,783	-	-	-	-	-	-	-	-	-	-	4,199	3,783
Africa	210,333	186,074	-	-	-	-	-	-	-	-	-	-	210,333	186,074
Others	-	-	20,268	17,531	-	-	-	-	-	-	-	-	20,268	17,531
609,239	631,152	103,235	98,244	31,291	33,232	22,235	25,056	40,935	37,505	1,003	2,046	807,938	827,235	
Major product/services lines														
Data and Voice Services	485,877	507,241	81,000	85,488	-	-	21,196	24,006	-	-	-	-	588,073	616,735
Setting up, operating and maintaining towers	-	-	-	-	31,291	33,232	-	-	-	-	-	-	31,291	33,232
Others	123,362	123,911	22,235	12,756	-	-	1,039	1,050	40,935	37,505	1,003	2,046	188,574	177,268
609,239	631,152	103,235	98,244	31,291	33,232	22,235	25,056	40,935	37,505	1,003	2,046	807,938	827,235	
Timing of revenue recognition														
Products and service transferred at a point in time	2,896	2,675	1,748	2,379	-	-	39	21	1,232	121	-	-	5,915	5,196
Products and services transferred over time	606,343	628,477	101,487	95,865	31,291	33,232	22,196	25,035	39,703	37,384	1,003	2,046	802,023	822,039
609,239	631,152	103,235	98,244	31,291	33,232	22,235	25,056	40,935	37,505	1,003	2,046	807,938	827,235	

*Basis location of entity

Contract balances

The following table provides information about unbilled revenue and deferred revenue from contract with customers

	As of	
	March 31, 2019	March 31, 2018
Unbilled revenue	17,072	16,136
Deferred revenue	61,979	70,783
Significant changes in the unbilled revenue and deferred revenue balances during the year are as follows:		
	For the year ended	
	March 31, 2019	Deferred revenue
		48,666
		39,862
		-
		16,136
		-

Revenue recognised that was included in the contract liability balance at the beginning of the period
 Increases due to cash received, excluding amounts recognised as revenue during the period
 Transfers from contract assets recognised at the beginning of the period to receivables

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

27 Other income

	For the year ended	
	March 31, 2019	March 31, 2018
Interest income on investment@	5,025	6,150
Dividend from mutual fund	231	367
Net gain on FVTPL investments	3,394	-
Net fair value gain on financial instruments (fair value hedges)	-	6,023
Net gain on derivative financial instruments	5,590	-
Others	2,912	2,488
	17,152	15,028

@It includes Rs. 41 and Rs. 43 towards unwinding of discount on security deposits (carried at amortised cost) and Rs. 407 and Rs. 415 from investment measured at FVTOCI for the years ended March 31, 2019 and 2018 respectively.

28 Finance costs

	For the year ended	
	March 31, 2019	March 31, 2018
Interest on:		
- Bank loan	91,512	65,219
- Commercial paper	1,001	1,403
- Debentures	2,319	243
- Inter corporate deposits	-	319
Others interest expenses	-	1
Net loss on FVTPL investments	0	1,416
Net loss on financial instruments (fair value hedges)	3,912	-
Net loss on derivative financial instruments	-	8,506
Net exchange loss	5,973	1,882
Other finance charges	9,683	16,759
Bank charges	0	-
	114,400	95,748

29 Network operating expenses

	For the year ended	
	March 31, 2019	March 31, 2018
Passive infrastructure charges	98,667	79,636
Power and fuel	56,261	69,082
Repair and maintenance	36,419	34,667
Internet, bandwidth and leased line charges	14,602	9,932
Others*	17,951	4,203
	223,900	197,520

*It includes charges towards managed service, installation, insurance and security.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

30 Employee benefits expenses

	For the year ended	
	March 31, 2019	March 31, 2018
Salary and wages	32,092	33,666
Contribution to provident and other funds	2,004	2,104
Staff welfare expenses	1,723	1,313
Defined benefit plan/other long term benefits*	835	1,212
Employee share based payment expense*:		
-Equity settled plans	347	630
-Cash settled plans	187	(36)
Others**	787	882
	37,975	39,771

*The aggregate information of employee benefit being immaterial in nature is not disclosed.

**It mainly includes recruitment and training expenses.

30.1 Share based payment plans

The following table provides an overview of all existing share option plans of the group:

Scheme	Plan	Vesting period (years)	Contractual term (years)
Equity settled plans			
Scheme I	2006 Plan	1-5	7
Scheme 2005	2008 Plan & Annual Grant Plan (AGP)	1-3	7
Scheme 2005	Performance Share Plan (PSP) 2009 Plan	3-4	7
Scheme 2005	Special ESOP & Restricted Share Units (RSU) plan	1-5	7
Infratel plan	Infratel 2008 plan	1-5	7
Scheme 2005	Long Term Incentive (LTI) plan	1-3	7
Infratel plan	Infratel LTI plan	1-3	7
Airtel Payment Bank Limited ('APBL') plan	APBL plan	1-4	8
Cash settled plans			
Performance unit plan (PUP)	PUP 2013-PUP 2017	1-5	3-5
Infratel plan	PUP	1-3	7

The stock options vesting is subject to service and certain performance conditions mainly pertaining to certain financial parameters.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The movement in the number of stock options and the related weighted average exercise prices are given in the table below:

	For the year ended			
	March 31, 2019		March 31, 2018	
	Number of share options (^{'000})	Weighted average exercise price (Rs.)	Number of share options (^{'000})	Weighted average exercise price (Rs.)
2006 Plan				
Outstanding at beginning of year	115	5	205	5
Granted	-	-	-	-
Exercised	(50)	5	(90)	5
Forfeited / expired	-	-	-	-
Outstanding at end of year	65	5	115	5
Exercisable at end of year	8	5	2	5
PSP 2009 plan				
Outstanding at beginning of year	-	-	6	5
Granted	-	-	-	-
Exercised	-	-	(3)	5
Forfeited / expired	-	-	(3)	5
Outstanding at end of year	-	-	-	-
Exercisable at end of year	-	-	-	5
Special ESOP & RSU plan				
Outstanding at beginning of year	-	-	34	5
Granted	-	-	-	-
Exercised	-	-	(33)	5
Forfeited / expired	-	-	(1)	5
Outstanding at end of year	-	-	-	-
Exercisable at end of year	-	-	-	-
Infratel 2008 plan				
Outstanding at beginning of year	108	110	158	110
Granted	-	-	-	-
Exercised	(49)	110	(49)	110
Forfeited / expired	(1)	110	(1)	110
Outstanding at end of year	58	110	108	110
Exercisable at end of year	58	110	108	110
LTI plans				
Outstanding at beginning of year	2,977	5	2,002	5
Granted	2,274	-	1,571	-
Exercised	(877)	5	(406)	5
Forfeited / expired	(963)	5	(189)	5
Outstanding at end of year	3,412	5	2,977	5
Exercisable at end of year	478	5	567	5

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Infratel LTI plans

Outstanding at beginning of year	238	10	175	10
Granted	158	10	115	10
Exercised	(63)	10	(36)	10
Forfeited / expired	(38)	10	(15)	10
Outstanding at end of year	295	10	238	10
Exercisable at end of year	48	10	31	10

Airtel Payment Bank Limited plan*

Outstanding at beginning of year	-	-	-	-
Granted	-	-	14,06	-
Exercised	-	-	-	-
Forfeited / expired	-	-	(3,359)	-
Outstanding at end of year	-	-	10,704	-
Exercisable at end of year	-	-	-	-

Performance Unit plans

Outstanding at beginning of year	1,401	-	2,369	-
Granted	670	-	690	-
Exercised	(503)	-	(1,336)	-
Forfeited / expired	(280)	-	(322)	-
Outstanding at end of year	1,287	-	1,401	-
Exercisable at end of year	23	-	23	-

*The exercise period is 3 years from vesting date or 1 year from IPO listing (whichever is later). Eligible employees will be able to exercise the option at a price of 50% of fair market value (determined at the end of previous financial year) or INR 10 whichever, is higher. Employee can exercise the unexercised options within 3 months / 1 month from the date of retirement / resignation from the Group.

The fair value of options is measured using Black-Scholes / Binomial valuation model. The key inputs used in the measurement of the grant date fair valuation of equity settled plans and fair value of cash settled plans are given in the table below:

	March 31, 2019	March 31, 2018
Risk free interest rate	6.31% to 8.03%	6.17% to 7.18%
Expected life	4 to 60 months	10 to 96 months
Volatility	29.06% to 34.54%	25.91% to 40%
Dividend yield	0.74% to 4.74%	0.24% to 3.99%

The expected life of the stock options is based on the Group's expectations and is not necessarily indicative of exercise patterns that may actually occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the expected life of the options is indicative of future trends, which may not necessarily be the actual outcome. Further, the expected volatility is based on the weighted average volatility of the comparable benchmark companies.

For details as to exercise price, refer table above.

The details of weighted average remaining contractual life, weighted average fair value and weighted average share price for the options are as follows:-

	For the year ended	
Weighted average	March 31, 2019	March 31, 2018
Remaining contractual life for the option outstanding as of (years)	0.35 to 8.44	0.35 to 8.44
Fair value for the options granted during the year ended (Rs)	258.29 to 409.73	4.36 to 409.76
Share price of the options granted during the year ended (Rs)	188.62 to 598.01	367.14 to 457.41

The carrying value of cash settled plans liability is Rs. 227 and Rs. 235 as of March 31, 2019 and March 31, 2018 respectively.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

30.2 Employee benefits

The details of significant employee benefits are as follows:

	For the year ended			
	March 31, 2019		March 31, 2018	
	Retirement benefits	Compensated absence	Retirement benefits	Compensated absence
Obligation:				
Balance as at beginning of the year	3,272	1,424	2,886	1,441
Current service cost	453	266	825	286
Interest cost	281	120	239	112
Benefits paid	(608)	(266)	(424)	(169)
Transfers	(45)	(5)	5	2
Remeasurements	(42)	(286)	(259)	(248)
Present value of funded obligation	3,311	1,253	3,272	1,424
Assets:				
Balance as at beginning of year	16	-	46	-
Interest income	1	-	-	-
Benefits paid	(12)	-	(32)	-
Remeasurements	(1)	-	(1)	-
Fair value of plan assets	4	-	16	-
Liability recognized in the balance sheet	3,307	1,253	3,256	1,424
Current portion	696	1,253	782	1,424
Non-current portion	2,611	-	2,474	-

The expected contribution for the year ended March 31, 2019 and 2018 for Gratuity plan is Rs. 693 and Rs. 588 respectively.

Amount recognised in other comprehensive income for the above plans

	For the year ended	
	March 31, 2019	March 31, 2018
Experience losses	(43)	(6)
Gains from change in demographic assumptions	(13)	22
Losses from change in financial assumptions	14	(275)
Remeasurements on liability	(42)	(259)
Return on plan assets, excluding interest income	(1)	(1)
Remeasurements on plan assets	(1)	(1)
Net remeasurements recognized in OCI	(41)	(258)

The above mentioned plan assets are entirely represented by funds invested with LIC.

Due to its defined benefit plans, the group is exposed to the following significant risks:
Changes in bond yields - A decrease in bond yields will increase plan liability.

Salary risk - The present value of the defined benefit plans liability is calculated by reference to the future salaries of the plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The financial (per annum rates) and demographic assumptions used to determine defined benefit obligations are as follows:

	As of	
	March 31, 2019	March 31, 2018
Discount rate	9.08%	9.18%
Rate of return on plan assets	3.83%	3.93%
Rate of salary increase	5.60%	7.13%
Rate of attrition	7.49%-27%	6.74%-24%
Retirement age	58	58

The Group regularly assesses these assumptions with the projected long-term plans and prevalent industry standards.

The impact of sensitivity due to changes in the significant actuarial assumptions on the defined benefit obligations is given in the table below:

	Change in assumption	As of			
		March 31, 2019		March 31, 2019	
		Retirement benefits	Compensated absence	Retirement benefits	Compensated absence
Discount rate	+1%	1,288	527	1,008	503
	-1%	1,618	663	1,363	694
Salary growth rate	+1%	1,610	658	1,347	670
	-1%	1,276	531	994	509

The above sensitivity analysis is determined based on a method that extrapolates the impact on the net defined benefit obligations, as a result of reasonable possible changes in the significant actuarial assumptions. Further, the above sensitivity analysis is based on a reasonably possible change in a particular under-lying actuarial assumption, while assuming all other assumptions to be constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated.

The table below summarizes the maturity profile and duration of the gratuity liability:

	For the year ended	
	March 31, 2019	March 31, 2018
Within one year	700	773
Within one-three years	609	813
Within three-five years	575	606
Above five years	1,427	1,081
	3,311	3,273

31 Sales and marketing expenses

	For the year ended	
	March 31, 2019	March 31, 2018
Advertisement and marketing	10,856	10,682
Sales commission and distribution	25,811	29,943
Business promotion	2,479	2,587
Other ancillary expenses	2,131	2,063
	41,277	45,275

32 Depreciation and amortization

	For the year ended	
	March 31, 2019	March 31, 2018
Depreciation	148,632	132,963
Amortization	64,843	59,468
	213,475	192,431

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

33 Other expenses

	For the year ended	
	March 31, 2019	March 31, 2018
Content cost	24,646	21,067
Cost of goods sold	10,855	9,994
IT expenses	4,337	7,771
Customer care expenses	5,878	6,797
Legal and professional charges	4,824	5,078
Provision for doubtful debts	(14,097)	9,007
Collection and recovery expenses	2,836	3,607
Travelling and conveyance	2,236	2,113
Bad debts written off	24,353	1,156
Charity and donation*	1,884	1,214
Reversal of earlier provision	(163)	(282)
Auditor remuneration@	3	0
Others#	16,007	9,523
	83,599	77,045

* During the year ended March 31, 2019 and 2018, the Company has spent in cash an amount of Rs. 1174 and Rs. 764 towards CSR expense. Further, amount paid to Prudent Electoral Trust for political purpose amounting to Rs. 342 and Rs. 50 during the year ended March 31, 2019 and 2018 respectively.

#It includes rent, printing and stationary, security, repair and maintenance expenses etc.

@Auditor's fees and expenses

	For the year ended	
	March 31, 2019	March 31, 2018
Audit fee*	3	0
Reimbursement of expenses	0	-
Other services*	-	-
	3	0

*Excluding goods and service tax

34 Exceptional items

Exceptional items comprise of the following:

(i) For the year ended March 31, 2019:

- a. Charge of Rs. 6,399 mainly towards operating costs on network re-farming and up-gradation program
- b. Credit of Rs. 28,568 due to re-assessment of levies, based on a recent pronouncement related to the manner of determination of such levies and settlement of litigations
- c. Charge of Rs. 1,368 mainly towards net integration related cost / reversal pertaining to the business combination
- d. Charge of Rs. 248 related to the early redemption of the USD 1,500 Mn 5.125% Guaranteed Senior Notes due in March 2023 (refer note 5 (e)).
- e. Credit of Rs. 8,735 Mn due to de-consolidation of APBL (refer note 5 (f)).

(ii) For the year ended March 31, 2018:

- a. Charge of Rs. 4,372 mainly towards operating costs on network re-farming and up-gradation program
- b. Net charge of Rs. 3,457 relating to the translation impact in Nigeria due to transition from the administered to market based exchange rate given the underlying economic changes and other developments
- c. Provision of Rs. 1,094 taken against one major delinquent receivable
- d. Charge of Rs. 3,535 due to levies and taxes pertaining to internal restructuring and litigation related assessment
- e. Gain of Rs. 4,527 mainly pertaining to one of the earlier divestments

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Tax expenses include:

- (a) Net benefit of Rs. 9,579 and Rs. 2,305 during the year ended March 31, 2019 and March 31, 2018 respectively on above exceptional items
- (b) Net charge of Rs. 407 and benefit of Rs. 1,779 on account of re-assessment of tax provisions for the year ended March 31, 2019 and March 31, 2018 respectively on above exceptional items.

The net impact for non-controlling interests is charge of Rs. 579 and benefit of Rs. 878 during the year ended March 31, 2019 and March 31, 2018 respectively, relating to the above exceptional items.

35 Earning per share (EPS)

The following is a reconciliation of the equity shares used in the computation of basic and diluted earnings per equity share:

	As of	
	March 31, 2019	March 31, 2018
Weighted average number of shares outstanding for Basic EPS	2,610,774,000	2,530,006,368
Weighted average number of shares outstanding for diluted EPS	2,610,774,000	2,530,006,368

36 Segment reporting

The Group's operating segments are organised and managed separately through the respective business managers, according to the nature of products and services provided and geographies in which services are provided, with each segment representing a strategic business unit. These business units are reviewed by the Chairman of the Group (Chief Operating Decision Maker - 'CODM').

The amounts reported to CODM are based on the accounting principles used in the preparation of financial statements as per Ind AS. Segment's performance is evaluated based on segment revenue and segment result viz. profit or loss from operating activities before exceptional items and tax but including share of result of joint ventures and associates. Accordingly, finance costs / income, non-operating (income) / expenses and exceptional items are not allocated to individual segment.

Inter-segment pricing and terms are reviewed and changed by the management to reflect changes in market conditions and changes to such terms are reflected in the period in which the changes occur.

Inter-segment revenues are eliminated upon consolidation of segments / Group accounting policy alignments are reflected in the 'Eliminations / Adjustments' column.

Segment assets / liabilities comprise assets / liabilities directly managed by each segment. Segment assets primarily includes receivables, property, plant and equipment, capital work-in-progress, intangibles assets, intangible assets under development, non-current investments, inventories and cash and cash equivalents. Segment liabilities primarily include operating liabilities. Segment capital expenditure comprises of additions to PPE, CWIP, intangible assets, intangible assets under development and capital advances.

The reporting segments of the Group are as below:

Mobile Services India: These services cover voice and data telecom services provided through wireless technology (2G / 3G / 4G) in India. This includes the captive national long distance networks which primarily provide connectivity to the mobile services business in India. This also includes intra-city fibre networks.

Mobile Services Africa: These services cover provision of voice and data telecom services provided through wireless technology (2G / 3G / 4G) offered to customers in Africa. This also includes corporate headquarter costs of the Group's Africa operations.

Mobile Services South Asia: These services cover voice and data telecom services provided through wireless technology (2G / 3G) in Sri Lanka and Bangladesh.

Airtel Business: These services cover end-to-end telecom solutions being provided to large Indian and global corporations by serving as a single point of contact for all telecommunication needs across data and voice (domestic as well as international long distance), network integration and managed services.

Tower Infrastructure Services: These services include setting up, operating and maintaining wireless communication towers in India.

Homes Services: These services cover voice and data communications through fixed-line network and broadband technology for homes.

Digital TV Services: This includes digital broadcasting services provided under the direct-to-home platform.

Others: It includes certain other strategic investment in joint venture/associates, and administrative support services provided to other segments.

Unallocated: It includes expenses / results, assets and liabilities primarily of corporate headquarters of the Group, non-current investment, current taxes, deferred taxes, borrowings and certain financial assets and liabilities, not allocated to the operating segments.

Summary of the segmental information for the year end as of March 31, 2019 is as follows.

	Mobile Services India	Mobile Services Africa	Mobile Services South Asia	Mobile Business South Asia	Airtel Business Infrastructure Services	Tower Infrastructure Services	Homes Services	Digital TV Services	Others	Unallocated	Eliminations / Adjustments	Total
Revenue from external customers	394,707	210,333	4,199	103,235	32,047	22,235	22,235	40,935	1,003	-	(756)	807,938
Inter-segment revenue	20,833	4,695	237	21,302	36,138	156	156	66	296	-	(83,723)	-
Total revenue	415,540	215,028	4,436	124,537	68,185	22,391	22,391	41,001	1,299	-	(84,479)	807,938
Share of results of joint ventures and associates*	4	(7)	-	-	10,172	3	3	-	(5,324)	-	(1,292)	3,556
Segment results*	(57,507)	52,100	(1,069)	27,466	31,429	3,333	3,333	7,410	(7,228)	(1,675)	(3,026)	51,233
Less:												
Finance costs												114,400
Finance income												(14,240)
Non-operating expenses (net)												1,894
Exceptional items (net) (refer note 34)												(29,288)
Loss before tax												(21,533)
Other segment items												
Capital expenditure	235,770	50,846	1,228	18,785	9,107	8,931	8,931	8,791	20	1,233	(5,769)	328,942
Depreciation and amortisation	150,991	31,234	1,196	13,014	10,658	7,453	7,453	8,275	50	11	(9,407)	213,475
As of March 31, 2019												
Segment assets	1,700,637	570,021	6,774	149,445	169,693	45,889	45,889	31,234	37,927	134,813	(92,765)	2,753,668
Segment liabilities	408,088	110,986	2,515	87,225	22,303	21,729	21,729	35,423	2,181	1,361,844	(101,399)	1,950,895
Investment in joint ventures and associates (included in segment assets above)#	66	230	-	-	52,479	3	3	-	36,159	-	-	88,937
# Refer note 5(f)												

Summary of the segmental information for the year end as of March 31, 2018 is as follows.

	Mobile Services India	Mobile Services Africa	Mobile Services South Asia	Mobile Business South Asia	Airtel Business Infrastructure Services	Tower Infrastructure Services	Homes Services	Digital TV Services	Others	Unallocated	Eliminations / Adjustments	Total
Revenue from external customers	441,295	186,074	3,783	98,244	33,221	25,056	25,056	37,505	2,046	-	11	827,235
Inter-segment revenue	21,344	4,999	262	15,322	33,063	209	209	65	2,810	-	(78,074)	-
Total revenue	462,639	191,073	4,045	113,566	66,284	25,265	25,265	37,570	4,856	-	(78,063)	827,235
Share of results of joint ventures and associates*	6	205	-	-	13,025	3	3	-	(1,421)	-	(1,209)	10,609
Segment results*	20,835	35,884	(1,268)	31,029	33,477	4,720	4,720	5,306	(4,097)	(852)	(2,750)	122,284
Less:												
Finance costs												95,749
Finance income												(12,540)
Non-operating expenses (net)												141
Exceptional items (net) (refer note 34)												7,931
Profit before tax												31,003
Other segment items												
Capital expenditure	198,280	28,366	2,066	14,263	11,307	11,129	11,129	10,277	267	6,257	(7,498)	274,714
Depreciation and amortisation	129,545	30,480	1,276	11,372	11,801	7,057	7,057	8,915	55	1	(8,070)	192,432
As of March 31, 2018												
Segment assets	1,515,169	508,049	6,839	154,920	199,273	44,251	44,251	26,120	39,261	89,843	(76,643)	2,507,082
Segment liabilities	317,043	115,039	2,622	76,378	22,400	19,866	19,866	33,964	8,328	1,263,943	(83,479)	1,776,104
Investment in joint ventures and associates (included in segment assets above)#	57	226	-	-	58,110	3	3	-	28,443	-	-	86,839
# Refer note 5(f)												

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Geographical information*:
(a) Revenue from external Customers

	For the year ended	
	March 31, 2019	March 31, 2018
India and rest of the world	597,606	641,161
Africa	210,333	186,074
	807,939	827,235

(b) Non-current assets:

	As of	
	March 31, 2019	March 31, 2018
India and rest of the world	1,635,147	1,522,373
Africa	470,490	448,314
	2,105,637	1,970,687

*Basis location of entity

37 Related party disclosures

In accordance with the requirement of Indian Accounting Standard (Ind AS) - 24 on Related party disclosures, the names of the related parties where control exists and/or with whom transactions have taken place during the year and description of relationship, as identified and certified by the management are:

a) List of related parties
i. Ultimate controlling entity

Bharti Enterprise (Holding) Private Limited. It is held by private trusts of Bharti family, with Mr. Sunil Bharti Mittal's family trust effectively controlling the said company.

ii. For list of subsidiaries, joint venture and associates refer note no. 42.
iii. Other entities with whom transactions have taken place during the reporting periods
\- Entities having significant influence over the company

Singapore Telecommunications Limited

Pastel Limited

\- Fellow companies (subsidiaries/joint ventures/associates other than that of the company)
a) Subsidiaries

Bharti Axa General Insurance Company Limited.

Bharti Axa Life Insurance Company Limited.

Bharti Enterprises Limited (previously Bharti ventures Limited).

Bharti Insurance Holding Private Limited (Merged with Bharti Enterprises (Holding) Private Limited w.e.f. 18th October, 2018)

Cedar support Services Limited (Merged with Bharti Enterprises (Holding) Private Limited w.e.f. 18th October, 2018)

b) Associates

Bharti Life Ventures Private Limited.

Bharti General Ventures Private Limited.

\- Other related parties*
a) Entities where Key Management Personnel and their relatives exercise significant influence

\- Bharti Airtel Employees Welfare Trust

\-Bharti Foundation

\-Hike Private Limited (formerly known as Hike Limited)

b) Others

\-Bharti Land Limited

\-Bharti Realty Holdings Limited

\-Bharti Realty Limited

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

- \-Bharti Support Services Private Limited (Merged with Bharti Enterprises (Holding) Private Limited w.e.f. 18th October, 2018)
- \-Brightstar Telecommunication India Limited
- \-Centum Learning Limited
- \-Centum Work Skills India Limited
- \-Deber Technologies Private Limited
- \-Fieldfresh Foods Private Limited
- \-Gourmet Investments Private Limited
- \-Indian Continent Investment Limited
- \-Jersey Airtel Limited
- \-Nile Tech Limited
- \-Oak Infrastructure Developers Limited
- \-Hike Messenger Limited

* **'Other related parties'** though not 'Related Parties' as per the definition under Ind AS 24, Related party disclosure have been included by the way of voluntary disclosure, following the best corporate governance practices.

*Other related parties/fellow companies

iv. Key Management Personnel ('KMP')

- Sunil Bharti Mittal
- Raghunath Mandava
- Gopal Vittal

In the ordinary course of business, there are some transactions among the group entities. However, the intra-group transactions and balances, and the income and expenses arising from such transactions, are eliminated on consolidation.

(b) The significant transactions with balance related parties for the years ended March 31, 2019 and 2018 respectively, are described below:

	Amount for the year ended March 31, 2019				Amount for the year ended March 31, 2018			
	Significant influence/ other related parties	Associate	Joint ventures	ORP /FC*	Significant influence/ other related parties	Associate	Joint ventures	ORP /FC*
Purchase of assets	-	-	(334)	(856)	-	-	-	(2,761)
Sale / rendering of services	983	105	121	153	1,022	-	44	343
Purchase of goods / receiving of services	(596)	(287)	(43,647)	(2,985)	(217)	(50)	(39,977)	(3,504)
Reimbursement of energy expenses	-	-	(24,764)	(1)	-	-	(26,869)	1
Dividend paid	(2,999)	-	-	(414)	(2,271)	-	-	(496)
Dividend received	-	-	(11,261)	-	-	-	10,010	-
Inter corporate deposit (ICD) given	-	-	-	-	-	-	-	7,970
Inter corporate deposit received	-	-	-	-	20,047	-	-	-
Interest expenses	-	-	-	-	319	-	-	-
Repayment of ICD	-	-	-	-	(20,047)	-	-	(7,970)
Interest income	-	-	-	-	-	-	-	364
CSR donation	-	-	-	-	-	-	-	10

*Other related parties/fellow companies

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

c) The outstanding balances of the above mentioned parties are as follows:-

Transaction	Significant influence entities	Associates	Joint ventures	ORP / FC*
As at March 31, 2019				
Trade payable	(219)	(71)	(21,566)	(227)
Trade receivable	-	406	-	54
Security deposits	2	-	4,604	1,214
As at March 31, 2018				
Trade payable	(117)	(31)	(11,193)	(139)
Trade receivable	-	-	-	102
Security deposits	-	-	3,934	1,070

*Other related parties/fellow companies

- Outstanding balances at period end are un-secured and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables.
- In addition to the above, Bharti Group has given donation to Bharti Foundation during the year ended for Rs. 544 and Rs.420 March 31, 2019 and 2018 respectively.

KMP are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any director, whether executive or otherwise. Remuneration to key management personnel were as follows:

	For the year ended	
	March 31, 2019	March 31, 2018
Short-term employees benefits	339	317
Performance linked incentives ('PLI')#	211	160
Post-employment benefits	28	28
Share-based payments	55	62
	<u>633</u>	<u>567</u>

#Value of PLI considered above represents incentive at 100% performance level. However, same will be paid on the basis of actual performance parameters in next year. Additional provision of Rs. Nil and Rs. 21 has been recorded in the books towards PLI for the year ended March 31, 2019 and for the year ended March 31, 2018 respectively. During the year ended March 31, 2019 PLI of Rs. 188 (March 31, 2018, Rs.164) pertaining to previous year has been paid.

In addition to above Rs. 1,888 thousand and Rs. 1,122 thousand for the year ended March 31, 2019 and 2018 respectively have been paid as dividend to key management personnel.

As the liabilities for the gratuity and compensated absences are provided on an actuarial basis, and calculated for the Group as a whole rather than each of the individual employees, the said liabilities pertaining specifically to KMP are not known and hence, not included in the above table.

38 Financial and capital risk
1. Financial risk

The business activities of the Group expose it to a variety of financial risks, namely market risks (that is, foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's risk management strategies focus on the unpredictability of these elements and seek to minimise the potential adverse effects on its financial performance. Further, the Group uses certain derivative financial instruments to mitigate some of these risk exposures (as discussed below in this note).

The financial risk management for the Group is driven by the Group's senior management ('GSM'), in close co-ordination with the operating entities and internal / external experts subject to necessary supervision. The Group does not undertake any speculative transactions either through derivatives or otherwise. The GSM are accountable to the Board of Directors and Audit Committee. They ensure that the Group's financial risk-taking activities are governed by appropriate financial risk governance frame work, policies and procedures. The BoD of the respective operating entities periodically reviews the

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

exposures to financial risks, and the measures taken for risk mitigation and the results thereof.

The Group policy requires for material items to be established under effective hedge relationships by ensuring that the critical terms of the hedging instruments match with the terms of the hedged item so as maintain the hedge ratio to be 1:1. The Group uses prospective effectiveness assessment (dollar offset / hypothetical derivative method) to ensure that an economic relationship exists between the hedged item and hedging instrument.

(i) Foreign currency risk

Foreign exchange risk arises on all recognized monetary assets and liabilities, and any highly probable forecasted transactions, which are denominated in a currency other than the functional currency of the transacting group entity. The Group, through its parent entity, several intermediary entities and subsidiaries; operates across multiple geographies in the Africa and Asia continent. Accordingly, the Group is exposed to translation risk on the net investment in foreign subsidiaries. The Group has foreign currency trade payables, receivables and borrowings (internal as well as external). However, foreign exchange exposure mainly arises from borrowings and trade payables denominated in foreign currencies and certain net investment in foreign currency. Consequently, the Group is mainly exposed to foreign exchange risks related to USD / Euro vis-à-vis the functional currencies and the translation risk related to USD to INR and USD to XAF-XOF (pegged to Euro).

The foreign exchange risk management policy of the Group requires it to manage the foreign exchange risk by transacting as far as possible in the functional currency. Moreover, the Group monitors the movements in currencies in which the borrowings / capex vendors are payable and manage any related foreign exchange risk, which inter-alia include entering into foreign exchange derivative contracts - as considered appropriate and whenever necessary. For further details as to foreign currency debt securities & borrowings, refer note 18 & 19. Further, for the details as to the fair value of various outstanding derivative financial instruments designated in a hedge relationship or otherwise refer note 8.

As per the Group's hedging policy certain foreign currency liability, highly probable forecast transactions and material net investment of the Group in foreign subsidiaries have been designated under cash flow hedge and net investment hedge respectively. The following table analyses the movement in the cash flow hedge reserve / net investment hedging in FCTR due to said hedges and details thereto.

a) Cash flow hedge

	March 31, 2019		March 31, 2018	
	Euro to USD	CHF to USD	Euro to USD	CHF to USD
Currency exchange risk hedged				
Nominal amount of hedging instruments	Euro 870 Mn	CHF 350 Mn	Euro 870 Mn	CHF 350 Mn
Maturity date	December 2018	March 2020	December 2018	March 2020
Weighted average forward price	1 Euro: 1.12 USD	1 CHF:1.12 USD	1 Euro: 1.12 USD	1 CHF:1.12 USD
Carrying value of derivative instruments (assets)	-	-	7,377	399
Carrying value of derivative instruments (liabilities)	-	1,806	-	60
Change in fair value during the year				
Hedged item	7,377	2,173	(6,928)	(677)
Hedging instrument	(7,377)	(2,173)	6,928	677
CFHR for continuing hedge	-	138	410	533
Hedging gain/(loss) recognized during the year	(7,377)	(2,173)	6,928	677
(Loss)/Gain reclassification during the year to P&L	6,968	1,778	(6,732)	(62)

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

b) Net investment hedge

	March 31, 2019		March 31, 2018	
	Euro to USD	USD to INR	Euro to USD	USD to INR
Currency exchange risk hedged				
Nominal amount of hedging instruments	Euro 365 Mn	USD 1405 Mn	Euro 425 Mn	USD 1453 Mn
Carrying value of hedging instruments (borrowings)	28,335	97,163	36,870	94,721
Maturity date	May 2021	June 2025-February 2028	May 2021	June 2025-February 2028
Hedged item	(3,101)	4,855	4,231	3,793
Hedging instrument	3,101	(4,855)	(4,231)	(3,793)
FCTR (loss)/gain for continuing hedge (net of tax and NCI)	(2,153)	(16,707)	(5,109)	(15,869)
Hedging gain/(loss) recognized during the year	3,101	(4,855)	(4,231)	(3,793)
"Loss reclassification during the year to P&L under exceptional items"	-	-	-	-

Foreign currency sensitivity

The impact of foreign exchange sensitivity on profit for the year and other comprehensive income is given in the table below:

For the year ended March 31, 2019

	Change in currency exchange rate	Effect on profit before tax	Effect on equity (OCI)
US Dollar	+5%	(10,269)	(9,109)
	-5%	10,269	9,109
Euro	+5%	(2,368)	(1,590)
	-5%	2,368	1,590
Others	+5%	(905)	-
	-5%	905	-

For the year ended March 31, 2018

	Change in currency exchange rate	Effect on profit before tax	Effect on equity (OCI)
US Dollar	+5%	(8,823)	(8,796)
	-5%	8,823	8,796
Euro	+5%	(1,712)	(1,844)
	-5%	1,712	1,844
Others	+5%	1	-
	-5%	(1)	-

The sensitivity disclosed in the above table is mainly attributable to, in case of to foreign exchange gains / (losses) on translation of USD / Euro / CHF denominated debt securities, borrowings, derivative financial instruments, trade and other payables, and trade receivables.

The above sensitivity analysis is based on a reasonably possible change in the under-lying foreign currency against the respective functional currency while assuming all other variables to be constant.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Based on the movements in the foreign exchange rates historically and the prevailing market conditions as at the reporting date, the Group's management has concluded that the above mentioned rates used for sensitivity are reasonable benchmarks.

(ii) Interest rate risk

As the Group does not have exposure to any floating-interest bearing assets, or any significant long-term fixed-interest bearing assets, its interest income and related cash inflows are not affected by changes in market interest rates. Consequently, the Group's interest rate risk arises mainly from borrowings.

Debt securities/Borrowings

Debt securities/Borrowings with floating and fixed interest rates expose the Group to cash flow and fair value interest rate risk respectively. However, the short-term borrowings of the Group do not have a significant fair value or cash flow interest rate risk due to their short tenure. Accordingly, the components of the debt portfolio are determined by the GSM in a manner which enables the Group to achieve an optimum debt-mix basis its overall objectives and future market expectations.

The Group monitors the interest rate movement and manages the interest rate risk based on its risk management policies, which inter-alia include entering into interest swaps contracts - as considered appropriate and whenever necessary.

The Group has designated the interest rate components (which is separately identifiable from other components) of certain fixed interest rate bonds under the hedge relationship since historically it accounts for substantial portions of the total fair value change of the bonds.

The following table analyses the financial impact of fair value hedge and details thereto.

	March 31, 2019		March 31, 2018	
	USD	Euro	USD	Euro
Interest rate risk covered for currency				
Nominal amount of hedging instruments	USD 2200 MN	-	USD 2900 MN	-
Carrying value of hedging instruments (derivative assets)	1,468	-	19	-
Carrying value of hedging instruments (derivative liabilities)	476	-	4,258	-
Maturity date	March 2023- June 2025	-	March 2023- June 2025	-
Carrying value of hedged item (borrowings)	152,141	-	189,008	-
Change in fair value during the year				
Hedged item	(5,055)	-	5,802	-
Hedging instrument	5,338	-	(5,025)	-
Hedge ineffectiveness recognized in finance income/cost during the year	283	-	777	-
Cumulative change in fair value of hedged item	943	-	6,366	-
Unamortized portion of fair value hedge adjustment	735	-	-	(175)

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Interest rate sensitivity of borrowings

The impact of the interest rate sensitivity on profit before tax is given in the table below:

Interest rate sensitivity	Increase / decrease (basis points)	Effect on profit before tax
For the year ended March 31, 2019		
INR - borrowings	+100	(2,504)
	-100	2,504
USD -borrowings	+25	(306)
	-25	306
Euro-borrowings	+25	(34)
	-25	34
Other currency -borrowings	+100	(219)
	-100	219
For the year ended March 31, 2018		
INR - borrowings	+100	(1,599)
	-100	1,599
USD -borrowings	+25	(654)
	-25	654
Other currency -borrowings	+100	(42)
	-100	42

The sensitivity disclosed in the above table is attributable to floating-interest rate borrowings and the interest swaps.

The above sensitivity analysis is based on a reasonably possible change in the under-lying interest rate of the Group's borrowings in INR, USD, Euro and NGN (being the significant currencies in which it has borrowed funds), while assuming all other variables (in particular foreign currency rates) to be constant.

Based on the movements in the interest rates historically and the prevailing market conditions as at the reporting date, the Group's management has concluded that the above mentioned rates used for sensitivity are reasonable benchmarks.

(iii) Price risk

The Group invests its surplus funds in various fixed income products, including but not limited to debt mutual funds, short term debt funds, corporate debt, government securities and fixed deposits. In order to manage its price risk arising from investments, the Group diversifies its portfolio in accordance with the limits set by the risk management policies. The Group has exposure across debt securities, mutual fund and money market instruments.

Debt investments are susceptible to market price risk, mainly arising from changes in the interest rates or market yields which may impact the return and value of such investments. However due to the very short tenor of money market instruments and the underlying portfolio in liquid schemes, these do not pose any significant price risk. On the duration investment balance, an increase / decrease of 25 basis points in market yields (parallel shift of the yield curves), will result in decrease / increase in the marked to market value of the investments by Rs. 147 and Rs. 176 as on March 31, 2019 and March 31, 2018 respectively.

(iv) Credit risk

Credit risk refers to the risk of default on its obligation by the counter-party, the risk of deterioration of credit-worthiness of the counter-party as well as concentration risks of financial assets, and thereby exposing the Group to potential financial losses.

The Group is exposed to credit risk mainly with respect to trade receivables, investment in bank deposits, debt securities, mutual funds and derivative financial instruments.

Trade receivables

The Trade receivables of the Group are typically non-interest bearing unsecured and derived from sales made to a large number of independent customers. As the customer base is widely distributed both economically and geographically, there is no concentration of credit risk.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

As there is no independent credit rating of the customers available with the Group, the management reviews the credit-worthiness of its customers based on their financial position, past experience and other factors. The credit risk related to the trade receivables is managed / mitigated by each business unit, basis the Group's established policy and procedures, by setting appropriate payment terms and credit period, and by setting and monitoring internal limits on exposure to individual customers. The credit period provided by the Group to its customers generally ranges from 14-30 days except Airtel business segment wherein it ranges from 7-90 days.

The Group uses a provision matrix to measure the expected credit loss of trade receivables, which comprise a very large numbers of small balances. Refer note 9 for details on the impairment of trade receivables. Based on the industry practices and the business environment in which the entity operates, management considers that the trade receivables are credit impaired if the payments are more than 90 days past due.

The ageing analysis of trade receivables as of the reporting date is as follows:

Particulars	Neither past		Past due but not impaired			Total
	due nor impaired	Less than 30 days	30 to 60 Days	60 to 90 days	Above 90 days	
March 31, 2019	12,548	12,109	6,765	5,183	6,401	43,006
March 31, 2018	21,182	17,294	7,835	6,201	6,318	58,830

The Group performs on-going credit evaluations of its customers' financial condition and monitors the credit-worthiness of its customers to which it grants credit in its ordinary course of business. The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amount due. Where the financial asset has been written-off, the Group continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit and loss.

Financial instruments and cash deposits

The Group's treasury, in accordance with the board approved policy, maintains its cash and cash equivalents, deposits and investment in mutual funds & debt securities, and enters into derivative financial instruments - with banks, financial and other institutions, having good reputation and past track record, and high / sovereign credit rating. Similarly, counter-parties of the Group's other receivables carry either no or very minimal credit risk. Further, the Group reviews the credit-worthiness of the counter-parties (on the basis of its ratings, credit spreads and financial strength) of all the above assets on an on-going basis, and if required, takes necessary mitigation measures.

(v) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they become due. Accordingly, as a prudent liquidity risk management measure, the Group closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including bilateral loans, debt, and overdraft from both domestic and international banks at an optimized cost. It also enjoys strong access to domestic and international capital markets across debt and equity.

Moreover, the GSM regularly monitors the rolling forecasts of the entities' liquidity reserve (comprising of the amount of available un-drawn credit facilities and cash and cash equivalents) and the related requirements, to ensure they have sufficient cash on an on-going basis to meet operational needs while maintaining sufficient headroom at all times on its available un-drawn committed credit facilities, so that there is no breach of borrowing limits or relevant covenants on any of its borrowings. For details as to the debt securities & borrowings, refer note 18 & 19.

Based on past performance and current expectations, the Group believes that the cash and cash equivalents, cash generated from operations and available un-drawn credit facilities, will satisfy its working capital needs, capital expenditure, investment requirements, commitments and other liquidity requirements associated with its existing operations, through at least the next twelve months.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments:-

Particulars	As of March 31, 2019						Total
	Carrying amount	On demand	Less than 6 months	6 to 12 months	1 to 2 years	> 2 years	
Interest bearing debt securities and borrowings*	13,36,046	24,802	3,17,619	1,74,702	2,07,658	11,28,080	18,52,861
Other financial liabilities#	1,88,518	2,622	1,14,247	10,649	9,804	51,196	1,85,896
Trade payable	2,80,058	-	2,80,058	-	-	-	2,80,058
Financial liabilities (excluding derivatives)	18,04,622	27,424	7,11,924	1,85,351	2,17,462	11,79,276	23,18,815
Derivative assets	3,531	-	50	39	4	3,438	3,531
Derivative liabilities	(13,568)	-	(10,651)	(2,112)	(149)	(656)	(13,568)
Net derivatives	(10,037)	-	(10,601)	(2,073)	(145)	2,782	(10,037)

Particulars	As of March 31, 2018						Total
	Carrying amount	On demand	Less than 6 months	6 to 12 months	1 to 2 years	> 2 years	
Interest bearing debt securities and borrowings*	11,95,306	19,419	1,58,872	1,85,876	1,41,576	12,53,762	17,59,505
Debt origination cost	101	-	101	-	-	-	101
Other financial liabilities #	1,56,811	4,874	1,08,656	-	161	43,120	1,56,811
Trade payable	2,77,676	-	2,77,676	-	-	-	2,77,676
Financial liabilities (excluding derivatives)	16,29,894	24,293	5,45,305	1,85,876	1,41,737	12,96,882	21,94,093
Derivative assets	10,972	-	1,333	7,608	968	1,063	10,972
Derivative liabilities	(5,692)	-	(117)	(168)	(203)	(5,204)	(5,692)
Net derivatives	5,280	-	1,216	7,440	765	(4,141)	5,280

*It includes contractual interest payment based on interest rate prevailing at the end of the reporting period after adjustment for the impact of interest swaps, over the tenor of the borrowings.

#Interest accrued but not due has been included in interest bearing borrowings and excluded from other financial liabilities.

vi) Reconciliation of liabilities whose cash flow movements are disclosed as part of financing activities in the statement of cash flows:

Balance sheet caption	Statement of cash flow line item	April 1, 2018	Cash flows	Interest expense	Foreign exchange	Fair value changes	FCTR	Others	March 31, 2019
Debt securities/ Borrowings*	Proceeds / repayments of borrowings (Including short term)	7,08,468	95,008	-	(7,398)	-	22,888	10,036	8,29,002
Interest accrued but not due/ Derivate instrument	Interest and other finance charges paid	23,143	(78,338)	89,445	11,090	(5,590)	451	5,436	45,637

*It does not include deferred payment liabilities, finance lease obligations and bank overdraft but include obligations towards Africa tower sale and lease back transaction.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

2. Capital risk

The Group's objective while managing capital is to safeguard its ability to continue as a going concern (so that it is enabled to provide returns and create value for its shareholders, and benefits for other stakeholders), support business stability and growth, ensure adherence to the covenants and restrictions imposed by lenders and / or relevant laws and regulations, and maintain an optimal and efficient capital structure so as to reduce the cost of capital. However, the key objective of the Group's capital management is to, ensure that it maintains a stable capital structure with the focus on total equity, uphold investor; creditor and customer confidence, and ensure future development of its business activities. In order to maintain or adjust the capital structure, the Group may issue new shares, declare dividends, return capital to shareholders, etc.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions or its business requirements.

The Group monitors capital using a gearing ratio calculated as below:

	As of	
	March 31, 2019	March 31, 2018
Debt securities/Borrowings	13,02,545	11,66,892
Less: Cash and cash equivalents	62,204	47,937
Less: Term deposits with bank	273	2,119
Net debt	12,40,068	11,16,836
Equity	3,15,046	2,99,787
Total capital	3,15,046	2,99,787
Capital and net debt	15,55,114	14,16,623
Gearing ratio	79.74%	78.84%

39 Fair value of financial assets and liabilities

The category wise details as to the carrying value, fair value and the level of fair value measurement hierarchy of the Group's financial instruments are as follows:

Particulars	Level	As of			
		Carrying value		Fair value	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Financial assets					
FVTPL					
Derivatives					
- Currency swap, forward and option contracts	Level 2	346	8,541	346	8,541
- Interest swaps	Level 2	3,185	2,101	3,185	2,101
- Embedded derivatives	Level 2	-	330	-	330
Investments - quoted	Level 1	62,939	65,547	62,939	65,547
Investments - unquoted	Level 2	3,515	2,992	3,515	2,992
FVTOCI					
Investments - quoted	Level 1	2,112	2,391	2,112	2,391
Investments - unquoted	Level 2	-	3,904	-	3,904
Amortized cost					
Security deposits		16,452	9,703	16,452	9,703
Trade receivables		43,006	58,830	43,006	58,830
Cash and cash equivalents		62,204	49,603	62,204	49,603
Other bank balances		20,105	18,254	20,105	18,254
Other financials assets		23,575	33,280	23,575	33,280
		2,37,439	2,55,476	2,37,439	2,55,476

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Financials liabilities
FVTPL

Derivatives

- Currency swaps, forward and option contracts	Level 2	3,691	474	3,691	474
- Interest rate swaps	Level 2	9,579	5,210	9,579	5210
- Embedded derivatives	Level 2	298	8	298	8

Amortized cost

Borrowing-fixed rate	Level 1	2,54,194	4,14,407	2,56,985	4,27,293
Borrowing-fixed rate	Level 2	6,62,264	5,65,959	7,00,785	5,55,413
Borrowing-floating rate	Level 2	3,86,087	1,86,525	3,86,087	1,86,525
Trade payables	Level 2	2,80,031	2,77,676	2,80,031	2,77,676
Other financial liabilities	Level 2	2,22,019	1,85,328	2,22,019	1,85,328
		18,18,163	16,35,587	18,59,475	16,37,927

The following methods / assumptions were used to estimate the fair values:

- i. The carrying value of other bank balances, trade receivables, trade payables, short-term borrowings, floating-rate long-term borrowings, other current financial assets and liabilities approximate their fair value mainly due to the short-term maturities of these instruments/ buying subject to floating-rate.
- ii. Fair value of quoted financial instruments is based on quoted market price at the reporting date.
- iii. The fair value of non-current financial assets, long term borrowings and other financial liabilities is estimated by discounting future cash flows using current rates applicable to instruments with similar terms, currency, credit risk and remaining maturities.
- iv. The fair values of derivatives are estimated by using pricing models, wherein the inputs to those models are based on readily observable market parameters. The valuation models used by the Group reflect the contractual terms of the derivatives (including the period to maturity), and market-based parameters such as interest rates, foreign exchange rates, volatility etc. These models do not contain a high level of subjectivity as the valuation techniques used do not require significant judgement and inputs thereto are readily observable.

During the year ended March 31, 2019 and March 31, 2018 there were no transfers between Level 1 and Level 2 fair value measurement.

Following table describes the key input in the valuation (basis discounted cash flow technique) of level 2 financial assets / liabilities as of March 31, 2019 & March 31, 2018.

Financial assets / liabilities	Inputs used
Derivatives	
- Currency swaps, forward and option contracts	Forward currency exchange rates, interest rates
- Interest swaps	Prevailing / forward interest rates in market, interest rates
- Embedded derivatives	Forward currency exchange rates, interest rates
Investments	Prevailing interest rates in market, interest rates
Fixed rate borrowings	Prevailing interest rates in market, future payouts, interest rates

40 Other matters

In 1996, the Group had obtained the permission from DoT to operate its Punjab license through one of its wholly owned subsidiary. However DoT cancelled the permission to operate in April, 1996 and subsequently reinstated in March, 1998. Accordingly, for the period from April 1996 to March, 1998 ('blackout period') the license fee was disputed and not paid by the Group.

Subsequently, basis the demand from DoT in 2001, the Group paid the disputed license fee of Rs. 4,856 for blackout period under protest. Consequently, the license was restored subject to arbitrator's adjudication on the dispute. The arbitrator adjudicated the matter in favour of DoT, which was challenged by Bharti Airtel Limited before Hon'ble Delhi High Court. In 2012, Hon'ble Delhi High Court passed an order setting aside the arbitrator's award, which was challenged by DoT and is pending before its division bench. Meanwhile, Bharti Airtel Limited had filed a writ petition for recovery of the disputed license fee and interest thereto. However, the single bench, despite taking the view that Bharti Airtel Limited is entitled to refund, dismissed the

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

writ petition on the ground that the case is still pending with the larger bench. Bharti Airtel Limited therefore has filed appeal against the said order with division bench and is currently pending. DoT had also filed an appeal against the single judge order. Both these appeals are tagged together and are listed for final hearing. The Hon'ble court has directed both the parties to file comprehensive written submission.

TRAI vide Telecom Interconnect Usages Charges Regulation (Eleventh Amendment) 2015 has reduced the IUC charges for mobile termination charges to 14 paisa from 20 paisa and abolished the fixed-line termination charges. The Group has challenged the said Regulation before the Hon'ble Delhi High Court and the matter is currently pending.

41 Control assesment

In consolidated financial statements as at March 31, 2017, investment in BAL was accounted as an associate by applying equity method. On November 3, 2017, the Company acquired an additional stake of 4.6% in Bharti Airtel Limited ("BAL"), thereby increasing its overall stake to 50.1%.

The above acquisition was provisionally accounted using the step acquisition method on March 31, 2018. Accordingly, all the assets (including the intangible assets identified) and liabilities were measured at their provisional fair values as on the acquisition date and the purchase consideration was allocated to the net assets.

During the year, the management has reassessed the arrangement dated September 12, 2000 and subsequently amended on January 22, 2009 between BTL, Pastel Limited and Bharti Airtel Limited in accordance with requirements of Ind AS 110 and concluded that the Company was having control over BAL retrospectively and accordingly, comparative period consolidated financial statements have been restated. This has resulted in reversal of acquisition that was accounted at fair value during the year ended March 31, 2018 and reflecting consolidation adjustments assuming control over BAL was there retrospectively.

Impact of restatement balance sheet

Particulars	As of April 1, 2017		
	As restated	As previously reported	Adjustment
Financial assets	156,604	330,265	(173,661)
Investments	154,287	3,090	151,197
Others	2,038,080	119	2,037,961
Non-financial assets			
Total assets	2,348,971	333,474	2,015,497
Financial liabilities			
Non-financial liabilities	1,452,369	-	1,452,369
Equity attributable to owners of the parent	137,160	296	136,864
Non-controlling interest	322,921	333,178	(10,257)
Total liabilities and equity	436,522	-	436,522
	2,348,972	333,474	2,015,498

Impact of restatement balance sheet

Particulars	As of March 31, 2018		
	As restated	As previously reported	Adjustment
Intangible assets under development	45,423	30,922	14,501
Goodwill	3,28,070	5,85,669	(2,57,599)
Other intangible assets	8,37,855	11,72,294	(3,34,439)
Other non-financial assets	1,39,700	1,39,699	1
Total non-financials assets	21,64,767	27,42,303	(5,77,536)
Deferred tax liabilities (net)	10,606	1,23,434	(1,12,828)
Total non-financial liabilities	10,606	1,23,434	(1,12,828)
Total liabilities	10,606	1,23,434	(1,12,828)
Other equity	2,73,678	7,74,856	(5,01,178)
Equity attributable to owners of the parent	2,73,678	7,74,856	(5,01,178)
Non-controlling interest	4,31,192	3,94,720	36,472
Total equity	4,31,192	3,94,720	36,472

Above adjustment are due to fair value adjustment done in 2017-18, which has now been revised.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

Profit & loss statement:

Particulars	For the year end March 31, 2018		
	As restated	As previously reported	Adjustment
Revenue from operations	8,27,235	3,34,755	4,92,480
Dividend income form mutual funds	-	1,062	(1,062)
Total revenue from operations	8,27,235	3,34,755	4,92,480
Other income	15,028	8,429	6,599
Share of profit of associates and joint ventures (net)	10,609	5,815	4,794
Total income	8,52,872	3,48,999	5,03,873
Expenses			
Finance costs	95,748	42,619	53,129
Network operating expenses	1,97,520	79,068	1,18,452
Access charges	90,446	33,739	56,707
License fee/ spectrum charges	75,558	29,113	46,445
Employee benefits expenses	39,771	16,256	23,515
Sales and marketing expenses	45,275	21,399	23,876
Depreciation, amortization and impairment	1,92,431	1,28,347	64,084
Non-operating expenses	141	192	(51)
Other expenses	77,045	32,288	44,757
Total expenses	8,13,935	3,83,021	4,30,914
Profit/(loss) before exceptional items and tax	38,937	(34,022)	72,959
Exceptional items (net)	7,931	(4,61,960)	4,69,891
Profit/(loss) before tax	31,006	4,27,938	(3,96,932)
Tax expense / (credit)			
Current tax	20,324	5,723	14,601
Deferred tax	(7,668)	(22,637)	14,969
Profit/(loss) for the year	18,350	4,44,852	(4,26,502)
Other comprehensive income ('OCI')			
Items to be reclassified subsequently to profit or loss :			
Net losses due to foreign currency translation differences	(7,181)	(9,330)	2,149
Net losses on net investment hedge	(8,024)	(5,934)	(2,090)
Net gains on cash flow hedge	809	-	809
Net gains on fair value through OCI investments	129	714	(585)
Tax charge/(credit)	(122)	108	(230)
	(14,389)	(14,442)	53
Items not to be reclassified to profit or loss :	-	-	-
Re-measurement gains / (losses) on defined benefit plans	205	205	-
Share of OCI of joint ventures and associates	18	18	-
Tax (charge) / credit	(29)	(29)	-
	194	194	-
Other comprehensive loss for the year	(14,195)	(14,248)	53
Total comprehensive income / (loss) for the year	4,155	4,30,604	(4,26,449)

Above adjustment is due to consolidation of full year profit & loss compared profit & loss from November 03, 2017 to March 31, 2018 considered during the previous year.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

42 Additional information as required under Schedule III of the Companies Act, 2013
Table 1 - Details pertaining to share in net assets, profit or loss and total comprehensive income

S. No.	Name of the entity / Principal activities	% of shareholding as at March 31, 2019 and 2018(Refer note 1 and 2)	Principal place of operation / country of incorporation	March 31, 2019					
				Net Assets ('N A'), i.e., total assets minus total liabilities		Share in profit or loss('P&L')		Share in total comprehensive income ('TCI')	
				As % of consolidated N A	Amount	As % of consolidated P&L	Amount	As % of TCI	Amount
	Parent								
1	Bharti Telecom Limited	100%	India	12.02%	96,515	-137.23%	5,797	-62.08%	5,797
	Subsidiaries								
	A. Indian								
	- Telecommunication services								
1	Bharti Airtel Limited	50.10%	India	61.38%	4,92,780	432.97%	(18,290)	194.85%	(18,194)
2	Bharti Hexacom Limited	35.07%	India	3.60%	28,896	170.92%	(7,220)	77.29%	(7,217)
3	Nxtra Data Limited	50.10%	India	0.03%	235	-11.21%	473	-5.08%	474
4	Smartx Services Limited	26.809% ^(a)	India	0.00%	(1)	0.89%	(37)	0.40%	(37)
5	Telesonic Networks Limited	50.10%	India	0.05%	381	-3.44%	145	-1.57%	146
6	Wynk Limited	50.10%	India	0.03%	246	1.45%	(61)	0.66%	(61)
7	Bharti Digital Networks Private Limited (Formerly known as Tikona Digital Networks Private Limited)	50.10%	India	-0.89%	(7,108)	8.97%	(379)	4.06%	(379)
	- Direct To Home services								
1	Bharti Telemedia Limited	40.08% ^(a)	India	-0.72%	(5,759)	-319.53%	13,498	-144.59%	13,501
	- Infrastructure sharing services								
1	Bharti Infratel Limited	26.809% ^(a)	India	6.21%	49,830	-313.55%	13,245	-141.62%	13,224
	- Investment Company								
1	Nettle Infrastructure Investments Limited	50.10%	India	-0.68%	(5,443)	-259.91%	10,979	72.69%	(6,787)
	- Mobile commerce services								
1	Airtel Payments Bank Limited (Has become associate w.e.f 25th Oct, 2018)	40.13%	India	0.00%	-	43.76%	(1,849)	19.82%	(1,851)
	- Other								
1	Bharti Airtel Services Limited	50.10%	India	-0.02%	(144)	-0.52%	22	-0.32%	30
2	Airtel International LLP (incorporated w.e.f. March 27, 2019)	50.10%	India	0.00%	-	0.00%	-	0.00%	-
	- Uplinking channels for broadcasters								
1	Indo Teleports Limited	50.10%	India	-0.04%	(296)	0.73%	(31)	0.33%	(31)
	B. Foreign								
	- Infrastructure sharing services								
1	Africa Towers Services Limited #	50.10%	Kenya	0.00%	0	0.01%	(1)	0.01%	(1)
2	Congo RDC Towers S.A.	50.10%	Democratic Republic of Congo	-0.04%	(300)	-0.03%	1	-0.01%	1
3	Gabon Towers S.A. ##	49.073% ^(a)	Gabon	0.00%	(1)	0.00%	(0)	0.00%	(0)

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

S. No.	Name of the entity /	% of shareholding as at March 31, 2019 and 2018(Refer note 1 and 2)	Principal place of operation / country of incorporation	March 31, 2019					
				Net Assets ('N A'), i.e., total assets minus total liabilities		Share in profit or loss('P&L')		Share in total comprehensive income ('TCI')	
				As % of consolidated N A	Amount	As % of consolidated P&L	Amount	As % of TCI	Amount
4	Madagascar Towers S.A.	50.10%	Madagascar	0.04%	296	-7.71%	326	-3.49%	326
5	Malawi Towers Limited	50.10%	Malawi	-0.02%	(154)	-41.22%	1,741	-18.65%	1,741
6	Tanzania Towers Limited	30.06%	Tanzania	0.00%	(17)	0.04%	(1)	0.02%	(1)
	- Investment Company								
1	Africa Towers N.V.	50.10%	Netherlands	-0.03%	(276)	1.86%	(79)	0.84%	(79)
2	Airtel Mobile Commerce B.V.	50.10%	Netherlands	-0.01%	(45)	0.75%	(32)	0.34%	(32)
3	Airtel Mobile Commerce Holdings B.V.	50.10%	Netherlands	0.00%	1	0.00%	-	0.00%	-
4	Airtel Africa Mauritius Limited (incorporated w.e.f. June 28, 2018)	50.10%	Mauritius	9.19%	73,768	0.01%	(1)	0.01%	(1)
5	Airtel Africa Limited (incorporated w.e.f. July 12, 2018)	34.223% ⁽ⁱⁱⁱ⁾	United Kingdom	15.14%	1,21,541	-4.30%	181	-1.94%	181
6	Airtel Mobile Commerce Nigeria B.V.(incorporated w.e.f. 5th December, 2018)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
7	Airtel Mobile Commerce (Seychelles) B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
8	Airtel Mobile Commerce Congo B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
9	Airtel Mobile Commerce Kenya B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
10	Airtel Mobile Commerce Madagascar B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
11	Airtel Mobile Commerce Malawi B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
12	Airtel Mobile Commerce Rwanda B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
13	Airtel Mobile Commerce Tchad B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
14	Airtel Mobile Commerce Uganda B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
15	Airtel Mobile Commerce Zambia B.V. (incorporated w.e.f. 29th January, 2019)	50.10%	Netherlands	0.00%	(0)	0.00%	-	0.00%	-
16	Bharti Airtel Africa B.V.	50.10%	Netherlands	6.53%	52,428	-93.42%	3,946	-42.26%	3,946
17	Bharti Airtel Burkina Faso Holdings B.V.#	50.10%	Netherlands	0.00%	(0)	1181.49%	(49,909)	534.51%	(49,909)
18	Bharti Airtel Chad Holdings B.V.	50.10%	Netherlands	-0.02%	(144)	-9.86%	417	-4.46%	417
19	Bharti Airtel Congo Holdings B.V.	50.10%	Netherlands	0.41%	3,287	-1.78%	75	-0.80%	75
20	Bharti Airtel Developers Forum Limited	48.28%	Zambia	0.00%	-	0.00%	-	0.00%	-

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

S. No.	Name of the entity /	% of shareholding as at March 31, 2019 and 2018(Refer note 1 and 2)	Principal place of operation / country of incorporation	March 31, 2019					
				Net Assets ('N A'), i.e., total assets minus total liabilities		Share in profit or loss('P&L')		Share in total comprehensive income ('TCI')	
				As % of consolidated N A	Amount	As % of consolidated P&L	Amount	As % of TCI	Amount
21	Bharti Airtel Holding (Mauritius) Limited (incorporated w.e.f. June 27, 2018)	50.10%	Mauritius	0.70%	5,607	0.01%	(1)	0.01%	(1)
22	Bharti Airtel Overseas (Mauritius) Limited (incorporated w.e.f. June 28, 2018)	50.10%	Mauritius	0.36%	2,901	0.01%	(1)	0.01%	(1)
23	Bharti Airtel Gabon Holdings B.V.	50.10%	Netherlands	0.57%	4,548	-1.84%	78	-0.83%	78
24	Bharti Airtel International (Mauritius) Limited	50.10%	Mauritius	1.06%	8,490	-13.19%	557	-5.97%	557
25	Bharti Airtel International (Netherlands) B.V.	50.10%	Netherlands	26.91%	2,16,002	-132.27%	5,587	-59.84%	5,587
26	Bharti Airtel Kenya B.V.	50.10%	Netherlands	-1.23%	(9,853)	67.83%	(2,865)	30.68%	(2,865)
27	Bharti Airtel Kenya Holdings B.V.	50.10%	Netherlands	-0.19%	(1,492)	3.42%	(144)	1.55%	(144)
28	Bharti Airtel Madagascar Holdings B.V.	50.10%	Netherlands	-0.24%	(1,967)	24.40%	(1,031)	11.04%	(1,031)
29	Bharti Airtel Malawi Holdings B.V.	50.10%	Netherlands	0.11%	895	-31.81%	1,344	-14.39%	1,344
30	Bharti Airtel Mali Holdings B.V.	50.10%	Netherlands	0.00%	25	0.55%	(23)	0.25%	(23)
31	Bharti Airtel Niger Holdings B.V.	50.10%	Netherlands	0.86%	6,881	-36.18%	1,528	-16.37%	1,528
32	Bharti Airtel Nigeria B.V.	50.10%	Netherlands	-4.75%	(38,140)	172.59%	(7,291)	78.08%	(7,291)
33	Bharti Airtel Nigeria Holdings II B.V.	50.10%	Netherlands	-0.01%	(57)	0.00%	(0)	0.00%	(0)
34	Bharti Airtel RDC Holdings B.V.	50.10%	Netherlands	-0.06%	(479)	67.92%	(2,869)	30.73%	(2,869)
35	Bharti Airtel Rwanda Holdings Limited	50.10%	Mauritius	0.00%	(10)	5.10%	(215)	2.31%	(215)
36	Bharti Airtel Services B.V.	50.10%	Netherlands	-0.03%	(260)	1.16%	(49)	0.53%	(49)
37	Bharti Airtel Tanzania B.V.	50.10%	Netherlands	-0.25%	(2,004)	-27.42%	1,158	-12.40%	1,158
38	Bharti Airtel Uganda Holdings B.V.	50.10%	Netherlands	-0.43%	(3,488)	-89.74%	3,791	-40.60%	3,791
39	Bharti Airtel Zambia Holdings B.V.	50.10%	Netherlands	2.13%	17,129	-75.04%	3,170	-33.95%	3,170
40	Celtel (Mauritius) Holdings Limited	50.10%	Mauritius	0.17%	1,359	-5.57%	235	-2.52%	235
41	Channel Sea Management Company (Mauritius) Limited	50.10%	Mauritius	0.00%	17	0.03%	(1)	0.01%	(1)
42	Indian Ocean Telecom Limited	50.10%	Jersey	0.08%	649	-11.63%	491	-5.26%	491
43	Montana International	50.10%	Mauritius	0.00%	(8)	0.01%	(0)	0.00%	(0)
44	Partnership Investments Sarl	50.10%	Democratic Republic of Congo	0.00%	-	0.00%	-	0.00%	-
45	Société Malgache de Téléphone Cellulaire S.A.	50.10%	Mauritius	0.01%	59	0.02%	(1)	0.01%	(1)
46	Bharti Airtel International (Mauritius) Investments Limited	50.10%	Mauritius	0.00%	(0)	0.02%	(1)	0.01%	(1)
	- Mobile commerce services								
1	Airtel Mobile Commerce (Kenya) Limited	50.10%	Kenya	0.00%	0	0.00%	-	0.00%	-
2	Airtel Mobile Commerce (Seychelles) Limited	50.10%	Seychelles	0.00%	(17)	0.06%	(3)	0.03%	(3)
3	Airtel Mobile Commerce (Tanzania) Limited	50.10%	Tanzania	0.00%	0	0.00%	-	0.00%	-
4	Airtel Mobile Commerce Limited	50.10%	Malawi	0.00%	0	0.00%	-	0.00%	-

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

S. No.	Name of the entity /	% of shareholding as at March 31, 2019 and 2018(Refer note 1 and 2)	Principal place of operation / country of incorporation	March 31, 2019					
				Net Assets ('N A'), i.e., total assets minus total liabilities		Share in profit or loss('P&L')		Share in total comprehensive income ('TCI')	
				As % of consolidated N A	Amount	As % of consolidated P&L	Amount	As % of TCI	Amount
5	Airtel Mobile Commerce Madagascar S.A.	50.10%	Madagascar	0.00%	34	-0.78%	33	-0.35%	33
6	Airtel Mobile Commerce Rwanda Limited	50.10%	Rwanda	0.00%	0	0.00%	-	0.00%	-
7	Airtel Mobile Commerce Tchad S.a.r.l.	50.10%	Chad	0.00%	0	0.00%	-	0.00%	-
8	Airtel Mobile Commerce Uganda Limited	50.10%	Uganda	0.00%	0	0.00%	-	0.00%	-
9	Airtel Mobile Commerce Zambia Limited	50.10%	Zambia	0.00%	15	-12.44%	526	-5.63%	526
10	Airtel Money (RDC) S.A.	50.10%	Democratic Republic of Congo	0.05%	417	-15.96%	674	-7.22%	674
11	Airtel Money Niger S.A.	45.09%	Niger	0.00%	37	-3.02%	127	-1.37%	127
12	Airtel Money S.A. (Gabon)	50.10%	Gabon	0.06%	476	-19.47%	823	-8.81%	823
13	Airtel Money Transfer Limited	50.10%	Kenya	0.00%	7	0.00%	(0)	0.00%	(0)
14	Mobile Commerce Congo S.A.	50.10%	Congo Brazzaville	0.00%	1	0.00%	-	0.00%	-
15	Airtel Money Tanzania Limited	30.08%	Tanzania	0.00%	(0)	0.01%	(0)	0.01%	(0)
16	Airtel Mobile Commerce Nigeria Limited	45.8768% ^(iv)	Nigeria	0.00%	-	0.00%	-	0.00%	-
- Submarine Cable System									
1	Network i2i Limited	50.10%	Mauritius	7.20%	57,815	-7.52%	318	-3.40%	318
- Telecommunication services									
1	Airtel (Seychelles) Limited	50.10%	Seychelles	0.03%	264	-4.36%	184	-1.97%	184
2	Airtel Congo (RDC) S.A.	49.35%	Democratic Republic of Congo	-3.59%	(28,828)	-42.11%	1,779	-19.05%	1,779
3	Airtel Congo S.A.	45.09%	Congo Brazzaville	-0.60%	(4,841)	26.95%	(1,139)	12.19%	(1,139)
4	Airtel Gabon S.A.	49.073% ^(iv)	Gabon	-0.29%	(2,354)	-14.29%	604	-6.47%	604
5	Airtel Madagascar S.A.	50.10%	Madagascar	-0.46%	(3,675)	36.78%	(1,553)	16.64%	(1,553)
6	Airtel Malawi Limited	50.10%	Malawi	0.05%	398	-7.92%	335	-3.58%	335
7	Airtel Networks Kenya Limited @	50.10%	Kenya	-1.85%	(14,873)	46.59%	(1,968)	21.08%	(1,968)
8	Airtel Networks Limited	45.9768% ^(iv)	Nigeria	0.65%	5,226	-636.33%	26,880	-287.88%	26,880
9	Airtel Rwanda Limited	50.10%	Rwanda	-1.03%	(8,263)	78.46%	(3,314)	35.50%	(3,314)
10	Airtel Tanzania Public Limited Company (Formerly known as Airtel Tanzania Limited)	30.06%	Tanzania	-1.83%	(14,657)	31.91%	(1,348)	14.43%	(1,348)
11	Airtel Tchad S.A.	50.10%	Chad	-0.35%	(2,780)	14.23%	(601)	6.44%	(601)
12	Airtel Uganda Limited	50.10%	Uganda	0.21%	1,670	-157.62%	6,658	-71.31%	6,658
13	Bharti Airtel (France) SAS	50.10%	France	0.04%	292	-5.26%	222	-2.38%	222
14	Bharti Airtel (Hong Kong) Limited	50.10%	Hong Kong	0.01%	92	-4.05%	171	-1.83%	171
15	Bharti Airtel (Japan) Private Limited	50.10%	Japan	0.00%	2	0.04%	(2)	0.02%	(2)
16	Bharti Airtel (UK) Limited	50.10%	United Kingdom	0.05%	416	-5.92%	250	-2.68%	250
17	Bharti Airtel (USA) Limited	50.10%	United States of America	0.05%	434	-3.57%	151	-1.62%	151
18	Bharti Airtel Lanka (Private) Limited	50.10%	Sri Lanka	-0.02%	(160)	38.39%	(1,622)	17.42%	(1,627)

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

S. No.	Name of the entity /	% of shareholding as at March 31, 2019 and 2018(Refer note 1 and 2)	Principal place of operation / country of incorporation	March 31, 2019					
				Net Assets ('N A'), i.e., total assets minus total liabilities		Share in profit or loss('P&L')		Share in total comprehensive income ('TCI')	
				As % of consolidated N A	Amount	As % of consolidated P&L	Amount	As % of TCI	Amount
19	Bharti International (Singapore) Pte. Ltd.	50.10%	Singapore	0.90%	7,248	8.34%	(352)	3.77%	(352)
20	CelTel Niger S.A.	45.09%	Niger	0.02%	134	22.84%	(965)	10.33%	(965)
21	Airtel Networks Zambia Plc	48.28%	Zambia	-0.10%	(774)	-1.96%	83	-0.89%	83
22	Tigo Rwanda Limited (merged with Airtel Rwanda Ltd w.e.f July 3, 2018)	50.10%	Rwanda	0.00%	-	-1.61%	68	-0.73%	68
	Minority interests in all subsidiaries			60.76%	4,87,728	350.91%	(14,823)	74.66%	(6,972)
	Associates (Investment as per the equity method)								
	A. Indian								
	- Financial services								
1	Seynse Technologies Private Limited	11.29%	India	0.03%	205	0.39%	(16)	0.18%	(16)
	- Mobile commerce services								
1	Airtel Payments Bank Limited (W.e.f 25th Oct, 2018)	40.13%	India	1.28%	10,283	29.23%	(1,235)	13.22%	(1,235)
	- Others								
1	Juggernaut Books Private Limited	9.6943% ^(vi)	India	0.01%	108	0.23%	(10)	0.10%	(10)
	B. Foreign								
	- Submarine cable system								
1	Seychelles Cable Systems Company Limited	13.03%	Seychelles	0.03%	230	0.16%	(7)	0.07%	(7)
	- Telecommunication services								
1	Robi Axiata Limited	12.53%	Bangladesh	2.98%	23,886	-28.24%	1,193	-12.67%	1,183
	A. Indian								
	- Passive infrastructure services								
1	Indus Towers Limited	11.26%	India	6.54%	52,482	-210.18%	8,879	-95.06%	8,876
	- Telecommunication services								
1	FireFly Networks Limited	25.05%	India	0.00%	3	-0.01%	0	0.00%	0
	B. Foreign								
	- Provision of regional mobile services								
1	Bridge Mobile Pte Limited	5.01%	Singapore	0.01%	66	-0.10%	4	-0.04%	4
	- Telecommunication services								
1	Bharti Airtel Ghana Holdings B.V.	25.05%	Netherlands	0.21%	1,676	124.35%	(5,253)	56.26%	(5,253)
	Inter-company eliminations / adjustments on consolidation			-108.99%	(8,74,968)	-85.74%	3,622		8,346
	Total			100%	8,02,774	100%	(4,224)	100%	(9,342)

Notes:
1 - Changes in shareholding during the year ended March 31, 2019:

- The Company has reduced its shareholding effective to 26.808% (26.823% in March 31, 2018) during the year ended March 31, 2019.
- The Company has reduced its shareholding to 40.08% (47.595% in March 31, 2018) during the year ended March 31, 2019.
- The Company has reduced its shareholding to 34.2233% during the year ended March 31, 2019.
- The Company has increased its shareholding to 45.9767% (41.708% in March 31, 2018) during the year ended March 31, 2019.
- The Company has increased its shareholding to 49.07% (45.09% in March 31, 2018) during the year ended March 31, 2019.
- The Company has increased its shareholding to 9.684% (5.365% in March 31, 2018) during the year ended March 31, 2019.

Notes to the Consolidated Financials Statements for the year ended March 31, 2019

(All amounts are in millions of Indian Rupees - "Rs" unless stated otherwise)

2 - Others

Liquidated during the year ended March 31, 2019

Under liquidation

@ The Group also holds 50.10% preference shareholding in the Company. The preference shares do not carry any voting rights.

The figures which are appearing as '0' are result of rounding off.

43 Table 1 - Details pertaining to share in other comprehensive income

S. No.	Name of the entity	% of shareholding as at March 31, 2019 and 2018 (Refer note 1 and 2)	Principal place of operation / country of incorporation	March 31, 2019	
				Share in other comprehensive income ('OCI')	
				As % of OCI	Amount
1	Parent Bharti Telecom Limited	100.00%	India	0.00%	-
	Subsidiaries				
	- Indian				
	- Telecommunication services				
1	Bharti Airtel Limited	50.10%	India	-1.88%	96
2	Bharti Hexacom Limited	35.07%	India	-0.06%	3
3	Nxtra Data Limited	50.10%	India	-0.02%	1
4	Telesonic Networks Limited	50.10%	India	-0.02%	1
5	Wynk Limited	50.10%	India	0.00%	(0)
	- Direct To Home services				
1	Bharti Telemedia Limited	40.08% ⁽ⁱⁱ⁾	India	-0.06%	3
	- Infrastructure sharing services				
1	Bharti Infratel Limited	26.81% ⁽ⁱⁱ⁾	India	0.41%	(21)
	- Investment Company				
1	Nettle Infrastructure Investments Limited	50.10%	India	347.12%	(17,766)
	- Other				
1	Bharti Airtel Services Limited	50.10%	India	-0.16%	8
	- Mobile commerce services				
	Airtel Payments Bank Limited (Has become associate w.e.f 25th Oct, 2018)	40.13%	India	0.05%	(3)
	- Foreign				
	- Telecommunication services				
1	Bharti Airtel Lanka (Private) Limited	50.10%	Sri Lanka	0.10%	(5)
	Minority Interests in all subsidiaries				
	Associates (Investment as per the equity method)				
	A. Foreign				
	- Telecommunication services				
1	Robi Axiata Limited	12.53%	Bangladesh	0.19%	(10)
	Joint Ventures (Investment as per the equity method)				
	A. Indian				
	- Passive infrastructure services				
1	Indus Towers Limited	11.26% ⁽ⁱⁱ⁾	India	0.05%	(2)
	Inter-company eliminations / adjustments on consolidation			-92.31%	4,725
	Total			100%	(5,118)

Salient features of the financial statement of subsidiaries, associates and joint ventures for the year ended March 31, 2019, pursuant to Section 129 (3) of the Companies Act 2013

Part A - Subsidiaries

INR in Million

S. No.	Name of the Subsidiary	Date on which subsidiary was acquired / incorporated	Country of Registration	Reporting Currency	Reporting Period	Financial Year End	Exchange Rate as of March 31, 2019	Share Capital	Reserves	Total Assets	Total Liabilities	Investments*	Turnover	Profit/ (Loss) Before Taxation	Provision for Taxation	Profit/ (Loss) After Taxation	Proposed Dividend**	Capital Expenditure during the reporting period @	Community Contribution @ ^	% of share-holding
1	Bharti Airtel Limited	July 07, 1995	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	19,987	9,63,606	22,26,855	12,43,262	27,235	4,96,080	(62,037)	(33,747)	(18,290)	-	2,28,087	458	50.10%
2	Bharti Airtel (France) SAS	June 9, 2010	France	EUR	Apr'18 to Mar'19	March 31, 2019	77.63	1	581	2,887	2,105	-	2,301	333	111	222	-	165	-	100%
3	Bharti Airtel (Hong Kong) Limited	October 12, 2006	Hong Kong	HKD	Apr'18 to Mar'19	March 31, 2019	8.81	44	141	495	311	-	576	200	31	169	-	9	-	100%
4	Bharti Airtel (Japan) Private Limited	April 5, 2010	Japan	JPY	Apr'18 to Mar'19	March 31, 2019	0.62	0	5	28	23	-	25	(2)	0	(2)	-	-	-	100%
5	Bharti Airtel Services Limited	March 26, 2001	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	1	(283)	3,555	3,837	-	3,646	78	56	22	-	626	6	100%
6	Bharti Airtel (UK) Limited	August 29, 2006	United Kingdom	GBP	Apr'18 to Mar'19	March 31, 2019	90.09	30	801	4,862	4,031	-	30,863	307	60	248	-	209	-	100%
7	Bharti Airtel (USA) Limited	September 12, 2006	United States of America	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	866	1,387	522	-	1,546	136	(15)	150	-	147	-	100%
8	Bharti International (Singapore) Pte Ltd	March 18, 2010	Singapore	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1,35,801	(1,20,713)	42,526	27,438	26,497	8,411	(237)	119	(358)	-	377	-	100%
9	Bharti Airtel International (Mauritius) Limited	April 6, 2010	Mauritius	USD	Apr'18 to Mar'19	March 31, 2019	69.16	2,49,303	(2,32,358)	16,958	13	-	571	568	17	551	-	-	-	100%
10	Bharti Airtel Lanka (Private) Limited	March 29, 2007	Sri Lanka	LKR	Apr'18 to Mar'19	March 31, 2019	0.39	23,117	(23,436)	6,774	7,093	-	4,436	(1,599)	23	(1,622)	-	1,477	-	100%
11	Bharti Hexacom Limited	May 18, 2004	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	2,500	55,176	1,13,407	55,731	0	36,136	(11,228)	(4,008)	(7,220)	-	14,109	46	70%
12	Indo Teleports Limited	March 4, 2009	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	230	(821)	298	889	-	275	(31)	-	(31)	-	2	-	100%
13	Bharti Infotel Limited	November 30, 2006	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	18,496	1,38,147	1,80,639	24,196	1,08,392	68,217	36,651	8,861	27,790	16,723	9,037	545	53.51%
14	Smatrix Services Limited	September 21, 2015	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	30	(21)	325	316	-	53	(35)	(9)	(26)	-	72	-	53.51%
15	Bharti Telemedia Limited	June 5, 2007	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	5,102	(16,596)	41,018	52,512	-	41,001	5,031	(8,467)	13,498	-	8,678	37	80%
16	Network i2i Limited	September 28, 2007	Mauritius	USD	Apr'18 to Mar'19	March 31, 2019	69.16	87,649	28,380	2,44,086	1,28,057	3,337	5,145	362	31	332	-	7,360	-	100%
17	Telesonic Networks Limited	February 5, 2013	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	939	(175)	4,356	3,592	-	8,839	249	102	146	-	233	1	100%
18	Nxta Data Limited	July 2, 2013	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	90	378	15,655	15,187	4	8,506	789	316	473	-	3,656	-	100%
19	Wynk Limited	January 13, 2015	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	1	490	2,449	1,958	-	6,130	(93)	(33)	(60)	-	247	-	100%
20	Netlie Infrastructure Investments Limited (formerly known as Netlie Developers Limited)	March 14, 2017	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	1	(10,864)	1,29,118	1,39,982	475	1,266	10,979	-	10,979	-	-	-	100%

S. No.	Name of the Subsidiary	Date on which subsidiary was acquired / incorporated	Country of Registration	Reporting Currency	Reporting Period	Financial Year End	Exchange Rate as of March 31, 2019	Share Capital	Reserves	Total Assets	Total Liabilities	Investments*	Turnover	Profit (Loss) Before Taxation	Provision for Taxation	Profit (Loss) After Taxation	Proposed Dividend**	Capital Expenditure during the reporting period@	Community Contribution @ ^	% of share-holding
21	Bharti Airtel International (Mauritius) Investments Limited	March 26, 2018	Mauritius	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	(1)	1	1	-	-	(1)	-	(1)	-	-	-	100%
22	Bharti Digital Networks Private Limited (Formerly known as Tikona Digital Networks Private Limited)	August 24, 2017	India	INR	Apr'18 to Mar'19	March 31, 2019	1.00	21	5,573	19,834	14,240	-	-	(373)	-	(373)	-	5,266	-	100%
23	Bharti Airtel Holding (Mauritius) Limited	June 27, 2018	Mauritius	USD	Apr'18 to Mar'19	March 31, 2019	69.16	11,066	(1)	11,066	-	-	-	(1)	-	(1)	-	-	-	100%
24	Bharti Airtel Overseas (Mauritius) Limited	June 28, 2018	Mauritius	USD	Apr'18 to Mar'19	March 31, 2019	69.16	11,065	(1)	11,065	-	11,065	-	(1)	-	(1)	-	-	-	100%
25	Airtel Africa Mauritius Limited	June 28, 2018	Mauritius	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1,45,579	(1)	1,45,579	1	-	-	(1)	-	(1)	-	-	-	100%
26	Bharti Airtel International (Netherlands) B.V.	March 19, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1,63,167	3,96,492	7,75,913	2,16,253	-	-	6,121	537	5,584	-	-	277	100%
27	Bharti Airtel Africa B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	39	1,05,467	4,13,799	3,08,294	-	-	2,730	(3)	2,733	-	-	-	100%
28	Bharti Airtel Chad Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	499	14,510	14,009	-	-	389	-	389	-	-	-	100%
29	Airtel Tchad S.A.	June 8, 2010	Chad	XAF	Jan'18 to Dec'18	December 31, 2018	0.12	3,290	(8,327)	11,033	16,070	-	7,637	170	(41)	211	-	1,247	0	100%
30	Bharti Airtel Gabon Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	9,461	5,166	(4,297)	-	-	74	-	74	-	-	-	100%
31	Airtel Gabon S.A.	June 8, 2010	Gabon	XAF	Jan'18 to Dec'18	December 31, 2018	0.12	710	(5,344)	10,479	15,113	-	9,506	2,005	1,395	611	-	1,070	(2)	90%
32	Bharti Airtel Congo Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	6,771	12,807	6,035	-	-	63	-	63	-	-	-	100%
33	Airtel Congo S.A.	June 8, 2010	Congo Brazzaville	XAF	Jan'18 to Dec'18	December 31, 2018	0.12	615	(9,789)	12,065	21,239	-	9,193	(278)	127	(405)	-	2,122	1	90%
34	Bharti Airtel RDC Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	(929)	60,276	61,204	-	-	(2,839)	-	(2,839)	-	-	-	100%
35	Airtel Congo (RDC) S.A.	June 8, 2010	Democratic Republic of Congo	CDF	Jan'18 to Dec'18	December 31, 2018	0.04	24	(56,710)	24,936	81,623	-	19,157	1,407	141	1,267	-	2,749	(2)	98.50%
36	Bharti Airtel Mali Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	190	686	495	-	-	(23)	-	(23)	-	-	-	100%
37	Bharti Airtel Kenya Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	(2,978)	78,695	81,672	-	-	(143)	-	(143)	-	-	-	100%
38	Bharti Airtel Kenya B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	2	(11,665)	67,806	79,470	-	-	(2,834)	-	(2,834)	-	-	-	100%
39	Airtel Networks Kenya Limited #	June 6, 2010	Kenya	KES	Jan'18 to Dec'18	December 31, 2018	0.69	17,312	(43,685)	21,736	48,110	-	14,066	(2,156)	(202)	(1,954)	-	5,012	5	100%
40	Bharti Airtel Malawi Holdings B.V.	June 6, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	1,911	2,458	546	-	-	1,534	153	1,381	-	-	-	100%
41	Airtel Malawi Limited	June 8, 2010	Malawi	MWK	Jan'18 to Dec'18	December 31, 2018	0.09	0	1,731	7,842	6,111	11	9,834	3,267	1,201	2,066	-	1,910	2	100%

S. No.	Name of the Subsidiary	Date on which subsidiary was acquired / incorporated	Country of Registration	Reporting Currency	Reporting Period	Financial Year End	Exchange Rate as of March 31, 2019	Share Capital	Reserves	Total Assets	Total Liabilities	Investments	Turnover	Profit (Loss) Before Taxation	Provision for Taxation	Profit (Loss) After Taxation	Proposed Dividend**	Capital Expenditure during the reporting period@	Community Contribution @ ^	% of share-holding
42	Bharti Airtel Niger Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	14,077	14,078	0	-	-	1,734	180	1,554	-	-	-	100%
43	Celitel Niger S.A.	June 8, 2010	Niger	XOF	Jan'18 to Dec'18	December 31, 2018	0.12	178	184	15,852	15,491	-	10,392	96	(59)	154	-	362	(9)	90%
44	Airtel Networks Zambia Plc	June 8, 2010	Zambia	ZMW	Jan'18 to Dec'18	December 31, 2018	5.88	6	(73)	12,777	12,844	-	11,999	1,310	941	369	-	3,596	(2)	96.36%
45	Bharti Airtel Uganda Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	(6,624)	3,761	10,384	-	-	3,623	-	3,623	-	-	-	100%
46	Airtel Uganda Limited	June 8, 2010	Uganda	UGS	Jan'18 to Dec'18	December 31, 2018	0.02	26	2,757	35,635	32,862	-	23,594	8,045	1,635	6,410	-	3,639	2	100%
47	Bharti Airtel Tanzania B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	2	(3,591)	35,061	38,651	-	-	1,081	-	1,081	-	-	-	100%
48	Airtel Tanzania Public Limited Company (formerly known as Airtel Tanzania Limited)	June 8, 2010	Tanzania	TZS	Jan'18 to Dec'18	December 31, 2018	0.03	1,226	(29,784)	13,956	42,513	-	14,982	(1,039)	64	(1,103)	-	668	1	60%
49	Bharti Airtel Madagascar Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	2	(2,517)	12,106	14,621	-	-	(1,025)	-	(1,025)	-	-	-	100%
50	Channel Sea Management Company (Mauritius) Limited	June 8, 2010	Mauritius	USD	Jan'18 to Dec'18	December 31, 2018	69.16	1	34	2	(33)	-	-	(1)	-	(1)	-	-	-	100%
51	Bharti Airtel Rwanda Holdings Limited	June 8, 2010	Mauritius	USD	Jan'18 to Dec'18	December 31, 2018	69.16	3	(23)	15,724	15,744	-	-	(219)	-	(219)	-	-	-	100%
52	Montana International	June 8, 2010	Mauritius	USD	Jan'18 to Dec'18	December 31, 2018	69.16	0	(14)	3	17	-	-	(1)	-	(1)	-	-	-	100%
53	Airtel Madagascar S.A.	June 8, 2010	Madagascar	MGA	Jan'18 to Dec'18	December 31, 2018	0.02	57	(7,503)	7,522	14,968	-	3,114	(1,544)	(236)	(1,308)	-	1,300	2	100%
54	Bharti Airtel Nigeria Holdings II B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	(115)	1,52,693	1,52,806	-	-	(0)	-	(0)	-	-	-	100%
55	Bharti Airtel Nigeria B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	(57,796)	96,826	1,54,621	-	-	(7,217)	-	(7,217)	-	-	-	100%
56	Bharti Airtel Services B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	(520)	4	523	-	-	(49)	-	(49)	-	-	-	100%
57	Airtel Networks Limited	June 8, 2010	Nigeria	NGN	Jan'18 to Dec'18	December 31, 2018	0.19	39	4,581	73,274	68,654	-	76,591	12,600	(9,223)	21,823	-	15,060	29	91.77%
58	Bharti Airtel Zambia Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	1	37,235	37,237	0	-	-	3,430	178	3,252	-	-	-	100%
59	Airtel Mobile Commerce Limited	June 8, 2010	Malawi	MMWK	Jan'18 to Dec'18	December 31, 2018	0.09	0	-	850	850	-	-	-	-	-	-	11	-	100%
60	Airtel Mobile Commerce (Kenya) Limited	June 8, 2010	Kenya	KES	Jan'18 to Dec'18	December 31, 2018	0.69	0	-	751	751	-	-	-	-	-	-	-	-	100%
61	Celitel (Mauritius) Holdings Limited	June 8, 2010	Mauritius	USD	Jan'18 to Dec'18	December 31, 2018	69.16	1	2,773	10,633	7,858	-	-	151	(0)	152	-	-	-	100%
62	Airtel Mobile Commerce Zambia Limited	June 8, 2010	Zambia	ZMW	Jan'18 to Dec'18	December 31, 2018	5.68	11	(127)	2,045	2,161	-	1,100	342	11	331	-	10	-	100%
63	Airtel Mobile Commerce Tchad S.a.r.l.	June 8, 2010	Chad	XAF	Jan'18 to Dec'18	December 31, 2018	0.12	0	-	68	68	-	-	-	-	-	-	-	-	100%
64	Airtel Mobile Commerce B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	6	(82)	2,683	2,759	-	-	(31)	-	(31)	-	-	-	100%
65	Airtel Money S.A. (Gabon)	October 26, 2010	Gabon	XAF	Jan'18 to Dec'18	December 31, 2018	0.12	1	658	2,521	1,862	-	2,251	1,018	461	558	-	9	-	100%

S. No.	Name of the Subsidiary	Date on which subsidiary was acquired / incorporated	Country of Registration	Reporting Currency	Reporting Period	Financial Year End	Exchange Rate as of March 31, 2019	Share Capital	Reserves	Total Assets	Total Liabilities	Investments*	Turnover	Profit (Loss) Before Taxation	Provision for Taxation	Profit (Loss) After Taxation	Proposed Dividend**	Capital Expenditure during the reporting period@	Community Contribution @ ^	% of share-holding
66	Malawi Towers Limited	December 15, 2010	Malawi	MMK	Jan'18 to Dec'18	December 31, 2018	0.09	1	(1,931)	1,377	3,307	-	128	(648)	-	(648)	-	13	-	100%
67	Airtel Money Niger S.A.	June 8, 2010	Niger	XOF	Jan'18 to Dec'18	December 31, 2018	0.12	155	(96)	421	362	-	231	157	38	119	-	-	-	90%
68	Société Malgache de Téléphone Cellulaire S.A.	June 8, 2010	Mauritius	USD	Jan'18 to Dec'18	December 31, 2018	69.16	3	151	173	18	-	-	(1)	-	(1)	-	-	-	100%
69	Airtel Mobile Commerce Holdings B.V.	June 8, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	2	(0)	(1)	(2)	-	-	-	-	-	-	-	-	100%
70	Indian Ocean Telecom Limited	October 19, 2010	Jersey	USD	Jan'18 to Dec'18	December 31, 2018	69.16	173	1,333	1,018	(487)	-	-	498	-	498	-	-	-	100%
71	Airtel (Seychelles) Limited	August 27, 2010	Seychelles	SCR	Jan'18 to Dec'18	December 31, 2018	5.06	182	252	2,287	1,852	166	1,691	433	241	192	-	683	0	100%
72	Airtel Mobile Commerce (Tanzania) Limited	November 11, 2010	Tanzania	TZS	Jan'18 to Dec'18	December 31, 2018	0.03	0	-	3,516	3,516	-	-	-	-	-	-	113	-	100%
73	Airtel Mobile Commerce Uganda Limited	October 7, 2010	Uganda	UGS	Jan'18 to Dec'18	December 31, 2018	0.02	0	-	4,069	4,069	-	-	-	-	-	-	325	-	100%
74	Africa Towers N.V.	October 5, 2010	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	4	(553)	1,513	2,062	-	-	(78)	-	(78)	-	-	-	100%
75	Madagascar Towers S.A.	March 15, 2011	Madagascar	MGA	Jan'18 to Dec'18	December 31, 2018	0.02	0	925	1,598	673	-	1,376	618	(55)	673	-	117	-	100%
76	Mobile Commerce Congo S.A.	June 8, 2010	Congo	XAF	Jan'18 to Dec'18	December 31, 2018	0.12	1	-	214	212	-	-	-	-	-	-	-	-	100%
77	Tanzania Towers Limited	March 15, 2011	Tanzania	TZS	Jan'18 to Dec'18	December 31, 2018	0.03	0	(34)	-	34	-	0	(2)	-	(2)	-	-	-	60%
78	Airtel Money (RDC) S.A.	June 8, 2010	Democratic Republic of Congo	CDF	Jan'18 to Dec'18	December 31, 2018	0.04	173	433	2,556	1,950	-	1,594	470	45	425	-	-	-	100%
79	Congo RDC Towers S.A.	April 5, 2011	Democratic Republic of Congo	CDF	Jan'18 to Dec'18	December 31, 2018	0.04	7	(601)	430	1,024	-	-	(30)	27	(57)	-	-	-	100%
80	Gabon Towers S.A. #	May 17, 2011	Gabon	XAF	Jan'18 to Dec'18	December 31, 2018	0.12	1	(2)	0	2	-	-	0	0	(0)	-	-	-	90%
81	Airtel Mobile Commerce Madagascar S.A.	April 5, 2011	Madagascar	MGA	Jan'18 to Dec'18	December 31, 2018	0.02	10	42	804	752	-	483	26	4	22	-	5	-	100%
82	Airtel Rwanda Limited	September 2, 2011	Rwanda	RWF	Jan'18 to Dec'18	December 31, 2018	0.08	8	(15,511)	9,923	25,427	-	3,838	(3,113)	34	(3,146)	-	1,698	0	100%
83	Airtel Africa Limited	July 12, 2018	United Kingdom	USD	Apr'18 to Mar'19	March 31, 2019	69.16	2,13,118	23,489	2,46,036	9,429	-	-	213	40	172	-	8	-	88.31%
84	Airtel Mobile Commerce Rwanda Limited	February 22, 2013	Rwanda	RWF	Jan'18 to Dec'18	December 31, 2018	0.08	1	-	507	506	-	-	-	-	-	-	-	-	100%
85	Airtel Mobile Commerce (Seychelles) Limited	August 9, 2013	Seychelles	SCR	Jan'18 to Dec'18	December 31, 2018	5.06	5	(38)	6	38	-	0	(3)	(1)	(2)	-	0	-	100%
86	Airtel Money Tanzania Limited	June 10, 2016	Tanzania	TZS	Jan'18 to Dec'18	December 31, 2018	0.03	0	(1)	-	1	-	-	(0)	-	(0)	-	-	-	60.04%
87	Airtel Mobile Commerce Nigeria B.V.	December 5, 2018	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	962	961	-	-	-	-	-	-	-	-	100%
88	Airtel Mobile Commerce Nigeria Limited	August 31, 2017	Nigeria	NGN	Jan'18 to Dec'18	December 31, 2018	0.19	-	-	-	-	-	-	-	-	-	-	-	-	91.77%
89	Airtel Mobile Commerce (Seychelles) B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%

S. No.	Name of the Subsidiary	Date on which subsidiary was acquired / incorporated	Country of Registration	Reporting Currency	Reporting Period	Financial Year End	Exchange Rate as of March 31, 2019	Share Capital	Reserves	Total Assets	Total Liabilities	Investments*	Turnover	Profit (Loss) Before Taxation	Provision for Taxation	Profit (Loss) After Taxation	Proposed Dividend**	Capital Expenditure during the reporting period@	Community Contribution @ ^	% of share-holding
90	Airtel Mobile Commerce Congo B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
91	Airtel Mobile Commerce Kenya B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
92	Airtel Mobile Commerce Madagascar B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
93	Airtel Mobile Commerce Malawi B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
94	Airtel Mobile Commerce Rwanda B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
95	Airtel Mobile Commerce Tchad B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
96	Airtel Mobile Commerce Uganda B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
97	Airtel Mobile Commerce Zambia B.V.	January 29, 2019	Netherlands	USD	Apr'18 to Mar'19	March 31, 2019	69.16	0	-	0	-	-	-	-	-	-	-	-	-	100%
98	Airtel Money Transfer Limited	July 20, 2015	Kenya	KES	Jan'18 to Dec'18	December 31, 2018	0.69	14	-	14	-	-	-	-	-	-	-	-	-	100%

Notes:
 1. The above financial information is basis audited / unaudited financial statements / financial information considered for the purpose of consolidated audited Ind AS financial statements.
 2. The figures which are appearing as '0' are result of rounding off.
 3. All particulars has been converted using closing exchange rate except in case of capital expenditure quarterly average rate has been considered for conversion of foreign subsidiaries amount.
 4. During the period effective shareholding of Airtel Africa Limited ("AAL") has been changed to 68.31%, due to which effective shareholding of entities owned by AAL directly / indirectly will undergo change vis-a-vis the % presented in the above table.
 ^ Financial information has been extracted from the submission considered for the purpose of consolidated audited Ind AS financial statements.
 # Share capital includes preference share capital.
 ## The subsidiary is under liquidation as at March 31, 2019.
 * Investments exclude investments in subsidiaries.
 ** Proposed dividend includes dividend distribution tax.
 @ Voluntary disclosure.

Other details:
I. Subsidiaries yet to commence operations:
 1 Partnership Investments Sprl
 2 Bharti Airtel Developers Forum Limited
 3 Airtel International LLP
II. Subsidiaries have been liquidated during the year:
 1 Africa Tower services Limited
 2 Bharti Airtel Burkina Faso Holdings B.V.
III. Subsidiaries have become associate during the year:
 1 Airtel Payment Bank Limited

Salient features of the financial statement of subsidiaries, associates and joint ventures for the year ended March 31, 2019, pursuant to Section 129 (3) of the Companies Act 2013

Part B - Associates and Joint Ventures

INR in Million

S. No.	Name of the Associate / Joint Venture	Date on which Associate / Joint Venture was associated or acquired	Latest audited Balance Sheet date	Share of Associates / Joint Ventures held by the company as of March 31, 2019		Description of how there is significant influence / joint control	Net Worth attributable to shareholders as per latest audited Balance Sheet	Profit / (loss) for the year ended March 31, 2019	Not Considered in consolidation
				Number of shares	Amount of Investment in Associate / Joint Venture				
Associates									
1	Robi Axiata Limited	November 16, 2016	December 31, 2018	1,17,85,35,001	23,886	25%	12,669	1,193	-
2	Seynse Technologies Private Limited	February 21, 2017	March 31, 2018	6,824	205	22.54%	56	(16)	-
3	Seyshelles Cable Systems Company Limited	June 8, 2010	June 30, 2018	260	230	26%	194	(7)	-
4	Airtel Payments Bank Limited	October 25, 2018	March 31, 2019	80,50,25,128	10,283	80.10%	1,548	(1,235)	-
5	Juggernaut Books Private Limited	November 26, 2017	March 31, 2018	20,89,885	108	19.35%	16	(10)	-
Joint Ventures									
1	Bridge Mobile Pte Limited	November 3, 2004	March 31, 2018	8,00,000	66	10%	58	4	-
2	Indus Towers Limited *	December 7, 2007	March 31, 2019	5,00,504	52,482	22.47%	27,330	8,879	-
3	FireFly Networks Limited	February 4, 2014	March 31, 2018	10,00,000	3	50%	2	0	-
4	Bharti Airtel Ghana Holdings B.V. #	October 12, 2017	March 31, 2017	18,000		50%	NA#		-
5	Airtel Mobile Commerce (Ghana) Limited #	October 12, 2017	December 31, 2016	24,97,500		50%	NA#		-
6	Mobile Financial Services Limited #	October 12, 2017	December 31, 2016	25,00,000	1,676	50%	NA*	(5,253)	-
7	Airtel Ghana Limited #	October 12, 2017	December 31, 2016	44,07,09,862		50%	NA#		-
8	Millicom Ghana Company Limited #	October 12, 2017	December 31, 2016	2,49,750		50%	NA*		-

* Profit / (loss) considered for consolidation is based on direct shareholding of Bharti Infratel Limited as against effective shareholding of the Company.

The group has acquired stake in joint venture during the year ended March 31, 2018. However, the latest audited balance sheet is pertaining to the period prior to the acquisition date.

Notes :

Amount of investment in joint venture / associate is based on the carrying value of investments in the consolidated financial statements of Bharti Airtel Limited.



BHARTI TELECOM LIMITED

Registered Office :

Airtel Centre, Plot No. 16,
Udyog Vihar, Phase - IV, Gurgaon,
Haryana - 122 001, India.

Corporate Office :

Bharti Crescent,
1, Nelson Mandela Road,
Vasant Kunj, Phase - II,
New Delhi - 110 070, India.

BHARTI TELECOM LIMITED

Bharti Crescent, 1, Nelson Mandela Road,
Vasant Kunj, Phase - II, New Delhi - 110 070,
India.