

**Bharti Hexacom Limited**

CIN: L74899DL1995PLC067527

Registered Office: Bharti Crescent, 1, Nelson Mandela Road, Vasant Kunj, Phase II, New Delhi – 110070, India
T: +91-11-4666 6100, F: +91-11-4166 6137, Email id: bhartihexacom@bharti.in**Statement of Audited Financial Results for the quarter ended June 30, 2024**

(Rs. in Millions; except per share data)

Particulars	Quarter ended			Previous year ended
	June 30, 2024	March 31, 2024	June 30, 2023	March 31, 2024
	Audited	Audited	Audited	Audited
Income				
Revenue from operations	19,106	18,680	16,817	70,888
Other income	399	487	804	2,487
	19,505	19,167	17,621	73,375
Expenses				
Network operating expenses	4,674	4,564	3,485	16,849
Access charges	2,209	2,067	1,641	7,461
License fee / Spectrum charges	1,734	1,728	1,572	6,520
Employee benefits expense	297	260	247	1,054
Sales and marketing expenses	1,036	897	976	3,692
Other expenses	398	386	596	1,700
	10,348	9,902	8,517	37,276
Profit before depreciation, amortisation, finance costs, exceptional items and tax	9,157	9,265	9,104	36,099
Depreciation and amortisation expenses	4,957	4,598	4,143	17,392
Finance costs	1,615	1,657	1,543	6,444
Profit before exceptional items and tax	2,585	3,010	3,418	12,263
Exceptional items (net)	(3,183)	-	-	3,030
Profit before tax	5,768	3,010	3,418	9,233
Tax expense / (credit)				
Current tax	1,056	1,271	-	5,135
Deferred tax	(400)	(487)	886	(946)
	656	784	886	4,189
Profit for the quarter / year	5,112	2,226	2,532	5,044
Other comprehensive income				
Items not to be reclassified to profit or loss:				
- Re-measurement (loss) / gain on defined benefit plans	(5)	0	(6)	(3)
- Tax credit / (expense)	1	(0)	1	1
Other comprehensive (loss) / income for the quarter / year	(4)	0	(5)	(2)
Total comprehensive income for the quarter / year	5,108	2,226	2,527	5,042
Earnings per share				
(Face value: Rs. 5 each)				
Basic and diluted earnings per share*	10.22	4.45	5.06	10.09
Paid-up equity share capital (Face value: Rs. 5 each)	2,500	2,500	2,500	2,500
Other equity	48,995	43,887	42,122	43,887

*Earnings per share are not annualised for the quarters.

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Audited Segment-wise Revenue, Results, Assets and Liabilities as of and for the quarter ended June 30, 2024

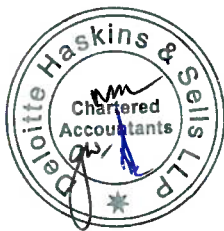
(Rs. in Millions)

Particulars	Quarter ended / As of			Previous year ended / As of
	June 30, 2024	March 31, 2024	June 30, 2023	March 31, 2024
	Audited	Audited	Audited	Audited
1. Segment Revenue				
- Mobile Services	18,604	18,232	16,473	69,211
- Homes and Office Services	568	547	469	2,059
Total segment revenue	19,172	18,779	16,942	71,270
Less: Inter-segment eliminations	66	99	125	382
Total revenue	19,106	18,680	16,817	70,888
2. Segment Results				
Profit before finance costs (net), exceptional items (net) and tax				
- Mobile Services	4,103	4,453	4,337	17,307
- Homes and Office Services	57	89	71	205
Total segment results	4,160	4,542	4,408	17,512
Less:				
(i) Finance costs (net)*	1,575	1,532	990	5,249
(ii) Exceptional items (net)	(3,183)	-	-	3,030
Profit before tax	5,768	3,010	3,418	9,233
3. Segment Assets				
- Mobile Services	169,177	172,999	178,420	172,999
- Homes and Office Services	5,839	4,556	3,031	4,556
Total segment assets	175,016	177,555	181,451	177,555
- Unallocated	9,618	9,129	8,653	9,129
- Inter-segment eliminations	(2,601)	(1,510)	(924)	(1,510)
Total assets	182,033	185,174	189,180	185,174
4. Segment Liabilities				
- Mobile Services	86,457	82,945	81,232	82,945
- Homes and Office Services	3,146	2,935	2,277	2,935
Total segment liabilities	89,603	85,880	83,509	85,880
- Unallocated^	43,536	54,417	61,973	54,417
- Inter-segment eliminations	(2,601)	(1,510)	(924)	(1,510)
Total liabilities	130,538	138,787	144,558	138,787

*net of interest income and net gain on fair value through profit and loss.

^ mainly includes borrowings (including deferred payment liabilities).

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Notes to the Audited Financial Results

1. The Audited Financial Results for the quarter ended June 30, 2024 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 05, 2024.
2. These Audited Financial Results are compiled / extracted from the Audited Interim Condensed Financial Statements for the quarter ended June 30, 2024 and Audited Financial results for the quarter and year ended March 31, 2024. The Audited Interim Condensed Financial Statements for the quarter ended June 30, 2024 have been prepared in accordance with Indian Accounting Standard ('Ind AS') 34, 'Interim Financial Reporting' as prescribed under Section 133 of the Companies Act, 2013 read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other accounting principles generally accepted in India.
3. During the quarter ended June 30, 2024, the Company has completed its Initial Public Offering, comprising of an offer for sale by Telecommunications Consultants India Limited (selling shareholder) of 75,000,000 equity shares of Rs. 5 each at a premium of Rs. 565 per share aggregating to Rs. 42,750 million. The equity shares were listed and started trading on BSE Limited and National Stock Exchange of India Limited with effect from April 12, 2024.
4. During the quarter ended June 30, 2024, the Company has redeemed 20,000 listed, unsecured, non-convertible debentures of face value of Rs. 1 million each aggregating to Rs. 20,000 million with interest of Rs. 1,180 million on April 30, 2024.
5. During the quarter ended June 30, 2024, the Company has participated in the latest spectrum auction conducted by the Department of Telecommunications, Government of India ('DOT') and acquired 15 MHz spectrum in 900 MHz, 1800 MHz and 2100 MHz frequency bands. This entire spectrum bank was secured for a total consideration of Rs. 10,010 million for 20 years, for which the allocation has been received upon the payment of the dues as per the demand note received subsequent to the quarter ended June 30, 2024.
6. During the quarter ended June 30, 2024, the company has recognised exceptional gain of Rs 3,183 million on account of favorable judgement by Hon'ble Supreme Court of India regarding waiver of interest on tax treatment of adjusted revenue linked Variable License Fee payable to DOT.
7. The company has issued commercial papers ('CP's'), which are listed on National Stock Exchange of India Limited, aggregating to Rs. 25,100 million of which CP's outstanding carrying value as on June 30, 2024 is Rs. 11,448 million.
8. The disclosure required as per the provisions of Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is given below:

S.No.	Particulars*	Quarter ended			Previous Year ended
		June 30, 2024	March 31, 2024	June 30, 2023	March 31, 2024
		Audited	Audited	Audited	Audited
(i)	Debt - equity ratio - [no. of times]	0.77	1.03	1.40	1.03
(ii)	Net worth - [Rs. in millions]	50,622	43,514	40,249	43,514
(iii)	Current ratio - [no. of times]	0.30	0.32	0.40	0.32
(iv)	Long term debt to working capital - [no. of times] ^f	(0.61)	(0.54)	(0.54)	(0.54)
(v)	Current liability ratio - [no. of times]	0.50	0.54	0.58	0.54
(vi)	Total debts to total assets - [no. of times]	0.42	0.44	0.49	0.44
(vii)	Debtors turnover - [no. of days]	18	16	13	15
(viii)	Debt service coverage ratio ('DSCR') - [no. of times]	0.41	0.54	4.43	1.51
(ix)	Interest service coverage ratio ('ISCR') - [no. of times]	6.33	6.73	6.56	6.47
(x)	Bad debts to Account receivable ratio (%)	0.2%	0.0%	1.6%	0.0%
(xi)	Operating margin (%)	19.9%	22.4%	24.7%	22.9%
(xii)	Net profit margin (%)	26.8%	11.9%	15.1%	7.1%
(xiii)	Debenture redemption reserve - [Rs. in millions]	N.A.	2,000	3,500	2,000
(xiv)	Capital redemption reserve - [Rs. in millions]	N.A.	N.A.	0.05	N.A.
(xv)	Outstanding redeemable preference shares	N.A.	N.A.	N.A.	N.A.

* As the principal activities of the Company are in the nature of services, hence inventory turnover ratio is not relevant.

net working capital is negative

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The basis of computation is provided in the table below:

(i)	Debt - equity ratio*	(Non-current borrowings (+) current borrowings (-) cash and cash equivalents) / equity *excluding lease liabilities
(ii)	Net worth	Aggregate of equity share capital and other equity excluding debenture redemption reserve, capital redemption reserve and capital reserve.
(iii)	Current ratio	Current assets / current liabilities
(iv)	Long term debt to working capital	Non-current borrowings / (current assets (-) current liabilities)
(v)	Current liability ratio	Current liabilities / total liabilities
(vi)	Total debt to total assets	(Non-current borrowings (+) current borrowings (+) lease liabilities) / total assets
(vii)	Debtors turnover ratio	Average trade receivable / (revenue from operations / no. of days for the period)
(viii)	DSCR	Profit before depreciation, amortisation, finance costs, exceptional items and tax / (interest expenses (+) principal repayments of long-term debt (+) payment of lease liabilities)
(ix)	ISCR	Profit before depreciation, amortisation, finance costs, exceptional items and tax / interest expenses
(x)	Bad debts to account receivable	Bad debts written off / average trade receivable (gross of allowances for doubtful receivables)
(xi)	Operating margin	(Profit before depreciation, amortisation, finance costs, exceptional items and tax (-) depreciation and amortisation expenses (-) other income) / revenue from operations
(xii)	Net profit margin	Net profit after tax / revenue from operations

9. All the amounts included in the Audited Financial Results are rounded off to the nearest million, except per share data and unless stated otherwise. Further, due to rounding off, certain amounts are appearing as '0'.

For Bharti Hexacom Limited

Jagdish Saksena Deepak
Chairman
DIN: 02194470

New Delhi
August 05, 2024

Notes:

- a) 'Bharti Hexacom' or 'Company' stands for Bharti Hexacom Limited.
b) For more details on the Audited Financial Results, please visit our website 'www.bhartihexacom.in'.



INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BHARTI HEXACOM LIMITED

Opinion

We have audited the accompanying Statement of Audited Financial Results for the quarter ended June 30, 2024, of **BHARTI HEXACOM LIMITED** ("the Company"), ("the Financial Results"/ "the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter ended June 30, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in Auditor's Responsibilities for Audit of the Financial Results section of our report below. 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 Financial Results under the provisions of the Act and the Rules 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.

Management's and Those Charged with Governance's Responsibilities for the Statement

This Statement is the responsibility of the Company's management and has been approved by the Board of Directors for issuance. The Statement has been compiled/extracted from the Audited Interim Condensed Financial Statements for the quarter ended June 30, 2024 and the Audited Financial results for the quarter and year ended March 31, 2024. This responsibility includes the preparation and presentation of the Financial Results that give a true and fair view of the net profit/(loss) and other comprehensive income/(loss) and other financial information in accordance with the recognition and measurement principles laid down in Ind AS 34 prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in



compliance with the Listing Regulations. The responsibility of Board of Directors 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 the 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 Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the management and the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the audit of Financial Results

Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole is 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 this Financial Results.

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 Financial Results, 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal financial controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' 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 Company 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 Statement 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 Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results 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 Financial Results.

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.

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



A handwritten signature in blue ink, appearing to read "Nilesh H. Lahoti".

Nilesh H. Lahoti
(Partner)

(Membership No. 130054)

UDIN: 24130054 BKFRRD4673

Place: New Delhi
Date: August 05, 2024