

May 27, 2017

The General Manager
Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 400 001
Fax No.: 2272 2037/39/41/61/3121/3719

The Manager
National Stock Exchange of India Ltd.
Exchange Plaza, C/1, Block G
Bandra - Kurla Complex,
Bandra (East)
Mumbai 400 051
Fax No.: 2659 8237 / 38/ 8347/ 8348/
66418124/ 25/ 26

BSE Scrip Code: 532712

NSE Symbol: RCOM

Dear Sir,

Sub: Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2017 and Audit Report.

Further to our letter dated May 19, 2017, pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith a Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2017 alongwith Audit Report submitted by the Statutory Auditors of the Company.

The Report of the Auditors is with unmodified opinion with respect to the Audited Consolidated Financial Results of the Company for the quarter and year ended March 31, 2017.

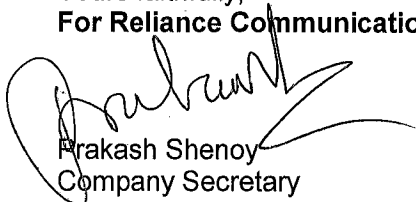
The above financial results were approved by the Board of Directors at their meeting held on May 27, 2017. The meeting of the Board of Directors of the Company commenced at 3.00 p.m. and concluded at 7.25 p.m.

Statement of Audited Financial Results (Stand alone) for the quarter and year ended March 31, 2017 alongwith Audit Report follows by a separate letter.

We request you to kindly inform your members accordingly.

Thanking you.

Yours faithfully,
For Reliance Communications Limited



Prakash Shenoy
Company Secretary

Encl: As above.

B S R & Co. LLP

Chartered Accountants

Lodha Excelus

5th Floor, Apollo Mills Compound

N. M. Joshi Marg, Mahalaxmi

Mumbai 400 011.

Telephone +91(22) 4345 5300

Fax + 91(22) 4345 5399

Pathak H.D. & Associates

Chartered Accountants

814-815, Tulsiani Chambers,

212, Nariman Point,

Mumbai 400 021

Telephone +91(22) 3021 8508

Fax +91(22) 3021 8509

Auditor's Report on the consolidated financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**To the Board of Directors of
Reliance Communications Limited**

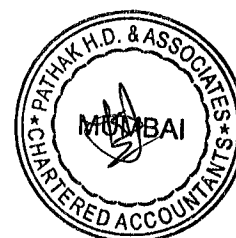
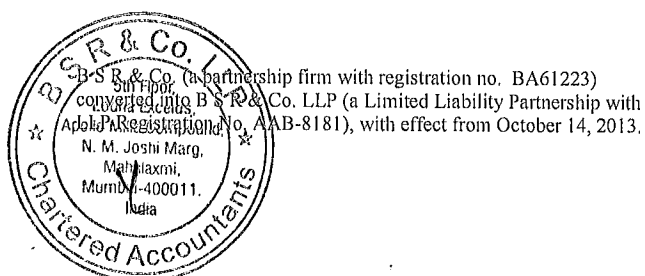
1. We have audited the accompanying Statement containing the consolidated financial results of Reliance Communications Limited ('the Company') and its subsidiaries (the Company and its subsidiaries together referred to as the 'Group') and its associates for the quarter and year ended 31 March 2017 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016 issued by SEBI. Attention is drawn to the fact that the figures for the quarter ended 31 March 2017 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the end of the third quarter of current and previous financial year respectively. Also the figures upto the end of the third quarter for the current and previous financial year had only been reviewed and not subjected to audit.

Management's Responsibility for the Consolidated Financial Results

2. The Statement has been prepared on the basis of the consolidated annual IndAS financial statements which is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 27 May 2017. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('Ind AS') 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 and other recognised accounting practices and policies and in compliance with Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by SEBI.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Statement based on our audit of the consolidated annual IndAS financial statements. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



Auditor's Report on the consolidated financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

Reliance Communications Limited

4. We did not audit the financial results of certain subsidiaries whose financial results reflect total assets of ₹ 23,064 crore as at 31 March 2017 and total revenues of ₹ 1,123 crore and ₹ 5,179 crore for the quarter and year ended on that date, respectively, as considered in the preparation of the consolidated financial results. The financial results of these subsidiaries have been audited by other auditors whose reports have been furnished to us by management and our opinion on consolidated financial results in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the report of such other auditors.
5. The consolidated financial results include financial results of certain subsidiaries which reflect total assets of ₹ 16,799 crore as at 31 March 2017 and total revenues of ₹ 1,383 crore and ₹ 6,160 crore for the quarter and year ended on that date, respectively. The financial results of these subsidiaries, have been audited by M/s Pathak H.D. & Associates, Chartered Accountants, one of the joint auditors of the Company.
6. We did not audit the financial results of certain subsidiaries considered in the preparation of the consolidated financial results, whose financial results reflect total assets of ₹ 5,354 crore as at 31 March 2017, total revenues of ₹ 109 crore and ₹ 418 crore for the quarter and year ended on that date respectively. We also did not audit the financial results of two associates considered in the consolidated financial results, whose financial results reflect Group's share of net profit of ₹ 3 crore for the year ended 31 March 2017. These financial results as approved by the respective Board of Directors of these subsidiaries and associates have been furnished to us by the management and our report on the consolidated financial results in so far as it relates to the amounts included in respect of these subsidiaries and associates is based solely on such board approved unaudited financial results.

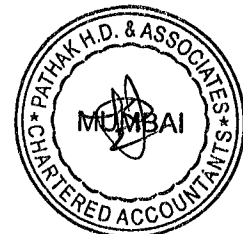
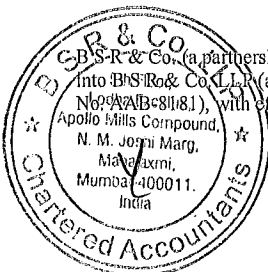
Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and financial results certified by the respective management.

Opinion

7. In our opinion and 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 paragraph 4 above, the Statement:
 - (i) includes the consolidated financial results for the quarter and year ended 31 March 2017 of the following entities:

List of Subsidiaries:

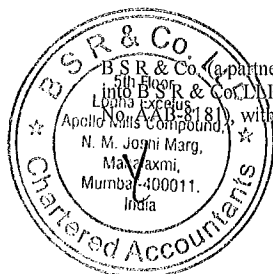
1. Reliance WiMax Limited;
2. Reliance Bhutan Limited;
3. Reliance Webstore Limited;
4. Reliance Infocomm Infrastructure Limited;
5. Campion Properties Limited;
6. Reliance Big TV Limited;
7. Reliance Tech Services Limited;
8. Reliance Telecom Limited;



Auditor's Report on the consolidated financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

Reliance Communications Limited

9. Reliance Communications Infrastructure Limited;
10. Reliance IDC Limited;
11. Reliance Infratel Limited;
12. Reliance Mobile Commerce Limited;
13. Reliance BPO Private Limited;
14. Reliance Globalcom Limited;
15. Reliance Globalcom B.V.;
16. Reliance Communications (UK) Limited;
17. Reliance Communications (Hong Kong) Limited;
18. Reliance Communications (Singapore) Pte. Limited;
19. Reliance Communications (New Zealand) Pte Limited;
20. Reliance Communications (Australia) Pty Limited;
21. Anupam Global Soft (U) Limited;
22. Gateway Net Trading Pte Limited;
23. Reliance Globalcom Limited;
24. FLAG Telecom Singapore Pte. Limited;
25. FLAG Atlantic UK Limited;
26. Reliance FLAG Atlantic France SAS;
27. FLAG Telecom Taiwan Limited;
28. Reliance FLAG Pacific Holdings Limited;
29. GCX Services Limited (subsequently renamed as FLAG Telecom Group Services Limited);
30. FLAG Telecom Deutschland GmbH;
31. FLAG Telecom Hellas AE;
32. FLAG Telecom Asia Limited;
33. FLAG Telecom Nederland B.V.;
34. Reliance Globalcom (UK) Limited;
35. Yipes Holdings Inc.;
36. Reliance Globalcom Services Inc.;
37. YTV Inc.;
38. Reliance Infocom Inc.;
39. Reliance Communications Inc.;
40. Reliance Communications International Inc.;
41. Reliance Communications Canada Inc.;
42. Bonn Investment Inc.;
43. FLAG Telecom Development Limited;
44. FLAG Telecom Development Services Company LLC;
45. FLAG Telecom Network Services Limited;
46. Reliance FLAG Telecom Ireland Limited;
47. FLAG Telecom Japan Limited;
48. FLAG Telecom Ireland Network Limited;
49. FLAG Telecom Network USA Limited;
50. FLAG Telecom Espana Network SAU;
51. Reliance Vanco Group Limited;
52. Euronet Spain SA;
53. Net Direct SA (Proprietary) Ltd. (Under liquidation);
54. Vanco (Shanghai) Co Ltd.;



**Auditor's Report on the consolidated financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
(Continued)**

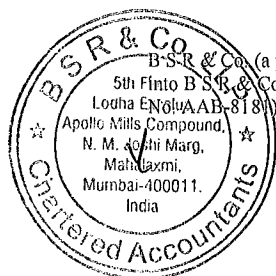
Reliance Communications Limited

55. Vanco (Asia Pacific) Pte. Limited;
56. Vanco Australasia Pty. Ltd.;
57. Vanco Sp Zoo;
58. Vanco Gmbh;
59. Vanco Japan KK;
60. Vanco NV;
61. Vanco SAS;
62. Vanco South America Ltd.;
63. Vanco Srl;
64. Vanco Sweden AB;
65. Vanco Switzerland AG;
66. Vanco Deutschland GmbH;
67. Vanco BV;
68. Vanco Benelux BV (merged with Reliance Globalcom BV);
69. Vanco UK Ltd;
70. Vanco International Ltd;
71. Vanco Row Limited;
72. Vanco Global Ltd;
73. VNO Direct Ltd;
74. Vanco US LLC;
75. Vanco Solutions Inc;
76. Seoul Telenet Inc.;
77. FLAG Holdings (Taiwan) Limited;
78. Reliance Communications Tamilnadu Private Limited;
79. Global Cloud Xchange Limited;
80. GCX Limited;
81. Reliance Infra Realty Limited;
82. Reliance Infra Projects Limited;
83. Worldtel Tamilnadu Private Limited;
84. Realsoft Cyber Sytems Private Limited;
85. Internet Exchangenext.com Limited;
86. Lagerwood Investments Limited;
87. Reliance Telecom Infrastructure (Cyprus) Holding Limited;
88. Aircom Holdingco B.V. (w.e.f. 18 July 2016);
89. Onyx NewCo LLC (acquired on 15 November 2016 and ceased to be subsidiary on 16 November 2016); and
90. Towercom Infrastructure Private Limited (w.e.f. 17 November 2016).

List of Associates:

1. Warf Telecom International Private Limited and
2. Mumbai Metro Transport Private Limited.

- (ii) is presented in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by SEBI and further read with Emphasis of Matter paragraph below; and



Auditor's Report on the consolidated financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

Reliance Communications Limited

- (iii) gives a true and fair view in conformity with the aforesaid IndAS and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information for the quarter and year ended 31 March 2017.

Emphasis of Matter

8. (a) (i) We draw attention to Note 2 of the consolidated financial results regarding the Scheme of Arrangement ('the Scheme') sanctioned on 3 July 2009 by the Hon'ble High Court of Judicature at Mumbai, the Company is permitted to adjust additional depreciation/amortisation, expenses and/or losses, which have been or are required to be debited to the Statement of Profit and Loss by a corresponding withdrawal or credit from/to General Reserve, as determined by the Board of Directors. During the quarter and year ended 31 March 2017, the Company has withdrawn ₹ 570 crore (corresponding previous quarter ₹ 295 crore) and ₹ 1205 crore (corresponding previous year ₹ 1,190 crore) respectively, to offset additional depreciation and amortisation on account of fair valuation of certain assets which is considered to be an override to the relevant provisions of Schedule II of the Act and Indian Accounting Standard 8 (Ind AS 8) 'Accounting Policies, Changes in Accounting Estimates and Errors'.
- (ii) We draw your attention to Note 2 of the consolidated financial results regarding the Schemes of Arrangement ('the Schemes') sanctioned by the Hon'ble High Court of Judicature at Mumbai, which permit the Company and two of its subsidiaries, namely, Reliance Communications Infrastructure Limited and Reliance Infratel Limited to adjust expenses and/or losses identified by the respective Boards of the Company and its two subsidiaries, which are required to be debited/credited to the Statement of Profit and Loss by a corresponding withdrawal or credit from/to General Reserve, which is considered to be an override to the relevant provisions of Ind AS 8. During the quarter and year ended 31 March 2017, the Company and its subsidiary has identified net foreign exchange variations (including amortisation of Foreign Currency Monetary Items Translation Account (FCMITDA) and depreciation on exchange losses capitalized) of ₹ Nil crore (corresponding previous quarter ₹ 231 crore) and ₹ 714 crore (previous year ₹ 971 crore) respectively, as in the opinion of respective Board, such exchange variations are considered to be of an exceptional nature and accordingly, these expenses have been met by corresponding withdrawal from General Reserve.
- Had the effect of paragraphs 7(a)(i) and 7(a)(ii) above, not been met from General Reserve, the Group and its associates would have reflected loss after tax for the quarter and the year ended 31 March 2017 of ₹ 1,578 crore (corresponding previous quarter ₹ 446 crore) and ₹ 3,202 crore (corresponding previous year ₹ 1,499 crore) respectively.
- (b) As stated in Note 4 of the Statement, pending formal confirmation, the borrowings are continued to be classified as non-current liabilities.

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



Auditor's Report on the consolidated financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)
Reliance Communications Limited

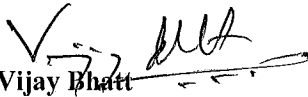
Other Matters

9. The comparative financial information for the quarter and year ended 31 March 2016 included in the Statement are based on previously published consolidated financial results for the said periods prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India audited by B S R & Co. LLP, Chartered Accountants (one of the joint auditors) and Chaturvedi & Shah, Chartered Accountants (predecessor joint auditor), whose report dated 30 May 2016 expressed an unmodified opinion on those consolidated financial results, as adjusted for the differences in the accounting principles adopted by the Company on transition to IndAS, which have been audited to the extent applicable by B S R & Co. LLP, Pathak H.D. & Associates and Other auditors as referred in para 4 above.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W /W-100022


Vijay Bhatt

Partner

Membership No: 036647

27 May 2017

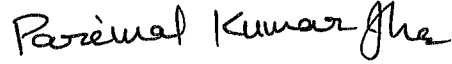
Mumbai



For Pathak H.D. & Associates

Chartered Accountants

Firm's Registration No: 107783W


Parimal Kumar Jha

Partner

Membership No: 124262

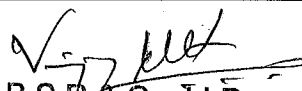
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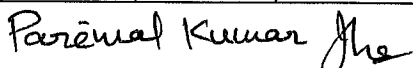
Mumbai



Reliance Communications Limited
 website: www.rcom.co.in
Regd. Office : H Block, 1st Floor , Dhirubhai Ambani Knowledge City, Navi Mumbai 400710
CIN - L45309MH2004 PLC147531
Audited Financial Results (Consolidated) for the quarter and year ended March 31, 2017

(₹ in Crore)						
Sr. No.	Particulars	Quarter ended			Year ended	
		31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
		Audited	Unaudited	Audited	Audited	Audited
1	Income					
	(a) Revenue from Operations	4,312	4,822	5,682	19,493	21,954
	(b) Other Income	212	100	298	456	402
	(c) Total Income [(a) + (b)]	4,524	4,922	5,980	19,949	22,356
2	Expenses					
	(a) Access Charges, Licence Fees and Network Expenses	2,624	2,791	2,937	10,772	10,801
	(b) Employee Benefits Expenses	271	281	299	1,138	1,120
	(c) Finance Costs	983	958	791	3,561	2,924
	(d) Depreciation , Amortisation and Provision for Impairment	1,393	1,165	1,372	4,221	4,484
	(e) Sales and General Administration Expenses	545	644	741	2,647	2,797
	(f) Total Expenses [(a) to (e)]	5,816	5,839	6,140	22,339	22,126
3	Profit/ (Loss) before Share of Profit of Associates, Exceptional Items and Tax [1 (c) - 2 (f)]	(1,292)	(917)	(160)	(2,390)	230
4	Share of Loss / (Profit) of Associates	-	(1)	(1)	(3)	(2)
5	Profit/ (Loss) before Exceptional Items and Tax [3 - 4]	(1,292)	(916)	(159)	(2,387)	232
6	Exceptional Items	-	-	-	-	-
7	Profit/ (Loss) before Tax [5 - 6]	(1,292)	(916)	(159)	(2,387)	232
8	Tax Expenses					
	(a) Current Tax	(56)	57	59	(2)	87
	(b) Short/(Excess) provision of earlier years	(22)	-	(73)	(22)	(73)
	(c) Deferred Tax Charge/ (Credit) (net) (including MAT Credit)	(266)	(485)	(224)	(1,080)	(442)
	(d) Tax Expenses (net) [(a) to (c)]	(344)	(428)	(238)	(1,104)	(428)
9	Profit/ (Loss) after Tax [7 - 8]	(948)	(488)	79	(1,283)	660
10	Other Comprehensive Income for the period	(164)	47	(133)	(37)	138
11	Total Comprehensive Income for the period [9 + 10]	(1,112)	(441)	(54)	(1,320)	798
12	Profit/ (Loss) for the period attributable to					
	(a) Equity holders of the company	(966)	(531)	90	(1,403)	639
	(b) Non Controlling Interest	18	43	(11)	120	21
13	Total Comprehensive Income/ (Loss) attributable to					
	(a) Equity holders of the company	(1,130)	(484)	(43)	(1,440)	777
	(b) Non Controlling Interest	18	43	(11)	120	21
14	Earnings per Share (EPS) (before or after exceptional items)					
	(a) Basic (Rs.)	(3.91)	(2.15)	0.37	(5.69)	2.59
	(b) Diluted (Rs.)	(3.91)	(2.15)	0.37	(5.69)	2.59
15	Paid-up Equity Share Capital (Face Value of Rs. 5 each)	1,244	1,244	1,244	1,244	1,244
16	Debt Equity Ratio (Refer Note 10)				1.61	1.39
17	Debt Service Coverage Ratio (DSCR) (Refer Note 10)				0.54	0.98
18	Interest Service Coverage Ratio (ISCR) (Refer Note 10)				1.84	3.30


For BSR & Co. LLP

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BY 
For Pathak H.D. & Associates

Consolidated Statement of Assets and Liabilities

(₹ in Crore)

	Particulars	As at	As at
		31-Mar-17	31-Mar-16
		Audited	Audited
A	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	49,801	50,774
	(b) Capital Work in Progress	1,909	1,754
	(c) Goodwill	3,548	3,551
	(d) Other Intangible Assets	17,494	15,387
	(e) Intangible Assets under Development	981	8,086
	(f) Investment in Associates	21	18
	(g) Financial Assets		
	(i) Investments	11	12
	(ii) Other Financial Assets	246	177
	(h) Deferred Tax Asset (net)	3,670	1,928
	(i) Income Tax Asset (net)	964	1,406
	(j) Other Non Current Assets	8,079	8,600
	Sub-total Non-Current Assets	86,724	91,693
2	Current Assets		
	(a) Inventories	235	208
	(b) Financial Assets		
	(i) Investments	-	-
	(ii) Trade Receivables	3,251	2,981
	(iii) Cash and Cash Equivalents	1,024	835
	(iv) Bank Balances other than (iii) above	295	689
	(v) Other Financial Assets	715	283
	(c) Other Current Assets	7,487	6,765
	Sub-total - Current Assets	13,007	11,761
	Total Assets	99,731	103,454
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	1,244	1,244
	(b) Other Equity	27,325	30,339
	Equity Attributable to Shareholders	28,569	31,583
	Non-Controlling Interest	400	282
	Total Equity	28,969	31,865
	LIABILITIES		
2	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings (Refer Note 4)	22,550	29,114
	(ii) Deferred Payment Liabilities	3,328	3,295
	(iii) Other Financial Liabilities	459	517
	(b) Deferred Revenue	3,303	3,842
	(c) Other Non-Current Liabilities	87	2,860
	(d) Deferred Tax Liabilities (net)	4,550	3,888
	(e) Provisions	451	397
	Sub-total Non-Current Liabilities	34,728	43,913
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	9,499	4,374
	(ii) Trade Payables	4,746	5,775
	(iii) Other Financial Liabilities	17,391	12,399
	(b) Deferred Revenue	1,377	1,486
	(c) Other Current Liabilities	1,764	2,374
	(d) Income Tax Liabilities (net)	12	25
	(e) Provisions	1,245	1,243
	Sub-total Current Liabilities	36,034	27,676
	Total Equity and Liabilities	99,731	103,454

For B S/R & Co. LLP

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BY

Parimal Kumar Jha
For Pathak H.D. & Associates

Segment wise Revenue, Results , Segment Assets and Segment Liabilities					(₹ in Crore)	
Sr. No.	Particulars	Quarter ended			Year ended	
		31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
		Audited	Unaudited	Audited	Audited	Audited
1	Segment Revenue					
	(a) India Operation	3,916	4,267	5,248	17,364	19,439
	(b) Global Operation	988	1,132	1,282	4,394	4,701
	(c) Total [(a) + (b)]	4,904	5,399	6,530	21,758	24,140
	(d) Less: Inter segment revenue	(380)	(477)	(550)	(1,809)	(1,784)
	(e) Income from Operations [(c) - (d)]	4,524	4,922	5,980	19,949	22,356
2	Segment Results					
	Profit / (Loss) before Tax and Finance Cost from each segment					
	(a) India Operation	(300)	5	582	988	3,002
	(b) Global Operation	(10)	36	49	183	152
	(c) Total [(a) + (b)]	(310)	41	631	1,171	3,154
	(d) Add : Unallocable Revenue	-	-	-	-	-
	(e) Less : Finance Costs (net)	983	958	791	3,561	2,924
	(f) Less : Exceptional Items	-	-	-	-	-
	Total Profit before Tax and share in Profit / (Loss) of Associate	(1,293)	(917)	(160)	(2,390)	230
3	Segment Assets					
	(a) India Operation	83,947	85,123	88,430	83,947	88,430
	(b) Global Operation	12,139	13,608	11,407	12,139	11,407
	(c) Others/ Unallocable (net of Eliminations)	3,645	3,696	3,617	3,645	3,617
	(d) Total [(a) to (c)]	99,731	102,427	103,454	99,731	103,454
4	Segment Liabilities					
	a) India Operation	16,017	21,364	19,288	16,017	19,288
	b) Global Operation	6,465	2,584	6,594	6,465	6,594
	c) Others/ Unallocable (net of Eliminations)	2,547	2,624	2,103	2,547	2,103
	(d) Total [(a) to (c)]	25,029	26,572	27,985	25,029	27,985

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BY


For BSR & Co. LLP

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BY



For Pathak H.D. & Associates

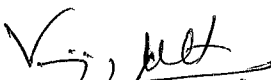
Notes

- Figures of the previous period have been regrouped and reclassified, wherever required.
- Pursuant to the Scheme of Arrangement ("the Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay, variation on account of changes in exchange rates including amortisation of the balance in "Foreign Currency Monetary Item Translation Difference Account (FCMITDA)" and depreciation consequent to addition of exchange differences to the cost of capitalised assets aggregating to ₹ 60 crore and ₹ 714 crore during the quarter and year ended March 31, 2017 respectively, have been withdrawn from General Reserve. The Company has, as permitted under the said Schemes, adjusted additional depreciation and amortization of ₹ 570 crore and ₹ 1,205 crore, arising on fair value of the assets, for the quarter and year ended March 31, 2017 respectively, by withdrawing an equivalent amount from General Reserve and the charge disclosed in the Financial Results is net of such withdrawal. This matter has been referred to by the Auditors.
- The Company has adopted Indian Accounting Standard (Ind AS) from April 1, 2016 with a transition date of April 1, 2015. The figures for the quarter and year ended March 31, 2016 have also been converted as per Ind AS. Reconciliation of the effects of the transition on Statement of Profit and Loss for the quarter and year ended March 31, 2016 as previously reported and as per Ind AS as also other changes on transition date is as follows:

(₹ in crore)

Sr. No.	Reconciliation of Other Equity/ Net Profit	Other Equity	Profit Reconciliation		Refer Note Below
		As at March 31, 2016	Quarter ended March 31, 2016	Year ended March 31, 2016	
1	Other Equity/ Net Profit as previously reported as per Indian GAAP	35,622	177	681	
2	Fair Valuation/ Restatement of Property, Plant and Equipment including Intangibles	3,697	(55)	(211)	a
3	Restatement of Revenue and related Cost	(1,636)	6	10	b
4	Fair Valuation of Financial Instruments	(153)	(19)	(61)	c
5	Receivables assessed for future economic benefit and/ or collection expected to flow	(1,029)	3	(10)	d
6	Deferred Taxes	(1,691)	11	228	e
7	Restatement of Business Combinations and combinations of subsidiaries* and consequential recognition of fair valuation as on the transition date	(5,455)	-	-	f
8	Grossing up of Capital Reserve and Goodwill	1,384	-	-	g
9	Other Ind AS Adjustments	(400)	(33)	2	h
10	Other Equity/ Net Profit Before Other Comprehensive Income (OCI) as per Ind AS	30,339	90	639	

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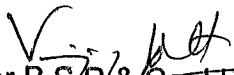
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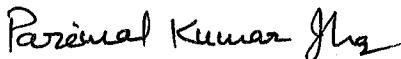
* Consequent upon merger of two subsidiary companies, Flag Telecom Group Services Limited (FTGSL) into GCX Services Limited (GCXL) in Bermuda and Vanco Benelux BV into Reliance Globalcom BV (RGBV) in the Netherlands, the networth of GCXL and RGBV have reduced by ₹ 2,410 crore and ₹ 2,190 crore respectively.

- a. The Company has elected the option of adopting fair value as deemed cost for certain Land and Buildings, Plant and Machinery and Intangibles, as on the date of transition to Ind AS. Other Assets were restated retrospectively. This has resulted in, net increase in the value of Land and Buildings by ₹ 5,787 crore and Plant and Machinery by ₹ 314 crore and net decrease in value of Intangibles being CDMA (Telecom) Spectrum by ₹ 2,404 crore and consequent increase in depreciation for the quarter and year ended by ₹ 55 crore and ₹ 211 crore respectively.
- b. Restatement of Revenue from non cancellable right of use and other revenues, to be recognised over a period of underlying contract of services in line with applicable Ind AS, has resulted in reversal of revenue aggregating to ₹ 3,839 crore along with reversal of corresponding depreciation of ₹ 2,168 crore and License Fees of ₹ 35 crore as at March 31, 2016. Consequently revenue, depreciation and license fees have increased by ₹ 65 crore, ₹ 58 crore and ₹ 1 crore respectively for the quarter and by ₹ 243 crore, ₹ 227 crore and ₹ 6 crore respectively for the year.
- c. Fair valuation impact of ₹ 107 crore on borrowings, ₹ 30 crore on Investments and ₹ 16 crore on deposits as at March 31, 2016. Corresponding reduction of profitability by ₹ 19 crore and ₹ 61 crore for the quarter and year ended March 31, 2016.
- d. Increase in provision for trade receivables and other receivables assessed considering future economic benefit and/ or collection expected to flow to the Company over the period of time due to the conditions existing prior to the date of transition has been accounted on the transition date, leaving consequent impact on profitability for the year.
- e. Deferred Taxes are computed and recognised for temporary differences between carrying amount of an asset and liability in the balance sheet and tax base and consequent impact has been recognised in Statement of Profit and Loss.
- f. The Company has opted to restate all Business Combination after April 1, 2008 as required under Ind AS.
- g. Under Ind AS, capital reserve or goodwill arising on acquisition of subsidiaries have been disclosed separately, which were reflected net under previous GAAP.
- h. Other Ind AS Adjustments includes net reduction in Equity by ₹ 387 crore for consolidation of RCOM ESOS Trust as required under Ind AS and disclosed as Treasury Equity, net increase in Equity by ₹ 238 crore consequent to restatement of the financial statements of the subsidiaries of the Company under Ind AS based on

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Parimal Kumar Jha

For Pathak H.D. & Associates

restated networth and liability for Non Controlling Interest. Further, it includes ₹ 251 crore on account of impact of Foreign Currency Translation for the year ended March 31, 2016, relating to Ind As adjustment on the date of transition. ₹ 33 crore is due to reversal of adjustments relating to Non Controlling Interest and other expenses.

- i. Other Comprehensive Income also comprises of actuarial gains and losses on employee Benefits, Exchange differences on translation of foreign operations/ subsidiaries and Fair valuation of Investments.

4. Pending formal confirmation by the lenders for waiver of certain loan covenants, the loan amount has been continued to be classified as non current liabilities.

5. Additional details as required in relation to Non Convertible Debentures (NCDs):

Nature of Instruments	11.20% NCDs	11.25% NCDs
Amount outstanding (₹ in crore)	3,000	1,125*
Previous due date for Principal Repayment	Not Applicable	07.02.2017
Previous due date for payment of Interest	02.03.2017	07.03.2017
Whether paid #	Yes	Yes
Next due date for payment of interest	02.04.2017	07.04.2017
Credit Rating	ICRA BB	CARE BB
Due Date for Principal Repayment	01.03.2019	₹ 375 crore each due on 07.02.2018 and 07.02.2019

* Installment of ₹ 375 crore due on 7th February, 2017 was paid on 10th April, 2017.

Interest of ₹ 35.48 crore was paid on 10th April, 2017.

6. The listed Redeemable Non Convertible Debentures (NCDs) of the Company aggregating to ₹ 4,125 crore as on March 31, 2017 are secured by way of first pari passu charge on the whole of the movable properties, plant and equipment and capital work in progress, both present and future, including all insurance contracts relating thereto of the Borrower Group; comprising of the Company and its subsidiary companies namely; Reliance Telecom Limited (RTL), Reliance Infratel Limited (RITL) and Reliance Communications Infrastructure Limited (RCIL). Out of the above, in case of NCDs of ₹ 1,125 crore, the Company has also assigned Telecom Licences, by execution of Tripartite Agreements with Department of Telecommunications (DoT). The asset cover in case of these NCDs exceeds 100% of the principal amount of the said NCDs.

7. Debenture Redemption Reserve (DRR) : ₹ 590 crore as on March 31, 2017.

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9. The Company is operating with India Operations, Global Operations and Others/ Unallocated segments. Accordingly, segment-wise information has been given. This is in line with the requirement of Ind AS 108 "Operating Segments".
10. Formula used for the computation of ratios: :
- Debt Equity Ratio = Debt/ Equity;
 - Debt Service Coverage Ratio (DSCR) = Earnings before depreciation, interest, tax/ (Interest + Principal repayment);
 - Interest Service Coverage Ratio (ISCR) = Earnings before depreciation, interest, tax/ Interest expense
11. In term of SEBI circular CIR/CFD/CMD/56/2016 dated May 27, 2016, the Parent company hereby declares that the auditors have issued audit reports with unmodified opinion on the annual audited consolidated financial result for the year ended March 31, 2017.
12. Figures for the quarter ended March 31, 2017 and March 31, 2016 are balancing figures between the audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial years.
13. The Company has opted to publish consolidated financial results for the financial year 2016-17. Standalone financial results, for the quarter and year ended March 31, 2017 can be viewed on the website of the Company, National Stock Exchange of India Limited and BSE Limited at www.rcom.co.in, www.nseindia.com and www.bseindia.com respectively.
14. Additional information on standalone basis is as follows:

(₹ in Crore)

Particulars	Quarter ended			Year ended	
	31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
	Audited	Unaudited	Audited	Audited	
Total Income	2,018	2,258	2,694	9,154	10,314
Profit/ (Loss) before tax	(932)	(1,187)	387	(3,855)	(1,627)
Total Comprehensive Income	(94)	(280)	689	(1,797)	(380)

15. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on May 27, 2017.

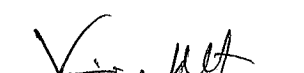
For Reliance Communications Limited



Anil D. Ambani
Chairman

Place: Mumbai
Date : May 27, 2017

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For Pathak H.D. & Associates

May 27, 2017

The General Manager
Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 400 001
Fax No.: 2272 2037/39/41/61/3121/3719

The Manager
National Stock Exchange of India Ltd.
Exchange Plaza, C/1, Block G
Bandra - Kurla Complex,
Bandra (East)
Mumbai 400 051
Fax No.: 2659 8237 / 38/ 8347/8348/
66418124/ 25/ 26

BSE Scrip Code: 532712

NSE Symbol: RCOM

Dear Sir,

Sub: Statement of Audited Financial Results (Stand alone) for the quarter and year ended March 31, 2017 alongwith Audit Report.

Further to our letter dated May 27, 2017, we enclose herewith Statement of Audited Financial Results (Stand alone) for the quarter and year ended March 31, 2017 alongwith Audit Report submitted by the Statutory Auditors of the Company.

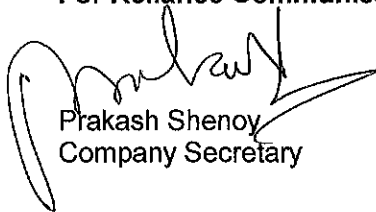
The Report of the Auditors is with unmodified opinion with respect to the Audited Standalone Financial Results of the Company for the quarter and year ended March 31, 2017.

The above financial results were also approved by the Board of Directors at its meeting held on May 27, 2017. The meeting of the Board of Directors of the Company commenced at 3.00 p.m. and concluded at 7.25 p.m.

We request you to kindly inform your members accordingly.

Thanking you.

Yours faithfully,
For Reliance Communications Limited



Prakash Shenoy
Company Secretary

Encl: As above.

BSR & Co. LLP
Chartered Accountants
Lodha Excelus
5th Floor, Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai 400 011.
Telephone +91(22) 4345 5300
Fax + 91(22) 4345 5399

Pathak H.D. & Associates
Chartered Accountants
814-815, Tulsiani Chambers,
212, Nariman Point,
Mumbai 400 021
Telephone +91(22) 3021 8508
Fax +91(22) 3021 8509

Auditor's Report on the standalone financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Reliance Communications Limited**

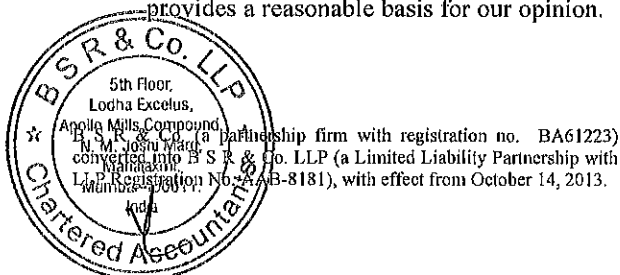
1. We have audited the accompanying statement of standalone financial results of Reliance Communications Limited ('the Company') for the quarter and year ended 31 March 2017 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by SEBI. Attention is drawn to the fact that the figures for quarter ended 31 March 2017 and corresponding quarter ended in previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures up to the end of third quarter of the current and previous financial year respectively. Also figures up to the end of third quarter for the current and previous financial year had only been reviewed and not subjected to audit.

Management's Responsibility for the Financial Results

2. The Statement has been prepared on the basis of the standalone annual IndAS financial statements which is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 27 May 2017. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IndAS) 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 and other recognised accounting practices and policies and in compliance with Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by SEBI.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Statement based on our audit of the standalone annual IndAS financial statements. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



Auditor's Report on the standalone financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

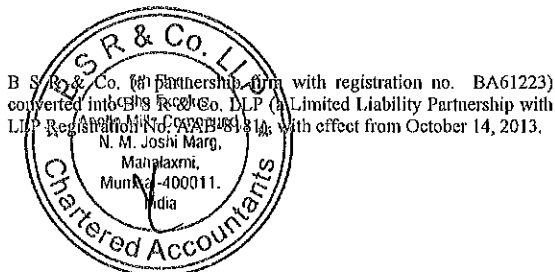
Reliance Communications Limited

Opinion

4. Based on our audit conducted as above, 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 Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by SEBI and further read with Emphasis of Matter paragraph below; and
 - (ii) gives a true and fair view in conformity with the aforesaid IndAS and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information for the quarter and year ended 31 March 2017.

Emphasis of Matter

5. (a) We draw attention to Note 2 of the Statement regarding the Scheme of Arrangement ('the Scheme') sanctioned on 03 July 2009 by the Hon'ble High Court of Judicature at Mumbai. The Scheme permits the Company -
- (i) to adjust additional depreciation and amortisation, expenses and/or losses, which have been or are required to be debited to the Statement of profit and loss by a corresponding withdrawal or credit from/to General Reserve, as determined by the Board of Directors. During the quarter and year ended 31 March 2017, consistent with the practice followed in earlier periods, the Company has withdrawn ₹ 570 crore (corresponding previous quarter ₹295 crore) and ₹1,205 crore (corresponding previous year ₹1,190 crore) respectively to offset additional depreciation and amortisation on account of fair valuation of certain assets which is considered to be an override to the relevant provisions of Schedule II of the Act and Indian Accounting Standard 8 (Ind AS 8) 'Accounting Policies, Changes in Accounting Estimates and Errors';
 - (ii) to adjust expenses and/or losses identified by the Board of Directors, which are required to be debited to the Statement of profit and loss by a corresponding withdrawal from General Reserve, which is considered to be an override to the relevant provisions of Ind AS 8. During the quarter and year ended 31 March 2017, the Company has identified net foreign exchange variations (including amortisation of Foreign Currency Monetary Items Translation Account (FCMITDA) and depreciation on exchange losses capitalized) of ₹51 crore (corresponding previous quarter ₹181 crore) and ₹679 crore (corresponding previous year ₹744 crore) respectively, as in the opinion of the Board, such exchange variations are considered to be of an exceptional nature and accordingly, these expenses have been met by corresponding withdrawal from General Reserve.



**Auditor's Report on the standalone financial results of Reliance Communications Limited pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
(Continued)**

Reliance Communications Limited

Had the effect of paragraphs 5 (a)(i) and 5 (a)(ii) above not been met from General Reserve, the Company would have reflected loss after tax for the quarter and the year ended 31 March 2017 of ₹ 715 crore (corresponding previous quarter profit of ₹ 216 crore) and ₹ 3,680 crore (corresponding previous year ₹ 2,313 crore) respectively.

(b) As stated in Note 5 of the Statement, pending formal confirmation, the borrowings are continued to be classified as non-current liabilities.

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

Other Matter

The comparative financial information for the quarter and year ended 31 March 2016 included in the Statement is based on previously published standalone financial results for the said periods prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India audited by B S R & Co. LLP, Chartered Accountants (one of the joint auditors) and Chaturvedi & Shah, Chartered Accountants (predecessor joint auditor), whose report dated 30 May 2016 expressed an unmodified opinion on those standalone financial results, as adjusted for the differences in the accounting principles adopted by the Company on transition to IndAS, which have been audited by us.

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No: 101248W /W-100022


Vijay Bhatt
Partner

Membership No: 036647
27 May 2017
Mumbai



For Pathak H.D. & Associates
Chartered Accountants
Firm's Registration No: 107783W



Parimal Kumar Jha
Partner
Membership No: 124262
27 May 2017
Mumbai



Reliance Communications Limited

website: www.rcom.co.in

Regd. Office : H Block, 1st Floor , Dhirubhai Ambani Knowledge City, Navi Mumbai 400710

CIN-L45309MH2004PLC147531

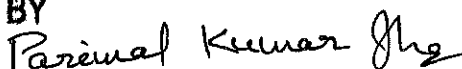
Audited Financial Results (Standalone) for the Quarter and Year ended March 31, 2017

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
		Audited	Unaudited	Audited	Audited	Audited
1	Income					
	(a) Revenue from Operations	1,944	2,185	2,606	8,823	9,993
	(b) Other Income	74	73	88	331	321
	(c) Total Income [a + b]	2,018	2,258	2,694	9,154	10,314
2	Expenses					
	(a) Access Charges, License Fees and Network Expenses	1,646	1,957	1,046	7,506	6,965
	(b) Employee Benefits Expenses	41	45	47	187	190
	(c) Finance Costs	581	605	470	2,409	2,049
	(d) Depreciation, Amortisation and Provision for Impairment	582	645	539	1,972	2,014
	(e) Sales and General Administration Expenses	100	193	205	935	723
	(f) Total Expenses [(a) to (e)]	2,950	3,445	2,307	13,009	11,941
3	Profit/ (Loss) before Exceptional Items and Tax [1 (c) - 2 (f)]	(932)	(1,187)	387	(3,855)	(1,627)
4	Exceptional Items	-	-	-	-	-
5	Profit/ (Loss) before Tax [3 - 4]	(932)	(1,187)	387	(3,855)	(1,627)
6	Tax expenses					
	(a) Current Tax	-	-	-	-	-
	(b) Deferred Tax charge/ (credit)	(838)	(908)	(305)	(2,059)	(1,248)
7	Profit/ (Loss) after Tax [5 - 6]	(94)	(279)	692	(1,796)	(379)
8	Other Comprehensive Income for the period	-	(1)	(3)	(1)	(1)
9	Total Comprehensive Income for the period	(94)	(280)	689	(1,797)	(380)
10	Earning per Share (EPS) (before or after exceptional items)					
	(a) Basic (Rs.)	(0.38)	(1.13)	2.80	(7.28)	(1.54)
	(b) Diluted (Rs.)	(0.38)	(1.13)	2.80	(7.28)	(1.54)
11	Paid-up Equity Share Capital (Face Value of Rs. 5 each)	1,244	1,244	1,244	1,244	1,244
12	Debt Equity Ratio (Refer Note 10)				1.53	1.27
13	Debt Service Coverage Ratio (DSCR) (Refer Note 10)				0.07	0.35
14	Interest Service Coverage Ratio (ISCR) (Refer Note 10)				0.25	1.35

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For Pathak H.D. & Associates

For Pathak H.D. & Associates

Statement of Assets and Liabilities		(₹ in crore)	
	Particulars	As at	
		31-Mar-17	31-Mar-16
		Audited	Audited
A	ASSETS		
1	Non- Current Assets		
	(a) Property, Plant and Equipment	14,751	14,759
	(b) Capital Work in Progress	1,130	709
	(c) Intangible Assets	13,797	11,443
	(d) Intangible assets under development	66	7,261
	(e) Investment in Subsidiaries and Associates	17,090	17,090
	(f) Financial Assets		
	(i) Loans	-	2,719
	(ii) Other Financial Assets	72	47
	(g) Income Tax Assets (net)	227	249
	(h) Deferred Tax Assets (net)	3,558	1,498
	(i) Other Non Current Assets	5,167	5,522
	Sub-total Non-Current Assets	55,858	61,297
2	Current Assets		
	(a) Inventories	108	119
	(b) Financial Assets		
	(i) Investments	4,599	4,712
	(ii) Trade Receivables	1,636	1,177
	(iii) Cash and Cash Equivalents	455	131
	(iv) Bank balances other than (iii) above	188	661
	(v) Loans	6,215	1,201
	(vi) Other Financial Assets	385	719
	(c) Other Current Assets	4,445	4,043
	Sub-total - Current Assets	18,031	12,763
	Total Assets	73,889	74,060
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	1,244	1,244
	(b) Other Equity	22,840	26,206
	Total Equity	24,084	27,450
	LIABILITIES		
2	Non Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings (Refer Note 5)	18,629	24,334
	(ii) Deferred Payment Liabilities	1,407	1,374
	(iii) Other Financial Liabilities	269	156
	(b) Other Non - Current Liabilities	87	2,958
	(c) Provisions	31	23
	Sub-total Non-Current Liabilities	20,423	28,845
	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	7,928	3,656
	(ii) Trade Payables	2,435	3,877
	(iii) Other Financial Liabilities	17,131	8,177
	(b) Other Current Liabilities	666	833
	(c) Provisions	1,222	1,222
	Sub-total - Current Liabilities	29,382	17,765
	Total Equity and Liabilities	73,889	74,060

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V. S. S. & Co. LLP

Paramet Kumar Jha
For Pathak H.D. & Associates

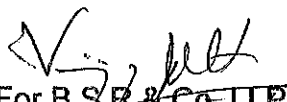
Notes

- Figures of the previous period have been regrouped and reclassified, wherever required.
- Pursuant to the Scheme of Arrangement ("the Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay, variation on account of changes in exchange rates including amortisation of the balance in "Foreign Currency Monetary Item Translation Difference Account (FCMITDA)" and depreciation consequent to addition of exchange differences to the cost of capitalised assets aggregating to ₹ 51 crore and ₹ 679 crore during the quarter and year ended March 31, 2017 respectively, have been withdrawn from General Reserve. The Company has, as permitted under the said Schemes, adjusted additional depreciation and amortisation of ₹ 570 crore and ₹ 1,205 crore, arising on fair value of the assets, for the quarter and year ended March 31, 2017 respectively, by withdrawing an equivalent amount from General Reserve and the charge disclosed in the Financial Results is net of such withdrawal. This matter has been referred to by the Auditors.
- The Company has adopted Indian Accounting Standard (Ind AS) from April 1, 2016 with a transition date of April 1, 2015. The figures for the quarter and year ended March 31, 2016 have also been converted as per Ind AS. Reconciliation of the effects of the transition on Statement of Profit and Loss for the quarter and year ended March 31, 2016 as previously reported and as per Ind AS as also other changes on transition date is as follows:

(₹ in crore)

Sr. No.	Reconciliation of Other Equity / Net Profit	Other Equity	Profit Reconciliation		Refer Note below
		As at March 31, 2016	Quarter ended March 31, 2016	Year ended March 31, 2016	
1	Other Equity/ Net profit / (Loss) as previously reported as per Indian GAAP	31,054	401	(1,624)	
2	Fair Valuation/ Restatement of Property, Plant and Equipment including Intangibles	(5,297)	(10)	5	a
3	Restatement of Revenue and related Cost	(201)	8	17	b
4	Fair Valuation of Financial Instruments	(65)	(2)	(18)	c
5	Receivables assessed for future economic benefit and/ or collection expected to flow	(396)	4	(8)	d
6	Deferred Taxes	1,498	305	1,248	e
7	Other Ind AS Adjustments	(387)	(14)	1	f
8	Other Equity / Net Profit before Other Income Tax (OCI) as per Ind AS	26,206	692	(379)	

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For Pathak H.D. & Associates

- a. The Company has elected the option of adopting fair value as deemed cost for certain Land and Buildings, Plant and Machinery and Intangibles, as on the date of transition to Ind AS. Other Assets were restated retrospectively. This has resulted in, net increase in the value of Land and Buildings by ₹ 329 crore and net decrease in value of Plant and Machinery by ₹ 3,222 crore Intangibles being CDMA (Telecom) Spectrum by ₹ 2,404 crore resulting in net decrease in retained earnings by ₹ 5,297 crore and consequent decrease in depreciation for the quarter and year ended by ₹ (10) crore and ₹ 5 crore respectively.
- b. Revenue to be recognised over a period of underlying contract of services in line with applicable Ind AS, has resulted in reversal of revenue aggregating to ₹ 222 crore along with reversal of corresponding License Fees of ₹ 21 crore as at March 31, 2016. Consequently revenue and license fees have increased by ₹ 9 crore and ₹ 1 crore respectively for the quarter and by ₹ 19 crore and ₹ 2 crore respectively for the year.
- c. Fair valuation impact of ₹ 65 crore on borrowings as at March 31, 2016. Corresponding reduction of profitability by ₹ 2 crore and ₹ 18 crore for the quarter and year ended March 31, 2016.
- d. Increase in provision for trade receivables assessed considering future economic benefit and/ or collection expected to flow to the Company over the period of time due to the conditions existing prior to the date of transition has been accounted on the transition date, leaving consequent impact on profitability for the year.
- e. Deferred Taxes are computed and recognised for temporary differences between carrying amount of an asset and liability in the balance sheet and tax base and consequent impact has been recognised in Statement of Profit and Loss.
- f. Other Ind AS Adjustments includes net reduction in Equity by ₹ 387 crore for consolidation of RCOM ESOS Trust as required under Ind AS and disclosed as Treasury Equity.
- g. Other Comprehensive Income also comprises of actuarial gains and losses on employee Benefits.

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For B.S.R. & Co. LLP

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4. Additional details as required in relation to Non Convertible Debentures (NCDs):

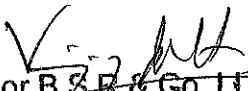
Nature of Instruments	11.20% NCDs	11.25% NCDs
Amount outstanding (₹ in crore)	3,000	1,125*
Previous due date for Principal Repayment	Not Applicable	07.02.2017
Previous due date for payment of Interest	02.03.2017	07.03.2017
Whether paid #	Yes	Yes
Next due date for payment of interest	02.04.2017	07.04.2017
Credit Rating	ICRA BB	CARE BB
Due Date for Principal Repayment	01.03.2019	₹ 375 crore each due on 07.02.2018 and 07.02.2019

* Installment of Rs. 375 crore due on 7th February, 2017 was paid on 10th April, 2017.

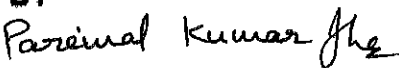
Interest of Rs. 35.48 crore was paid on 10th April, 2017.

5. Pending formal confirmation by the lenders for waiver of certain loan covenants, the loan amount has been continued to be classified as non current liabilities.
6. The listed Redeemable Non Convertible Debentures (NCDs) of the Company aggregating to ₹ 4,125 crore as on March 31, 2017 are secured by way of first pari passu charge on the whole of the movable properties, plant and equipment and capital work in progress, both present and future, including all insurance contracts relating thereto of the Borrower Group; comprising of the Company and its subsidiary companies namely; Reliance Telecom Limited (RTL), Reliance Infratel Limited (RITL) and Reliance Communications Infrastructure Limited (RCIL). Out of the above, in case of NCDs of ₹ 1,125 crore, the Company has also assigned Telecom Licences, by execution of Tripartite Agreements with Department of Telecommunications (DoT). The asset cover in case of these NCDs exceeds 100% of the principal amount of the said NCDs.
7. Debenture Redemption Reserve (DRR): ₹ 590 crore as on March 31, 2017.
8. Net Worth : ₹ 24,084 crore, as on March 31, 2017.
 - Includes ₹ 10,927 crore created pursuant to the Scheme of Amalgamation approved by High court which shall for all regulatory purposes be considered to be part of owned funds /

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For BSR & Co. LLP

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BY



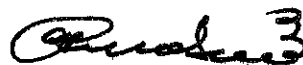
For Pathak H.D. & Associates

9. The Company has identified geographic segment as primary segments. As a result, the Company has single geographical segment as "India Operations". Hence, no separate disclosure of segment information in line with Ind AS 108 "Operating Segments" is required.
10. Formula used for the computation of ratios:
- i) Debt Equity Ratio = Debt/ Equity;
 - ii) Debt Service Coverage Ratio (DSCR) = Earnings before depreciation, interest and tax/ (Interest + Principal repayment);
 - iii) Interest Service Coverage Ratio (ISCR) = Earnings before depreciation, interest and tax/ (Interest expense).
11. Figures for the quarter ended March 31, 2017 and March 31, 2016 are balancing figures between audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial year.
12. After review by the Audit Committee, the Board of Directors of the Company has approved the above results at their meeting held on May 27, 2017.

For Reliance Communications Limited

Place: Mumbai

Date : May 27, 2017



Anil D. Ambani
Chairman

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BY



For BSR & Co. LLP

SIGNED FOR IDENTIFICATION
BY



For Pathak H.D. & Associates

**Reliance Communications Limited**

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May 27, 2017

The General Manager
Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 400 001
Fax No.: 2272 2037/39/41/61/3121/3719

The Manager
National Stock Exchange of India Ltd.
Exchange Plaza, C/1, Block G
Bandra - Kurla Complex,
Bandra (East)
Mumbai 400 051
Fax No.: 2659 8237 / 38/ 8347/ 8348/
66418124/ 25/ 26

BSE Scrip Code: 532712

NSE Symbol: RCOM

Dear Sir,

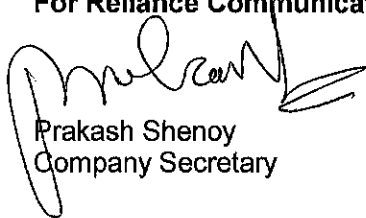
Sub: Media Release

We enclose herewith a Media Release dated May 27, 2017 issued by the Company, which is self explanatory.

We request you to kindly inform your members accordingly.

Thanking you.

Yours faithfully,
For Reliance Communications Limited



Prakash Shenoy
Company Secretary

Encl: As above.

**RELIANCE COMMUNICATIONS ANNOUNCES
FINANCIAL RESULTS FOR FY 2016-17**

INDIAN TELECOM SECTOR SEVERELY IMPACTED IN FY 2016-17 OWING TO FREE OFFERS, DISRUPTIVE PRICING AND HYPERCOMPETITION

RCOM'S FINANCIAL PERFORMANCE AFFECTED OWING TO CRISIS IN THE SECTOR, RESULTING IN FIRST TIME FULL YEAR LOSS SINCE INCEPTION

**RCOM PERFORMANCE IMPACTED IN LINE WITH INDUSTRY TRENDS
TOTAL REVENUE RS 19,949 CRORE, DOWN 10.8% YOY
NET LOSS AT RS 1,285 CRORE (NET PROFIT OF RS 660 CRORE IN FY 2016)**

RCOM AT FINAL STAGES OF COMPLETING FUTURE PROOF 2-YEAR JOURNEY OF ALL-ROUND STRATEGIC TRANSFORMATION

**MERGER OF SSTL WIRELESS BUSINESS
TRANSACTION TO BE COMPLETED IN JUNE 2017 WITH RECEIPT OF DOT APPROVALS
ADDING HIGHLY VALUABLE 30 MHZ OF 850 BAND SPECTRUM IN 8 KEY CIRCLES WITH
EXTENDED LIFE TILL 2033**

**SPECTRUM SHARING AND TRADING DEAL WITH JIO COMPLETED
ARRANGEMENTS FULLY OPERATIONAL PROVIDING STATE-OF-THE-ART 4G LTE
ACCESS AND CONNECTIVITY TO RCOM CUSTOMERS AT MINIMAL CAPEX**

**MERGER OF WIRELESS BUSINESS WITH AIRCEL AT FINAL STAGES OF APPROVALS
WILL LEAD TO DEBT REDUCTION OF RS 14,000 CRORE
AND PROVIDE SUBSTANTIAL REVENUE, CAPEX AND OPEX SYNERGIES TO MERGEDCO**

**SALE OF TOWER BUSINESS TO BROOKFIELD IN FINAL STAGES OF APPROVALS
WILL LEAD TO REDUCTION OF DEBT BY RS 11,000 CRORE
RCOM RETAINS 49% ECONOMIC UPSIDE**

**RCOM DEBT TO REDUCE BY RS 25,000 CRORE ON COMPLETION OF TRANSACTIONS
DURING THIS FINANCIAL YEAR**

**RCOM TO CONTINUE HOLDING STRATEGIC STAKE OF 50% IN AIRCEL JV
AND 49% ECONOMIC UPSIDE IN TOWER BUSINESS
PROVIDING FUTURE MONETISATION OPPORTUNITIES FOR FURTHER DELEVERAGING**

**POST COMPLETION OF TRANSACTIONS, RCOM TO FOCUS ON HIGHER GROWTH AND
HIGHER MARGIN BUSINESSES OF ENTERPRISE, DATA CENTERS, OPTICAL FIBER
AND INTERNATIONAL BUSINESS IN GCX**

Mumbai, May 27, 2017: Reliance Communications Limited (RCOM) today announced its consolidated financial results for the quarter ended March 31, 2017. The Company has adopted Indian Accounting Standards (Ind AS) from April 1, 2016 with a transition date of April 1, 2015.

The telecom sector in India has been very adversely impacted during the financial year 2016-17 by competitive intensity on a scale never witnessed before in the country.

For the first time in over 20 years, the telecom sector registered de-growth in revenues, leading to a reduction in the Government's share in revenues, sharp drop in operating margins, accompanied by increased interest costs arising from a staggering industry debt burden, and higher depreciation and amortisation charges as a result of higher spectrum purchase costs.

Steep declines in profitability and / or net losses have been reported for the past two quarters by all telecom operators in the country without exception, and a couple of operators have shut down their entire operations in the country.

RCOM - Key Highlights for Q4 FY17:

- Consolidated revenues stood at Rs. 4,524 crore, down 8.1%, and EBITDA at Rs. 1,083 crore, down 10.2%, compared to the trailing quarter, in line with industry trends, and led by the impact of free offers, disruptive pricing and unprecedented competitive intensity in the industry.
- The EBITDA margin declined to 24%, compared to 24.5% in the trailing quarter.
- Indian operations' revenues and EBITDA stood at Rs. 3,916 crore and Rs. 908 crore respectively; while Global revenues and EBITDA were Rs. 988 crore and Rs. 175 crore respectively.

RCOM - Key Highlights for FY17:

- Consolidated revenues stood at Rs. 19,949 crore, down 10.8%, on account of free offers, disruptive pricing and unprecedented competitive intensity in the industry; the impact of complete shutdown of RCOM's CDMA operations during 1st Half FY17; and full year impact of moving to higher cost ICR arrangements in 5 circles consequent upon end of the validity period of 900 MHz spectrum held by the Company.
- The Company suffered a net loss of Rs. 1,285 crore for the year, compared to a net profit of Rs. 660 crore in the previous year, owing to the drop in revenues, decline in EBITDA margin for the year from 34.2% to 27%, and increase in interest costs.

Strategic Transformation - Key Transaction Updates:

RCOM launched a comprehensive programme of all-round strategic transformation in the year 2015, with emphasis on industry consolidation, an asset light business model, future sustainability, and cost efficiencies. The programme is now at the final stages of completion, and the update on various initiatives is as follows:

- **SSTL's consolidation into RCOM:** The proposed merger of SSTL's wireless operations with RCOM, marking the 1st in-country consolidation in the Indian telecom industry, has received all approvals, and is expected to be completed in June, 2017. The merger will add highly valuable 30 MHz of 850 band spectrum in 8 key circles, and will extend validity of spectrum in these circles for an additional period of 12 years, till 2033.

- **Spectrum trading and sharing deal with Jio:** Our 850 MHz spectrum trading and sharing arrangements with Reliance Jio have been fully implemented, and are now operational for the past over 6 months. This unique arrangement has enabled RCOM to deliver access and connectivity to a world class, nationwide 4G LTE network to millions of valued customers, with minimal capex and considerably lower operating costs.
- **Consolidation of RCOM's wireless business with Aircel:** The proposed consolidation of RCOM's wireless business with Aircel will place the merged wireless entity among the top 3 ranking operators in 12 important circles, and among the top 4 operators in India on the basis of customer base and revenues.

The combined entity will enjoy substantial benefits of scale, and capex and opex synergies with an estimated NPV of ~Rs. 20,000 crore. As part of this transaction, RCOM's overall debt will reduce by Rs 14,000 crore, together with transfer of liability for spectrum instalments of an additional approx. Rs. 6,000 crore.

We have received approvals from the Stock Exchanges, Securities and Exchange Board of India's (SEBI) and Competition Commission of India (CCI). The demerger and merger Scheme has been filed in the National Company Law Tribunal (NCLT). Approvals from the shareholders of both RCOM and Aircel have been duly received in the NCLT convened meeting during April 2017. The lenders' and other requisite consents are expected to be received in the next few months.

- **Monetisation of Tower Assets:** The proposed transaction for sale of the tower infrastructure owned by the Company to Brookfield has received requisite approvals from CCI. The business demerger and transfer scheme has been filed with the NCLT. Shareholders' approvals have been received in the NCLT convened meeting during April 2017, and lenders' and other consents are expected in the next few months.

RCOM will receive an upfront cash payment of Rs. 11,000 crore from the proposed transaction and the same will be fully utilised for reduction of debt. RCOM will also receive 49% future economic upside in the Towers business.

Upon completion of the Aircel merger and sale of the Tower business, RCOM's debt will stand reduced by approx. Rs 25,000 crore.

Upon completion, the Company will hold highly valuable stakes of 50% in the Aircel JV and 49% economic upside in the towers business, providing future monetisation opportunities for significant further deleveraging.

RCOM will also continue to own and operate its existing high growth and higher margin businesses in the domestic enterprise segment, Data Centers, optical fibre and international business in GCX.

About Reliance Communications

Reliance Communications Limited founded by the late Shri Dhirubhai H Ambani (1932-2002) is the flagship company of the Reliance Group. The Reliance Group currently has a net worth in excess of Rs. 100,840 crore (US \$15.2 billion), cash flows of over Rs 11,300 crore (US \$1.7 billion) and net profit of over Rs 5,100 crore (US\$ 0.8 billion).

Reliance Communications is India's foremost and truly integrated telecommunications service provider. The Company has a customer base of nearly 95 million including over 2.6 million

individual overseas retail customers. Reliance Communications corporate clientele includes over 39,000 Indian and multinational corporations including small and medium enterprises and over 290 global, regional and domestic carriers.

Reliance Communications has established a pan-India, next generation, integrated (wireless and wireline), convergent (voice, data and video) digital network that is capable of supporting best-of-class services spanning the entire communications value chain, covering over 21,000 cities and towns and over 400,000 villages. Reliance Communications owns and operates the world's largest next generation IP enabled connectivity infrastructure, comprising over 280,000 kilometers of fibre optic cable systems in India, USA, Europe, Middle East and the Asia-Pacific region.

Q4 FY17 Financial Results: Summary (IND AS)

Particulars	(Rs. Crore)		
	3Q FY17	4Q FY17	Inc/ Dec (Q-o-Q)
Turnover	4,922	4,524	-8.1%
EBITDA	1,206	1,083	-10.2%
EBITDA margin	24.5%	24%	
Depreciation	1,165	1,393	19.6%
Financial Charges (net)	958	983	2.7%
PBT	(916)	(1,293)	
Tax	(428)	(343)	
PAT (after minority interest / associates)	(531)	(966)	