



VODAFONE IDEA LIMITED (formerly Idea Cellular Limited)
 Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhi Nagar-382011, CIN-L32100GJ1996PLC030976
 Unaudited Consolidated Financial Results for the quarter and nine months ended 31-December-2019

(₹ Mn, except per share data)

Particulars	Quarter ended			Nine Months Ended		Year ended
	31-December-19 Unaudited	30-September-19 Unaudited	31-December-18 Refer Note 11	31-December-19 Unaudited	31-December-18 Audited	31-March-19 Audited
INCOME						
Service Revenue	110,753	108,389	117,359	331,780	252,481	369,865
Sale of Trading Goods	9	13	157	31	169	191
Other Operating Income	132	38	132	222	525	869
REVENUE FROM OPERATIONS	110,894	108,440	117,648	332,033	253,175	370,925
Other Income	2,911	3,024	2,180	8,731	5,745	7,311
TOTAL INCOME	113,805	111,464	119,828	340,764	258,920	378,236
EXPENSES						
Cost of Trading Goods	27	27	177	87	200	260
Employee Benefit Expenses	6,111	6,479	6,793	18,433	15,652	22,944
Network Expenses and IT Outsourcing Costs	27,254	26,804	56,659	84,044	119,062	170,052
License Fees and Spectrum Usage Charges	12,037	11,141	12,765	35,088	26,716	39,331
Roaming & Access Charges	16,402	14,276	11,972	43,876	29,194	41,690
Marketing, Content, Customer Acquisition & Service Costs	10,261	11,144	11,785	31,018	27,126	38,446
Finance Costs	37,222	37,028	28,511	112,150	65,667	95,425
Depreciation & Amortisation Expenses	58,774	63,094	47,734	183,176	98,717	145,356
Other Expenses	4,597	4,613	5,865	14,163	12,149	16,975
TOTAL EXPENSES	172,685	174,606	182,261	522,035	394,483	570,479
PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS, TAX AND SHARE IN PROFIT / (LOSS) OF JOINT VENTURES AND ASSOCIATE	(58,880)	(63,142)	(62,433)	(181,271)	(135,563)	(192,243)
Add: Share in Profit/(Loss) of Joint Ventures and Associate (net)	999	1,295	398	2,875	1,419	1,968
PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX	(57,881)	(61,847)	(62,035)	(178,396)	(134,144)	(190,275)
Exceptional Items (Net) (Refer Note 7)	(6,333)	(307,745)	(8,008)	(322,148)	19,979	8,521
PROFIT/ (LOSS) BEFORE TAX	(64,214)	(369,592)	(70,043)	(500,544)	(114,165)	(181,754)
Tax expense:						
- Current tax	(2)	1	15	8	169	182
- Deferred tax (Refer Note 6 & 7)	176	139,626	(20,012)	121,794	(17,115)	(35,897)
PROFIT / (LOSS) AFTER TAX	(64,388)	(509,219)	(50,046)	(622,346)	(97,219)	(146,039)
Items not to be reclassified to profit or loss in subsequent periods:						
- Re-measurement gains/ (losses) of defined benefit plans	(149)	225	(30)	(452)	432	501
- Income tax effect	6	18	16	208	(143)	(178)
- Group's share in other comprehensive income of joint ventures and associate	(1)	(3)	3	(4)	3	5
TOTAL COMPREHENSIVE INCOME/(LOSS)	(64,532)	(508,979)	(50,057)	(622,594)	(96,927)	(145,711)
Paid up Equity Share Capital (Face value ₹ 10 per share)	287,354	287,354	87,354	287,354	87,354	87,356
Other Equity						508,992
Earnings Per Share for the period (₹)						
- Basic	(2.24)	(17.72)	(4.65)	(23.42)	(12.51)	(17.17)
- Diluted	(2.24)	(17.72)	(4.65)	(23.42)	(12.51)	(17.17)

Notes

1. The above unaudited consolidated financial results, as reviewed by the Audit Committee of the Board, were approved and taken on record by the Board of Directors at their meeting held on 13th February, 2020.
2. Vodafone India Limited (ViNl) along with its subsidiary Vodafone Mobile Services Limited (VMSL) (hereinafter collectively referred as "erstwhile Vodafone") have merged into Idea Cellular Limited (ICL) on 31st August, 2018 (Effective Date). This resulted in the formation of a Joint Venture between the promoter Groups i.e. Aditya Birla Group and Vodafone Group and change of name from ICL to Vodafone Idea Limited (VIL). Accordingly, the consolidated financial results for the nine months ended 31st December, 2018 and year ended 31st March, 2019 includes consolidated financial results of the operations of erstwhile ViNl for the period from 31st August, 2018 to 31st December, 2018 and 31st August, 2018 to 31st March, 2019 respectively.
3. The Group has adopted Ind AS 116, 'Leases', effective annual reporting period beginning 1st April, 2019 which replaces the existing standard on leases – Ind AS 17, 'Leases' and introduces a single, on-balance sheet lease accounting model for lessee. In accordance with the first time adoption options available in the standard, the Group has applied the standard using modified retrospective approach, with the cumulative effect of initially applying the Standard recognised as an adjustment to the opening balance of retained earnings as on the date of adoption i.e. 1st April, 2019. Accordingly, the Group has not restated comparative information which continues to be reported under Ind AS 17, 'Leases'.

Accordingly, in the Statement of profit and loss for the quarter and nine months of the current financial year, the nature of expenses in respect of operating leases has changed from rentals in corresponding periods in previous financial year to depreciation on the right-of-use asset and finance cost for interest accrued on lease liability.

4. A) The Hon'ble Supreme Court on 24th October, 2019 passed its judgement against the Company and other telecom operators on cross appeals against the Hon'ble TDSAT judgement dated 23rd April, 2015 relating to the definition of Adjusted Gross Revenue ('SC AGR Judgement'). The order upheld the levy of interest, penalty and interest on penalty along with a supplementary order directing payment of dues to be made within 3 months from the date of the order. A Review Petition filed by the Company and some of the telecom operators against the above SC AGR Judgement was dismissed on 16th January, 2020. Thereafter, the Company and some of the telecom operators have filed an application for modification of the Supplementary Order before the Hon'ble Supreme Court of India, seeking modification of the Order and permit Department of Telecom ('DoT') to decide on a schedule of payments and other reliefs, which is yet to be heard pending which, the Company has not yet made any payment.

Following the judgement, the Company had recognized a total estimated liability of ₹ 441,500 Mn in the previous quarter, mainly based on the DoT demands received and estimation for periods for which demands had not been raised by DoT till then, together with interest, penalty and interest on penalty, all taken for periods upto 30th September, 2019 and adjusted for certain computational errors. While continuing to recognize the liability in the same manner, the Company, during this quarter adjusted the estimated liability for subsequent demands received, errors in computation, applicable interest for this quarter, payments made in the past not considered in the DoT demands and consequential adjustments on satisfaction of contractual conditions under a mechanism as per the Implementation Agreement dated 20th March, 2017 entered on merger of erstwhile Vodafone and ICL in relation to the crystallization of certain contingent liabilities which existed at the time of merger. Accordingly, the net impact of these effects amounting to ₹ 528 Mn has been recognized as Exceptional Items during the quarter.

Further, as directed by DoT, the Company is undertaking a self- assessment exercise for computation of liability as per the SC AGR Judgement.

During the quarter, the Government has provided relief in the form of moratorium on spectrum installments for a period of 2 years due to which the Company has an option to pay amounts falling due between 1st April, 2020 and 31st March, 2022, post 31st March, 2022.

- B) As at 31st March, 2019, the Company had classified ₹ 102,062 Mn from non-current borrowings to current maturities of long-term debt for not meeting certain covenant clauses under the financial agreements for specified financial ratios as at 31st March, 2019. The Company had exchanged correspondences / been in discussions with these lenders for the next steps /waivers.

During the quarter, the credit rating of certain borrowings have been revised to "BBB-". As a result certain lenders have asked for increase of interest rates for which the Company is in discussion with such lenders. If the Company does not agree such increase of interest rates, it has an option to prepay.

The above factors indicate that material uncertainty exists that cast significant doubt on the Company's ability to continue as a going concern and its ability to generate the cash flow that it needs to settle, or refinance its liabilities including those relating to the SC AGR Judgement and guarantees as they fall due. The Company's ability to continue as a going concern is essentially dependent on a positive outcome of the application for modification of the Supplementary Order before the Hon'ble Supreme Court and subsequent agreement with DoT for the payment in installments after some moratorium and other reliefs. Pending the outcome of the above matters, these financial results have been prepared on a Going Concern Basis.

5. Indus Towers Limited, a joint venture of the Company ("JV Company"), in its interim financial statements for the quarter and nine months ended 31st December, 2019 reported that the JV Company's two major customers in the telecom services industry impacted by the above SC AGR Judgement (refer note 4 above) contributed substantial and material portion of the net sales which resulted in significant and material part of the trade receivables due from these customers. Further, that the loss of significant customer/s or the failure to attract new customers could have a material adverse effect on the business, results of operations and financial condition of the JV Company. This matter is included in the auditor's report on the interim financial statements of Indus Towers Limited as at 31st December, 2019.
6. During the previous quarter, the Company has revised its business plan, basis which the Company is in the process of re-farming its 3G spectrum for 4G services along with its Network integration / alignment. Consequently, certain assets capitalised earlier may no longer be usable. Accordingly, the Company had taken an accelerated depreciation charge of ₹ 40,320 Mn during the previous quarter and disclosed it as exceptional item. Further, in line with the above and the matters discussed in Note 4, the Company had reassessed the recoverability of deferred tax assets, and during the previous quarter derecognized the Deferred Tax Assets amounting to ₹ 139,356 Mn.

7. Exceptional Items :-

Particulars	₹ Mn					
	Quarter ended			Nine Months Ended		Year ended
	31-December-19	30-September-19	31-December-18	31-December-19	31-December-18	31-March-19
Integration and merger related costs	(4,020)	(2,746)	(7,473)	(9,028)	(21,043)	(26,607)
Provision for additional depreciation / impairment of assets (including amount referred in Note 6 above)	(1,637)	(48,220)	(350)	(53,573)	(350)	(5,511)
Provision for impairment towards investment in subsidiaries / associate	(98)	-	-	(2,190)	-	-
Re-assessment of certain estimates and accruals	-	-	(185)	-	7,899	7,893
Gain on sale of Idea Cellular Infrastructure Services Limited (ICISL)	-	-	-	-	33,473	33,473
AGR liability (Refer Note 4(A) above)	(528)	(256,779)	-	(257,307)	-	-
Others	(50)	-	-	(50)	-	(727)
Total	(6,333)	(307,745)	(8,008)	(322,148)	19,979	8,521
Deferred tax impact	-	-	2,240	1,671	(7,937)	(4,727)

8. The Group operates only in one reportable segment i.e. Mobility and hence no separate disclosure is required for Segments.
9. Financial results of Vodafone Idea Limited (Standalone) :-

Particulars	₹ Mn					
	Quarter ended			Nine Months Ended		Year ended
	31-December-19	30-September-19	31-December-18	31-December-19	31-December-18	31-March-19
	Unaudited	Unaudited	Refer Note 11	Unaudited	Audited	Audited
Revenue from Operations	110,298	108,045	116,785	330,428	251,441	368,588
Profit/(Loss) before Tax	(64,179)	(370,667)	(70,442)	(503,392)	(108,790)	(176,922)
Net Profit/(Loss) after Tax	(64,179)	(497,274)	(50,330)	(611,836)	(91,290)	(140,560)

10. One Time Spectrum Charges (Beyond 4.4 MHz):

In financial year 2012-13, DoT had issued demand notices towards one time spectrum charges

- For spectrum beyond 6.2 MHz in respective service areas for retrospective period from 1st July, 2008 to 31st December, 2012, amounting to ₹10,687 Mn (31st March, 2019: ₹ 10,687 Mn), and
- For spectrum beyond 4.4 MHz in respective service areas effective 1st January, 2013 till expiry of the period as per respective licenses amounting to ₹ 57,254 Mn (31st March, 2019: ₹ 57,254 Mn).

The Company believes the above demands amount to alteration of financial terms of the licenses issued in the past. The Company had therefore, petitioned the Hon'ble High Court of Bombay /TDSAT.

At the time of Merger approval of erstwhile Vodafone with ICL, the DoT while granting the approval demanded that the Company submits bank guarantee towards one-time spectrum fees beyond 4.4 MHz amounting to ₹ 33,224 Mn as per clause 3 (i) and (m) of the M&A guidelines dated 20th February, 2014. The Company, without prejudice to its rights, complied with the aforesaid demand and submitted the bank guarantee to DoT under protest.

Further, on 4th July, 2019 TDSAT issued its Judgement on OTSC matter quashing demands on erstwhile Vodafone holding that for spectrum beyond 6.2 MHz that has been allotted after 1st July, 2008, the Respondent is entitled to levy One Time Spectrum Charges (hereinafter referred to as "OTSC") from the date of allocation of such spectrum and that in case of spectrum beyond 6.2 MHz and allocated before 1st July, 2008, respondent can levy OTSC demand prospectively, i.e. with effect from 1st January, 2013. During the quarter, the Company has challenged the TDSAT order in Supreme Court. Matter is yet to be listed for hearing. No impact of the said order is considered as on 31st December, 2019.

11. The financial results for the quarter ended 31st December, 2018 are balancing figures between audited results for the nine months period ended 31st December, 2018 and published year to date figures upto 30th September, 2018.
12. Consolidated financial results for the nine months ended 31st December, 2019 are not comparable to those reported for the same period of the preceding year due to the facts mentioned in notes 2 and 3 above. Previous periods figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

VODAFONE IDEA LIMITED

Date: 13th February, 2020

Place: Mumbai

Managing Director & Chief Executive Officer



VODAFONE IDEA LIMITED (formerly Idea Cellular Limited)
 Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhi Nagar-382011, CIN-L32100GJ1996PLC030976
 Unaudited Financial Results for the quarter and nine months ended 31-December-2019

(₹ Mn, except per share data)

Particulars	Quarter ended			Nine Months ended		Year ended
	31-December-19	30-September-19	31-December-18	31-December-19	31-December-18	31-March-19
	Unaudited	Unaudited	Refer Note 10	Unaudited	Audited	Audited
INCOME						
Service Revenue	110,165	107,992	116,645	330,181	250,909	367,668
Other Operating Income	133	53	140	247	532	920
REVENUE FROM OPERATIONS	110,298	108,045	116,785	330,428	251,441	368,588
Other Income	3,111	3,162	2,405	9,231	8,977	10,733
TOTAL INCOME	113,409	111,207	119,190	339,659	260,418	379,321
EXPENSES						
Employee Benefit Expenses	5,671	5,941	6,249	16,930	14,411	21,209
Network Expenses and IT Outsourcing Costs	27,424	26,623	56,325	83,826	118,641	169,269
License Fees and Spectrum Usage Charges	12,000	11,110	12,727	34,981	26,665	39,243
Roaming & Access Charges	16,402	14,276	11,972	43,876	29,194	41,690
Marketing, Content, Customer Acquisition & Service Costs	10,462	11,301	11,754	31,446	27,615	38,948
Finance Costs	37,171	36,993	28,572	112,040	65,681	95,510
Depreciation & Amortisation Expenses	56,926	62,662	47,176	180,409	97,939	144,098
Other Expenses	5,223	5,254	6,748	16,058	13,131	18,643
TOTAL EXPENSES	171,279	174,160	181,523	519,566	393,277	568,610
PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX	(57,870)	(62,953)	(62,333)	(179,907)	(132,859)	(189,289)
Exceptional Items (net) (Refer Note 6)	(6,309)	(307,714)	(8,109)	(323,485)	24,069	12,367
PROFIT/(LOSS) BEFORE TAX	(64,179)	(370,667)	(70,442)	(503,392)	(108,790)	(176,922)
Tax expense:						
- Deferred tax (Refer Note 5 & 6)	-	126,607	(20,112)	108,444	(17,500)	(36,362)
NET PROFIT/(LOSS) AFTER TAX	(64,179)	(497,274)	(50,330)	(611,836)	(91,290)	(140,560)
Items not to be reclassified to profit or loss in subsequent periods:						
- Equity instrument through other comprehensive gains/(losses)	(198)	(9,515)	(4,124)	(14,986)	(16,556)	(4,621)
- Income tax effect on equity instrument through other comprehensive gains/(losses)	-	-	961	1,229	4,008	1,076
- Re-measurement gains/ (losses) of defined benefit plans	(124)	281	(21)	(372)	430	534
- Income tax effect on re-measurement gains/ (losses) of defined benefit plans	-	-	16	185	(142)	(187)
TOTAL COMPREHENSIVE INCOME/(LOSS)	(64,501)	(506,508)	(53,498)	(625,780)	(103,550)	(143,758)
Paid up Equity Share Capital (Face value ₹ 10 per share)	287,354	287,354	87,354	287,354	87,354	87,356
Other Equity						547,689
Earnings/(Loss) Per Share for the period (₹)						
- Basic	(2.23)	(17.31)	(4.67)	(23.02)	(11.72)	(16.50)
- Diluted	(2.23)	(17.31)	(4.67)	(23.02)	(11.72)	(16.50)

Notes

1. The above unaudited financial results, as reviewed by the Audit Committee of the Board, were approved and taken on record by the Board of Directors at their meeting held on 13th February, 2020.
2. Vodafone India Limited (VInL) along with its subsidiary Vodafone Mobile Services Limited (VMSL) (hereinafter collectively referred as "erstwhile Vodafone") have merged into Idea Cellular Limited (ICL) on 31st August, 2018 (Effective Date). This resulted in the formation of a Joint Venture between the promoter Groups i.e. Aditya Birla Group and Vodafone Group and change of name from ICL to Vodafone Idea Limited (VIL). Accordingly, the financial results for the nine months ended 31st December, 2018 and year ended 31st March, 2019 includes financial results of the operations of erstwhile Vodafone for the period from 31st August, 2018 to 31st December, 2018 and 31st August, 2018 to 31st March, 2019 respectively.
3. The Company has adopted Ind AS 116, 'Leases', effective annual reporting period beginning 1st April, 2019 which replaces the existing standard on leases – Ind AS 17, 'Leases' and introduces a single, on-balance sheet lease accounting model for lessee. In accordance with the first time adoption options available in the standard, the Company has applied the standard using modified retrospective approach, with the cumulative effect of initially applying the Standard recognised as an adjustment to the opening balance of retained earnings as on the date of adoption i.e. 1st April, 2019. Accordingly, the Company has not restated comparative information which continues to be reported under Ind AS 17, 'Leases'.

Accordingly, in the Statement of profit and loss for the quarter and nine months of the current financial year, the nature of expenses in respect of operating leases has changed from rentals in corresponding periods in previous financial year to depreciation on the right-of-use asset and finance cost for interest accrued on lease liability.

4. A) The Hon'ble Supreme Court on 24th October, 2019 passed its judgement against the Company and other telecom operators on cross appeals against the Hon'ble TDSAT judgement dated 23rd April, 2015 relating to the definition of Adjusted Gross Revenue ('SC AGR Judgement'). The order upheld the levy of interest, penalty and interest on penalty along with a supplementary order directing payment of dues to be made within 3 months from the date of the order. A Review Petition filed by the Company and some of the telecom operators against the above SC AGR Judgement was dismissed on 16th January, 2020. Thereafter, the Company and some of the telecom operators have filed an application for modification of the Supplementary Order before the Hon'ble Supreme Court of India, seeking modification of the Order and permit Department of Telecom ("DoT") to decide on a schedule of payments and other reliefs, which is yet to be heard pending which, the Company has not yet made any payment.

Following the judgement, the Company had recognized a total estimated liability of ₹ 441,500 Mn in the previous quarter, mainly based on the DoT demands received and estimation for periods for which demands had not been raised by DoT till then, together with interest, penalty and interest on penalty, all taken for periods upto 30th September, 2019 and adjusted for certain computational errors. While continuing to recognize the liability in the same manner, the Company, during this quarter adjusted the estimated liability for subsequent demands received, errors in computation, applicable interest for this quarter, payments made in the past not considered in the DoT demands and consequential adjustments on satisfaction of contractual conditions under a mechanism as per the Implementation Agreement dated 20th March, 2017 entered on merger of erstwhile Vodafone and ICL in relation to the crystallization of certain contingent liabilities which existed at the time of merger. Accordingly, the net impact of these effects amounting to ₹ 528 Mn has been recognized as Exceptional Items during the quarter.

Further, as directed by DoT, the Company is undertaking a self- assessment exercise for computation of liability as per the SC AGR Judgement.

During the quarter, the Government has provided relief in the form of moratorium on spectrum installments for a period of 2 years due to which the Company has an option to pay amounts falling due between 1st April, 2020 and 31st March, 2022, post 31st March, 2022.

- B) As at 31st March, 2019, the Company had classified ₹ 102,062 Mn from non-current borrowings to current maturities of long-term debt for not meeting certain covenant clauses under the financial agreements for specified financial ratios as at 31st March, 2019. The Company had exchanged correspondences / been in discussions with these lenders for the next steps /waivers.

During the quarter, the credit rating of certain borrowings have been revised to "BBB-". As a result certain lenders have asked for increase of interest rates for which the Company is in discussion with such lenders. If the Company does not agree such increase of interest rates, it has an option to prepay.

The above factors indicate that material uncertainty exists that cast significant doubt on the Company's ability to continue as a going concern and its ability to generate the cash flow that it needs to settle, or refinance its liabilities including those relating to the SC AGR Judgement and guarantees as they fall due. The Company's ability to continue as a going concern is essentially dependent on a positive outcome of the application for modification of the Supplementary Order before the Hon'ble Supreme Court and subsequent agreement with DoT for the payment in installments after some moratorium and other reliefs. Pending the outcome of the above matters, these financial results have been prepared on a Going Concern Basis.

5. During the previous quarter, the Company has revised its business plan, basis which the Company is in the process of re-farming its 3G spectrum for 4G services along with its Network integration / alignment. Consequently, certain assets capitalised earlier may no longer be usable. Accordingly, the Company had taken an accelerated depreciation charge of ₹ 40,320 Mn during the previous quarter and disclosed it as exceptional item. Further, in line with the above and the matters discussed in Note 4, the Company had reassessed the recoverability of deferred tax assets and during the previous quarter derecognized the Deferred Tax Assets amounting to ₹ 126,607 Mn.

6. Exceptional Items: -

Particulars	₹ Mn					
	Quarter ended			Nine Months ended		Year ended
	31-December-19	30-September-19	31-December-18	31-December-19	31-December-18	31-March-19
Integration and merger related costs	(4,007)	(2,602)	(7,473)	(8,871)	(21,306)	(26,607)
Provision for additional depreciation / impairment of assets (including amount referred in Note 5 above)	(1,637)	(48,223)	(350)	(53,576)	(350)	(5,589)
Provision for impairment towards its loan receivable/investment in subsidiaries / associate	(98)	(110)	-	(3,692)	-	-
Re-assessment of certain estimates and accruals	-	-	(286)	-	8,081	7,646
Gain on sale of Idea Cellular Infrastructure Services Limited (ICISL)	-	-	-	-	37,644	37,644
AGR Liability (Refer Note 4(A) above)	(528)	(256,779)	-	(257,307)	-	-
Others	(39)	-	-	(39)	-	(727)
Total	(6,309)	(307,714)	(8,109)	(323,485)	24,069	12,367
Deferred tax impact	-	-	2,240	1,671	(9,400)	(6,077)

7. The Company operates only in one reportable segment i.e. Mobility and hence no separate disclosure is required for Segments.
8. The Scheme of Arrangement under section 230 to 232 of the Companies Act, 2013 between the Company and its wholly owned subsidiary Vodafone Idea Telecom Infrastructure Limited (VITIL) (Formerly known as Vodafone Towers Limited) for transfer of Fiber Infrastructure undertaking to VITIL on an as is basis has been approved by the National Company Law Tribunal, Ahmedabad bench (NCLT) vide its order dated 18th September, 2019. On filing of the said order with the Registrar of Companies (RoC) on 15th October, 2019, the Scheme has become effective with an appointed date of 1st October, 2019.

Pursuant to the above, the Company has de-recognized the fiber assets and liabilities from the appointed date and has recognized the net amount as receivable from VITIL of ₹ 46,572 Mn.

9. One Time Spectrum Charges (Beyond 4.4 MHz):

In financial year 2012-13, DoT had issued demand notices towards one time spectrum charges

- For spectrum beyond 6.2 MHz in respective service areas for retrospective period from 1st July, 2008 to 31st December, 2012, amounting to ₹10,687 Mn (31st March, 2019: ₹ 10,687 Mn), and
- For spectrum beyond 4.4 MHz in respective service areas effective 1st January, 2013 till expiry of the period as per respective licenses amounting to ₹ 57,254 Mn (31st March, 2019: ₹ 57,254 Mn).

The Company believes the above demands amount to alteration of financial terms of the licenses issued in the past. The Company had therefore, petitioned the Hon'ble High Court of Bombay /TDSAT.

At the time of Merger approval of erstwhile Vodafone with ICL, the DoT while granting the approval demanded that the Company submits bank guarantee towards one-time spectrum fees beyond 4.4 MHz amounting to ₹ 33,224 Mn as per clause 3 (i) and (m) of the M&A guidelines dated 20th February, 2014. The Company, without prejudice to its rights, complied with the aforesaid demand and submitted the bank guarantee to DoT under protest.

Further, on 4th July, 2019 TDSAT issued its Judgement on OTSC matter quashing demands on erstwhile Vodafone holding that for spectrum beyond 6.2 MHz that has been allotted after 1st July, 2008, the Respondent is entitled to levy One Time Spectrum Charges (hereinafter referred to as "OTSC") from the date of allocation of such spectrum and that in case of spectrum beyond 6.2 MHz and allocated before 1st July, 2008, respondent can levy OTSC demand prospectively, i.e. with effect from 1st January, 2013. During the quarter, the Company has challenged the TDSAT order in Supreme Court. Matter is yet to be listed for hearing. No impact of the said order is considered as on 31st December, 2019.

10. The financial results for the quarter ended 31st December, 2018 are balancing figures between audited results for the nine months period ended 31st December, 2018 and published year to date figures upto 30th September, 2018.
11. Financial results for the nine months ended 31st December, 2019 are not comparable to those reported for the same period of the preceding year due to the facts mentioned in notes 2 and 3 above. Previous periods figures have been regrouped and rearranged wherever necessary.

For and on behalf of the Board of Directors of

VODAFONE IDEA LIMITED

Date: 13th February, 2020
Place: Mumbai

Managing Director & Chief Executive Officer