



14 August 2023

**National Stock Exchange of India Limited**

“Exchange Plaza”,  
Bandra - Kurla Complex,  
Bandra (E),  
Mumbai – 400 051

**BSE Limited**

Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001

Dear Sirs,

**Sub: Financial Results for the First Quarter Ended 30<sup>th</sup> June 2023 – Regulation 33, 52 and 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**Ref: “Vodafone Idea Limited” (IDEA/ 532822)**

Pursuant to Regulation 33, 52 and 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith Financial Results (Standalone and Consolidated) of the Company for the first quarter ended 30<sup>th</sup> June, 2023, together with the Limited Review Report of the Statutory Auditors’ thereon.

The aforesaid results have been approved by the Board of Directors of the Company at the meeting held today, which commenced at 3:00 P.M. and concluded at 7:30 P.M.

A copy of Press Release being issued in this regard is also attached herewith.

The above is for your information and dissemination to the public at large.

Thanking you,

Yours truly,  
For **Vodafone Idea Limited**

**Pankaj Kapdeo**  
**Company Secretary**

Encl: As above

**Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****Review Report to  
The Board of Directors  
Vodafone Idea Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Vodafone Idea Limited (the "Holding Company" or "the Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associate and joint venture for the quarter ended June 30, 2023 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the entities as referred to in the Annexure.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

## 6. Material Uncertainty Related to Going Concern

We draw attention to Note 3 to the financial results, which describes the Group's financial condition as of June 30, 2023 and its debt obligations due for the next 12 months. The Group's financial performance has impacted its ability to generate the cash flow that it needs to settle/refinance its liabilities as they fall due.

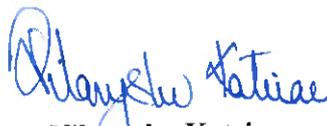
The Group's ability to continue as a going concern is dependent on its ability to raise additional funds as required and successful negotiations with lenders and vendors for continued support and generation of cash flow from its operations that it needs to settle its liabilities as they fall due. Our conclusion is not modified in respect of this matter.

7. The accompanying Statement of unaudited consolidated financial results includes the Group's share of net loss and total comprehensive loss of Rs. 6 million for the quarter ended June 30, 2023, as considered in the unaudited consolidated financial results in respect of one joint venture, based on its interim financial results which have not been reviewed by any auditor. These unaudited interim financial results and other unaudited financial information have been approved and furnished to us by the Management. Our conclusion in so far as it relates to the affairs of the joint venture, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group. Our conclusion is not modified with respect of this matter.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

**ICAI Firm registration number: 101049W/E300004**

  
per Nilangshu Katriar  
Partner

Membership No.: 58814

UDIN: 23058814BGYZRZ8684

Place: Mumbai

Date: August 14, 2023



**Annexure to Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**List of Subsidiaries, Joint Venture and Associate**

**Subsidiaries**

1. Vodafone Idea Manpower Services Limited
2. Vodafone Idea Business Services Limited
3. Vodafone Idea Communication Systems Limited
4. Vodafone M-Pesa Limited
5. Vodafone Idea Shared Services Limited
6. You Broadband India Limited
7. Vodafone Idea Technology Solutions Limited
8. Vodafone Idea Telecom Infrastructure Limited
9. Vodafone Foundation

**Joint Venture**

1. FireFly Networks Limited

**Associate**

1. Aditya Birla Idea Payments Bank Limited





VODAFONE IDEA LIMITED

Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhinagar-382011, CIN-L32100GJ1996PLC030976  
Unaudited Consolidated Financial Results for the quarter ended 30-June-2023



(Rs. Mn, except per share data)

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



## Notes

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

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

The Group's ability to continue as a going concern is dependent on raising additional funds as required, successful negotiations with lenders and vendors for continued support and generation of cash flow from operations that it needs to settle its liabilities as they fall due. Pending the outcome of the above matters, these consolidated financial results have been prepared on a Going Concern basis.

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

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



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

**(a) Financial Ratios**

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

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

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

(3) DSCR = [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised + scheduled long term principal repayments(excluding prepayments)]

(4) ISCR = [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised]

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

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

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

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

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

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

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

**(b) Details of Debenture redemption reserve and Net Worth**

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

Rs. Mn



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

For and on behalf of the Board of Directors of

**VODAFONE IDEA LIMITED**



**Ravinder Takkar**  
Non-Executive Chairman

Date: 14<sup>th</sup> August, 2023  
Place: Mumbai



**Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****Review Report to  
The Board of Directors  
Vodafone Idea Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Vodafone Idea Limited (the "Company") for the quarter ended June 30, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. **Material Uncertainty Related to Going Concern**

We draw attention to Note 3 to the financial results, which describes the Company's financial condition as of June 30, 2023 and its debt obligations due for the next 12 months. The Company's financial performance has impacted its ability to generate the cash flow that it needs to settle/refinance its liabilities as they fall due.



# **S.R. BATLIBOI & ASSOCIATES LLP**

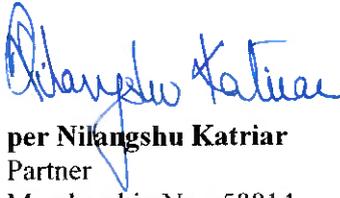
Chartered Accountants

The Company's ability to continue as a going concern is dependent on its ability to raise additional funds as required and successful negotiations with lenders and vendors for continued support and generation of cash flow from its operations that it needs to settle its liabilities as they fall due. Our conclusion is not modified in respect of this matter.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

**ICAI Firm registration number: 101049W/E300004**



**per Nilangshu Katriar**

Partner

Membership No.: 58814

UDIN: 23058814BGYZRY2979



Place: Mumbai

Date: August 14, 2023



**VODAFONE IDEA LIMITED**  
Regd Office :- Suman Towers, Plot No 18, Sector 11, Gandhinagar-382011, CIN-L32100GJ1996PLC030976  
Unaudited Financial Results for the quarter ended 30-June-2023



(Rs. Mn, except per share data)

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



## Notes

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

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

The Company's ability to continue as a going concern is dependent on raising additional funds as required, successful negotiations with lenders and vendors for continued support and generation of cash flow from operations that it needs to settle its liabilities as they fall due. Pending the outcome of the above matters, these financial results have been prepared on a Going Concern basis.

4. The Company operates only in one reportable segment i.e. Mobility and hence no separate disclosure is required for Segments.



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

(a) Financial Ratios

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

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

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

(3) DSCR = [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised + scheduled long term principal repayments(excluding prepayments)]

(4) ISCR = [Profit/(loss) before exceptional items and tax + Depreciation & Amortisation expenses (excluding depreciation on ROU assets) + Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities)] / [Finance costs (excluding fair value gains/losses on derivatives and interest on lease liabilities) + interest capitalised]

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

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

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

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

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

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

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

(b) Details of Debenture redemption reserve and Net Worth

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



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

For and on behalf of the Board of Directors of

**VODAFONE IDEA LIMITED**



**Ravinder Takkar**  
Non-Executive Chairman

Date: 14<sup>th</sup> August, 2023  
Place: Mumbai





## Average Daily Revenue and 4G subscribers growth momentum continued for eighth consecutive quarter; launched converged offering ‘Vi One’

### Highlights for the Quarter

- Revenue up 1.2% QoQ to Rs. 106.6 billion supported by improving subscriber mix and 4G subscriber additions
- ARPU for the quarter stands at Rs. 139 vs Rs. 135 in Q4FY23 (QoQ growth of 2.9%)
- 4G subscriber base increased to 122.9 million vs 122.6 million in Q4FY23
- Launched ‘Vi One’, a converged offering bundling mobility, fiber and over-the-top (OTT) subscriptions under a single plan; an industry first for prepaid market
- Continued network capacity expansion supported by spectrum refarming and network upgrade
- Vi offered best voice quality as per TRAI “MyCall” App data for 28 out of 32 months between November 2020 and June 2023

### Financial Highlights

<b>Consolidated (Rs Mn)</b>	<b>Q4FY23</b>	<b>Q1FY24</b>
Revenue	105,319	106,555
EBITDA	42,103	41,570
EBITDA%	40.0%	39.0%
Depreciation & Amortisation	57,037	56,165
EBIT	(14,934)	(14,595)
Interest and Financing Cost (Net )	49,078	63,769
Exceptional Items	(224)	-
Share of Profit/(Loss) from JV & associates	-	(6)
PBT	(64,236)	(78,370)
<b>PAT</b>	<b>(64,189)</b>	<b>(78,400)</b>
Other Comprehensive Income (net of Tax)	51	28
<b>Total Comprehensive Income (Consolidated)</b>	<b>(64,138)</b>	<b>(78,372)</b>

Akshaya Moondra, CEO, Vodafone Idea Limited, said “The eighth consecutive quarter of growth in average daily revenue, ARPU and 4G subscribers, clearly reflects our ability to effectively operate and compete in the market. Recently, we launched ‘Vi One’, a converged offering bundling mobility, broadband & content under a single plan bringing convenience and value to the consumers; an industry first in prepaid space. We remain engaged with our lenders for further debt fund raising as well as with other parties for equity or equity linked fund raising, to make required investments for network expansion, including 5G rollout.”



## **Financial highlights**

Revenue for the quarter stood at Rs. 106.6 billion, a QoQ improvement of 1.2% aided by better subscriber mix and 4G subscriber additions. On a reported basis, EBITDA for the quarter stood at Rs. 41.6 billion and EBITDA margins were at 39%. EBITDA excluding IndAS116 impact was at Rs. 20.2 billion compared to Rs. 20.7 billion in Q4FY23, primarily due to higher network expenses and customer acquisition cost partially offset by the reduction in roaming and access charges.

Capex spend for the quarter stood at Rs. 4.5 billion.

The total gross debt (excluding lease liabilities and including interest accrued but not due) as of June 30, 2023 stood at Rs. 2,117.6 billion comprising of deferred spectrum payment obligations of Rs. 1,337.4 billion and AGR liability of Rs. 668.6 billion that are due to the Government, debt from banks and financial institutions of Rs. 95 billion and Optionally Convertible Debentures amounting to Rs. 16.6 billion. With cash & cash equivalents of Rs. 2.5 billion, the net debt stood at Rs. 2,115.1 billion. The debt from banks and financial institution has reduced by Rs. 57 billion during the last one year (Rs. 152 billion in Q1FY23).

## **Operational highlights**

We continue to follow focused approach to investments, biased towards our 17 priority circles and are expanding our high speed broadband network coverage and capacity by rolling out new sites, upgrading our core and transmission network as well as by refarming 2G/3G spectrum to 4G. Our overall broadband site count stood at around 442,100 as of June 30, 2023 and during the quarter we added around 1,000 4G sites. Till date, we have deployed ~74,800 TDD sites in addition to the deployment of ~13,800 Massive MIMO sites and ~13,100 small cells. Further, we continue to expand our LTE 900 presence in 14 circles at multiple locations, including through dynamic spectrum refarming, to improve customer experience. Our 4G network covers over 1 billion Indians (4G coverage is the population reached/covered by VIL with its 4G network).

We are in discussion with various network vendors for finalisation of our 5G rollout strategy. We have completed device testing of all major OEMs on our 5G network. We also have the highest rated voice quality in the country as per TRAI's 'MyCall' App data for 28 out of 32 months between November 2020 and June 2023. Our relentless pursuit to offer better experience to our customers is clearly visible through these network investment initiatives.

The 4G subscriber base continued to grow for the eighth consecutive quarter and stood at 122.9 as on June 30, 2023 vs 122.6 million in Q4FY23. However, the overall subscriber base declined to 221.4 million vs 225.9 million in Q4FY23. ARPU improved to Rs. 139, up 2.9% QoQ vs Rs. 135 in Q4FY23 primarily aided by migration of subscribers to higher ARPU plans. We continue to see high data usage per broadband customer at ~15.7 GB/month with the total data traffic for the quarter witnessing QoQ growth of 3.5%. A unique night data pack 'Chhota Hero' was launched to allow customers to snack on content during the night with unlimited data.

We continue to make progress on the marketing front by communicating key differentiators to consumers, entering into alliances and introducing various innovative products and services. With the holiday season, Vi promoted its International Roaming packs with 'Truly unlimited data and calls' on Digital. Vi is the only telecom operator in the country to offer truly unlimited data and call benefits on international roaming. With these initiatives, at The



MOMMYs 2023 awards, Vi won 'Best Social Media Brand- Telecom' and 'Best use of memes'. At AFAQs Marketers 'Xcellence Awards 2023, Vi won 5 awards - 1 gold, 1 silver and 3 bronze for Best use of influencer marketing, Best use of Instagram, Best use of short form video, Best performance marketing and Best use of influencer on YouTube.

In line with our digital offering strategy, we continue to add to our array of content offerings, digital products and services through partnerships on Vi App. We have recently launched 'Vi One' a converged proposition to the consumers offering fiber, mobility and over-the-top (OTT) under a single plan. This has been launched in 3 circles currently, in partnership with You Broadband and will be expanded to other circles in partnership with other ISPs.

Vi Business continues its endeavour to partner businesses in the digital era. To address the growing need for reliable and secure networking solutions, Vi Business has launched Hybrid SD-Wan, an enhanced proposition designed in collaboration with global tech leaders. Vi Hybrid SD-WAN helps businesses simplify and optimize their network infrastructure and enhance their security posture, while ensuring cost efficiency. On World MSME Day, Vi Business having conducted India's largest MSME assessment covering nearly 1 Lakh respondents across 16 Industries, published 'Unlocking MSME Growth Insights Report' containing findings on the digital readiness of MSMEs. We further launched a 360 degree 'ReadyForNext2.0' program to focus on growth from this segment covering the learnings from the above report, upgraded Digital Self Evaluation tool to help MSMEs harness technology and exclusive MSME offers.

### **About Vodafone Idea Ltd.**

Vodafone Idea Limited is an Aditya Birla Group and Vodafone Group partnership. It is amongst India's leading telecom service provider. The Company provides pan India Voice and Data services across 2G, 3G and 4G platforms. Company holds large spectrum portfolio including mid band 5G spectrum in 17 circles and mmWave 5G spectrum in 16 circles. To support the growing demand for data and voice, the Company is committed to deliver delightful customer experiences and contribute towards creating a truly 'Digital India' by enabling millions of citizens to connect and build a better tomorrow. The Company is developing infrastructure to introduce newer and smarter technologies, making both retail and enterprise customers future ready with innovative offerings, conveniently accessible through an ecosystem of digital channels as well as extensive on-ground presence. The Company's equity share are listed on National Stock Exchange (NSE) and the BSE in India.



**Vodafone Idea Limited (formerly Idea Cellular Limited)**  
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