



www.sterlitetech.com

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019

(Rs. in Crores except earning per share)

Particulars	Quarter ended			Half Year ended		Year ended
	Sep 19 (Unaudited)	June 19 (Unaudited)	Sep 18 (Unaudited)	Sep 19 (Unaudited)	Sep 18 (Unaudited)	Mar 19 (Audited)
Revenue from operations	1,359.69	1,431.99	1,084.34	2,791.68	1,961.23	5,087.26
Other income	9.14	8.74	5.98	17.88	13.23	36.86
Total Income	1,368.83	1,440.73	1,090.32	2,809.56	1,974.46	5,124.12
Total Expenditure	1,205.94	1,223.23	884.68	2,429.17	1,584.42	4,260.58
Cost of materials consumed	622.67	666.31	438.71	1,288.98	708.32	2,591.32
Purchase of stock-in-trade	2.08	0.12	3.34	2.20	8.80	30.58
(Inc) / Dec in finished goods, stock-in-trade & WIP	27.73	40.59	(8.35)	68.32	50.45	(134.67)
Employee benefits expense	166.67	146.25	134.33	312.92	226.87	511.23
Finance Costs	59.72	46.28	24.37	106.00	47.42	105.49
Depreciation and amortisation expense	75.04	68.34	49.16	143.38	93.95	194.98
Other expenses	252.03	255.34	243.02	507.37	448.61	961.65
Profit before tax & share of net profits of Investments accounted using equity method	162.89	217.60	206.74	380.39	390.04	863.64
Share of Profit / (Loss) of Joint Venture and Associate Company	-	-	-	-	-	-
Profit before tax	162.89	217.60	206.74	380.39	390.04	863.64
Tax expense :	3.33	73.32	65.17	76.65	120.01	278.16
Current tax	19.11	72.37	73.60	91.48	129.32	288.97
Deferred tax	(15.78)	0.95	(8.43)	(14.83)	(9.31)	(10.81)
Net Profit after Tax & Share in Profit / (Loss) of Joint Venture and Associate Company	159.56	144.18	140.57	303.74	270.03	585.38
Loss from discontinued operations (Refer Note 7)	(1.79)	(1.31)	(2.04)	(3.10)	(3.02)	(7.89)
Net Profit for the period	157.77	142.87	138.53	300.64	267.01	577.79
Other Comprehensive Income						
A. i) Items that will be reclassified to Profit or Loss	3.24	(46.14)	(38.90)	(42.90)	(5.68)	131.06
ii) Income tax relating to these items	6.43	9.45	15.61	15.88	3.31	(46.39)
B. i) Items that will not be reclassified to Profit or Loss	-	1.35	-	1.35	-	(7.84)
ii) Income tax relating to these items	-	-	-	-	-	2.74
Other comprehensive Income	9.67	(36.34)	(23.29)	(26.67)	(2.37)	79.57
Total comprehensive Income for the period	167.44	107.53	115.24	274.97	264.64	657.36
Net Profit attributable to						
a) Owners of the Company	159.56	141.38	131.27	300.94	261.98	662.76
b) Non controlling Interest	(1.79)	1.49	7.26	(0.30)	15.03	15.04
Other Comprehensive Income attributable to						
a) Owners of the Company	11.01	(33.03)	(25.18)	(22.02)	(3.78)	80.40
b) Non controlling Interest	(1.34)	(2.31)	1.89	(3.65)	1.39	(0.83)
Total comprehensive income attributable to						
a) Owners of the Company	170.57	108.35	106.09	278.92	248.22	643.15
b) Non controlling Interest	(5.13)	(0.82)	9.15	(3.95)	16.42	14.21
Paid-up Equity Capital (Face value Rs.2 per share)	80.74	80.52	80.45	80.74	80.45	80.51
Other equity including debenture redemption reserve						1,838.79
Earning Per Share (Rs.)- Basic	3.96	3.51	3.27	7.47	6.28	14.00
Earning Per Share (Rs.)- Diluted	3.92	3.47	3.23	7.39	6.21	13.83

For **STERLITE TECHNOLOGIES LIMITED**

DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR





www.sterlitetech.com

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019

(Rs. in Crores except earning per share)

Particulars	Quarter ended			Half Year ended		Year ended
	Sep 19 (Unaudited)	June 19 (Unaudited)	Sep 18 (Unaudited)	Sep 19 (Unaudited)	Sep 18 (Unaudited)	Mar 19 (Audited)
Revenue from operations	1,263.66	1,344.82	1,015.57	2,608.48	1,842.78	4,862.63
Other income	7.71	9.70	6.28	17.41	12.51	34.84
Total Income	1,271.37	1,354.52	1,021.85	2,625.89	1,855.29	4,897.47
Total Expenditure	1,108.19	1,145.10	856.13	2,253.29	1,635.49	4,086.15
Cost of materials consumed	595.26	665.72	444.41	1,260.98	708.92	2,583.40
Purchase of stock-in-trade	2.08	0.12	9.67	2.20	15.13	30.58
(Inc) / Dec in finished goods, stock-in-trade & WIP	30.27	25.17	1.06	55.44	74.17	(110.47)
Employee benefits expense	138.99	121.91	112.25	260.90	196.80	439.55
Finance Costs	56.88	42.94	21.56	99.82	44.21	95.25
Depreciation and amortisation expense	61.02	55.75	42.62	116.77	84.13	167.79
Other expenses	223.89	233.49	224.56	457.18	412.13	880.05
Profit before tax	163.18	209.42	165.72	372.60	319.80	811.32
Tax expense :	3.21	71.79	57.69	75.00	107.28	276.09
Current tax	19.50	68.01	62.46	87.51	113.42	270.99
Deferred tax	(16.29)	3.78	(4.77)	(12.51)	(6.14)	5.10
Net profit for the period	159.97	137.63	108.03	297.60	212.52	535.23
Other Comprehensive income						
A. i) Items that will be reclassified to Profit or Loss	(7.63)	(27.04)	(44.67)	(34.67)	(9.47)	132.77
ii) Income tax relating to these items	6.43	9.45	15.61	15.88	3.31	(46.39)
B. i) Items that will not be reclassified to Profit or Loss	-	1.35	-	1.35	-	(7.84)
ii) Income tax relating to these items	-	-	-	-	-	2.74
Other comprehensive income	(1.20)	(16.24)	(29.06)	(17.44)	(6.16)	81.28
Total comprehensive income for the period	158.77	121.39	78.97	280.16	206.36	616.51
Paid-up Equity Capital (Face value Rs.2 per share)	80.74	80.52	80.45	80.74	80.45	80.51
Earning Per Share (Rs.)- Basic	3.97	3.42	2.69	7.39	5.29	13.32
Earning Per Share (Rs.)- Diluted	3.93	3.38	2.66	7.31	5.23	13.16
Debenture Redemption Reserve						75.00
Other equity including debenture redemption reserve						1,507.70
Debt equity ratio (Refer note 9)				0.93	1.23	0.96
Debt service coverage ratio (Refer note 9)				3.47	3.97	5.04
Interest Service coverage ratio (Refer note 9)				4.73	8.23	9.52

For **STERLITE TECHNOLOGIES LIMITED**

Amr
DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR



STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
CONSOLIDATED BALANCE SHEET AS AT SEPTEMBER 30, 2019

(Rs. In Crores)

Particulars	Half year ended	Year ended
	30 Sep 2019 (Unaudited)	31 March 2019 (Audited)
ASSETS		
I. Non-current assets		
(a) Property Plant & Equipment	2,760.85	2,317.46
(b) Capital work in progress	153.86	419.44
(c) Goodwill (Refer note 6 & 14)	166.19	107.35
(d) Other Intangible Assets	69.34	43.06
(e) Financial Assets		
(i) Investments	35.42	35.30
(ii) Trade Receivables	1.57	1.76
(iii) Loans	15.61	42.69
(iv) Other Non-current Financial Assets	36.83	42.40
(f) Other Non-current Assets	21.52	24.74
Total Non-current Assets	3,261.19	3,034.20
II. Current Assets		
(a) Inventories	501.75	589.65
(b) Financial Assets		
(i) Investments	167.68	100.17
(ii) Trade receivables	1,742.62	1,354.86
(iii) Cash and cash equivalents	136.25	143.29
(iv) Other bank balances	78.95	90.39
(v) Other current financial assets	66.16	99.32
(c) Contract Assets	740.17	1,093.51
(d) Other current assets	341.99	393.07
(e) Assets classified as held for sale	116.77	113.82
Total Current Assets	3,892.34	3,978.08
Total Assets	7,153.53	7,012.28
EQUITY AND LIABILITIES		
Equity		
Equity share capital	80.74	80.51
Other Equity	1,711.99	1,638.79
Equity attributable to shareholders	1,792.73	1,719.30
Non-Controlling Interest	97.64	95.40
Total Equity	1,890.37	1,814.70
Liabilities		
I. Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	812.35	934.84
(ii) Lease liabilities	100.96	-
(iii) Other financial liabilities	33.37	14.88
(b) Employee benefit obligations	37.64	32.35
(c) Provisions	0.76	1.01
(d) Deferred tax liabilities (net)	43.79	74.39
Total Non-current Liabilities	1,028.87	1,057.47
II. Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	780.94	982.69
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises	1.76	92.44
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	1,971.06	1,820.31
(iii) Lease liabilities	16.44	-
(iv) Other financial liabilities	970.23	708.54
(b) Contract liabilities	212.77	270.36
(c) Other current liabilities	106.98	81.77
(d) Employee benefit obligations	19.20	22.34
(e) Provisions	10.50	11.46
(f) Current Tax Liabilities (Net)	46.38	55.38
(g) Liabilities directly associated with assets classified as held for sale	98.01	94.82
Total Current Liabilities	4,234.29	4,140.11
Total Equity & Liabilities	7,153.53	7,012.28

For STERLITE TECHNOLOGIES LIMITED

DR. ANAND AGARWAL
DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR



STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
STANDALONE BALANCE SHEET AS AT SEPTEMBER 30, 2019

(Rs. In Crores)

Particulars	Half year ended	Year ended
	30 Sep 2019	31 March 2019
	(Unaudited)	(Audited)
ASSETS		
I. Non-current assets		
(a) Property Plant & Equipment	2,170.27	1,750.31
(b) Capital work in progress	136.03	413.87
(c) Goodwill (Refer Note 6)	29.48	44.29
(d) Other Intangible Assets	28.10	14.00
(e) Financial Assets		
(i) Investments	255.46	164.46
(ii) Trade Receivables	1.57	1.76
(iii) Loans	90.50	115.63
(iv) Other Non-current Financial Assets	36.79	42.37
(f) Other Non-current Assets	20.22	20.62
Total Non-current Assets	2,766.42	2,567.31
II. Current Assets		
(a) Inventories	345.33	381.01
(b) Financial Assets		
(i) Investments	167.50	100.00
(ii) Trade receivables	1,543.99	1,178.77
(iii) Cash and cash equivalents	60.20	58.43
(iv) Other bank balances	77.48	88.93
(v) Other current financial assets	63.32	97.95
(c) Contract Assets	732.53	1,093.02
(d) Other current assets	324.06	332.20
(e) Assets classified as held for sale	28.27	28.27
Total Current Assets	3,342.68	3,358.58
Total Assets	6,111.10	5,925.89
EQUITY AND LIABILITIES		
Equity		
Equity share capital	80.74	80.51
Other Equity	1,607.87	1,507.70
Total Equity	1,688.61	1,588.21
Liabilities		
I. Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	400.19	581.71
(ii) Lease liabilities	89.19	-
(iii) Other financial liabilities	10.65	14.88
(b) Employee benefit obligations	37.64	32.35
(c) Provisions	0.47	0.72
(d) Deferred tax liabilities (net)	43.74	72.13
Total Non-current Liabilities	581.68	701.79
II. Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	651.76	797.48
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises	1.78	92.30
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	1,882.08	1,717.69
(iii) Lease liabilities	14.94	-
(iv) Other financial liabilities	926.44	629.66
(b) Contract liabilities	212.77	269.31
(c) Other current liabilities	82.04	49.59
(d) Employee benefit obligations	11.92	14.52
(e) Provisions	10.50	9.96
(f) Current Tax Liabilities (Net)	46.38	55.38
Total Current Liabilities	3,840.61	3,635.89
Total Equity & Liabilities	6,111.10	5,925.89

For STERLITE TECHNOLOGIES LIMITED

DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR





www.sterlitetech.com

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30 SEPTEMBER 2019

(Rs. in crores, unless otherwise stated)

Particulars	For the half year ended September 30, 2019 (Unaudited)	For the half year ended September 30, 2018 (Unaudited)
A. Operating activities		
Profit before tax		
From continuing operations	380.39	390.04
From discontinued operation	(3.10)	(3.02)
	377.29	387.02
Adjustments to reconcile profit before tax to net cash flows		
Depreciation and impairment of property, plant & equipment	122.25	76.28
Amortization & impairment of intangible assets	21.06	17.63
Depreciation of investment properties	0.07	0.04
Provision for doubtful debts and advances	4.96	2.46
Bad debts / advances written off	0.27	0.88
(Profit) / Loss on sale of property, plant and equipment, net	(2.63)	1.07
Rental income	(0.25)	(1.05)
Employees stock option expenses	9.55	11.11
Finance costs (including interest pertaining to Ind AS 116)	106.00	47.42
Finance income	(5.26)	(9.89)
Unrealized exchange difference	(1.26)	-
	254.76	145.95
Operating profit before working capital changes	632.05	532.97
Working capital adjustments:		
Increase/(decrease) in trade payables	62.64	144.77
Increase (decrease) in long-term provisions	(0.25)	(22.93)
Increase/(decrease) in short-term provisions	(0.93)	(17.14)
Increase/(decrease) in other current liabilities	13.86	37.38
Increase/(decrease) in contract liabilities	(56.54)	76.35
Increase/(decrease) in other current financial liabilities	(25.84)	(95.12)
Increase/(decrease) in other non-current financial liabilities	1.09	6.91
Increase/(decrease) in current employee benefit obligations	(3.14)	0.11
Increase/(decrease) in non-current employee benefit obligations	5.29	1.19
Decrease/ (increase) in trade receivable	(380.16)	(149.42)
Decrease/ (increase) in non-Current trade receivable	0.19	1.39
Decrease/ (increase) in inventories	92.29	(22.84)
Decrease/ (increase) in long-term loans	27.07	(6.23)
Decrease/ (increase) in other current financial assets	4.01	8.49
Decrease/ (increase) in other non-current financial assets	1.23	(0.48)
Decrease/ (increase) in other current assets	42.67	98.62
Decrease/ (increase) in contract assets	353.34	(121.48)
Decrease/ (increase) in other non-current assets	0.33	4.78
Change in working capital	137.15	(55.65)
Cash generated from operations	769.20	477.32
Income tax paid (net of refunds)	(97.44)	(72.54)
Net cash flow from operating activities	671.76	404.78

For **STERLITE TECHNOLOGIES LIMITED**

DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR





www.sterlitetech.com

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30 SEPTEMBER 2019

(Rs. in crores, unless otherwise stated)

Particulars	For the half year ended September 30, 2019 (Unaudited)	For the half year ended September 30, 2018 (Unaudited)
B. Investing activities		
Purchase of property, plant & equipments	(331.59)	(625.36)
Receipt of government grant for investment in property, plant & equipments	-	28.82
Purchase of intangible assets	(32.53)	(2.96)
Proceeds from sale of property, plant & equipment	36.92	1.78
Investment in subsidiaries, net of cash acquired	(82.28)	(366.17)
Proceeds from sale of investments	1.35	-
Purchase of current investments	(167.67)	(117.00)
Proceeds from current investments	100.00	155.00
Investment in bank deposits (having original maturity of more than three months)	11.56	7.50
Redemption of bank deposits (having original maturity of more than three months)	0.49	2.16
Unpaid dividend	(0.65)	(0.01)
Rental income	0.25	1.05
Interest received (finance income)	5.39	10.00
Net cash flow used in investing activities	(458.76)	(905.19)
C. Financing activities		
Proceeds of long term borrowings	282.44	607.03
Repayment of long term borrowings	(36.25)	29.10
Proceeds/(repayment) from/of short term borrowings (net)	(198.72)	36.91
Proceeds of issue of shares against employee stock options	0.23	0.25
Interest paid (including interest pertaining to Ind AS 116)	(92.02)	(54.33)
Dividend paid on equity shares	(141.08)	(80.43)
Tax on equity dividend paid	(29.01)	(16.37)
Net cash flow used in financing activities	(214.41)	522.16
Net increase/(decrease) in cash and cash equivalents	(1.41)	21.75
Foreign exchange relating to cash and cash equivalents of Foreign operations	(2.65)	(0.61)
Cash and cash equivalents as at beginning of year	149.01	119.56
Cash and cash equivalents as at year end	144.95	140.70
Components of cash and cash equivalents:		
	September 30, 2019	September 30, 2018
Balances with banks	136.22	135.71
Cash in hand	0.03	0.26
Total cash and cash equivalents	136.25	135.97
Cash & cash equivalents from discontinued operation	8.70	4.73
Total cash and cash equivalents	144.95	140.70

For **STERLITE TECHNOLOGIES LIMITED**


DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR





www.sterlitetech.com

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
STANDALONE STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30 SEPTEMBER 2019

(Rs. in crores, unless otherwise stated)

Particulars	For the half year ended September 30, 2019 (Unaudited)	For the half year ended September 30, 2018 (Unaudited)
A. Operating activities		
Profit before tax	372.60	319.80
Adjustments to reconcile profit before tax to net cash flows		
Depreciation and impairment of property, plant & equipment	99.02	66.81
Amortization & impairment of intangible assets	17.68	17.28
Depreciation of investment properties	0.07	0.04
Provision for doubtful debts and advances	4.96	2.09
Bad debts / advances written off	0.27	0.88
(Profit) / Loss on sale of property, plant and equipment, net	(2.55)	1.08
Rental income	(0.25)	(1.05)
Employees stock option expenses	9.55	11.11
Finance costs (including interest pertaining to Ind AS 116)	99.82	44.21
Finance income	(7.71)	(10.25)
Unrealized exchange difference	(1.26)	-
	219.59	132.20
Operating profit before working capital changes	592.19	452.00
Working capital adjustments:		
Increase/(decrease) in trade payables	85.51	104.51
Increase/(decrease) in long-term provisions	(0.25)	(24.24)
Increase/(decrease) in short-term provisions	0.54	(17.06)
Increase/(decrease) in other current liabilities	32.45	(4.41)
Increase/(decrease) in other current financial liabilities	(39.67)	(50.38)
Increase/(decrease) in contract liabilities	(56.54)	76.35
Increase/(decrease) in other non-current financial liabilities	1.09	6.91
Increase/(decrease) in non current employee benefit obligations	5.29	1.18
Increase/(decrease) in current employee benefit obligations	(2.60)	1.56
Decrease /(increase) in current trade receivable	(364.37)	(128.31)
Decrease /(increase) in non current trade receivable	0.19	1.39
Decrease /(increase) in inventories	35.68	4.73
Decrease /(increase) in long-term loans	25.14	(15.69)
Decrease/(increase) in other current financial assets	5.48	8.62
Decrease/(increase) in contract assets	360.49	(121.48)
Decrease /(increase) in other non-current financial assets	1.23	(0.06)
Decrease /(increase) in other current assets	8.14	139.31
Decrease/(increase) in other non-current assets	0.43	1.48
Change in working capital	78.23	(15.59)
Cash generated from operations	670.42	436.41
Income tax paid (net of refunds)	(96.49)	(64.14)
Net cash flow from operating activities	573.93	372.27

For STERLITE TECHNOLOGIES LIMITED


DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR





www.sterlitetech.com

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
STANDALONE STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30 SEPTEMBER 2019

(Rs. in crores, unless otherwise stated)

Particulars	For the half year ended September 30, 2019 (Unaudited)	For the half year ended September 30, 2018 (Unaudited)
B. Investing activities		
Purchase of property, plant and equipment	(236.99)	(494.79)
Receipt of government grant for investment in property, plant & equipment	-	28.82
Purchase of intangible assets	(16.96)	(2.53)
Proceeds from sale of property, plant and equipment	36.92	1.78
Investment in subsidiaries	(91.00)	(40.17)
Investment in asset held for sale	-	(7.50)
Purchase of current investments	(167.50)	(117.00)
Proceeds of current investments	100.00	155.00
Investment in bank deposits (having original maturity of more than three months)	-	(2.40)
Redemption of bank deposits (having original maturity of more than three months)	12.10	-
Unpaid Dividend	(0.65)	2.82
Rental income	0.25	1.05
Proceeds from sale of investment in subsidiaries	1.35	-
Interest received (finance income)	7.85	10.36
Net cash flow used in investing activities	(354.63)	(464.56)
C. Financing activities		
Proceeds from long term borrowings	220.15	167.63
Repayment of long term borrowings	(36.25)	(29.10)
Proceeds/(repayment) from/of short term borrowings (net)	(145.72)	97.29
Proceeds from issue of shares against employee stock options	0.23	0.25
Interest paid (including interest pertaining to Ind AS 116)	(85.85)	(51.12)
Dividend paid on equity shares	(141.08)	(80.30)
DDT on equity dividend paid	(29.01)	(16.51)
Net cash flow used in financing activities	(217.53)	88.14
Net increase/(decrease) in cash and cash equivalents	1.77	(4.15)
Cash and cash equivalents as at beginning of year	58.43	69.20
Cash and cash equivalents as at year end	60.20	65.05
Components of cash and cash equivalents:		
	<u>September 30, 2019</u> (Rs. in crores)	<u>September 30, 2018</u> (Rs. in crores)
Balances with banks:	60.19	64.82
Cash in hand	0.01	0.23
Total cash and cash equivalents	60.20	65.05

For STERLITE TECHNOLOGIES LIMITED


DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR



Notes:

1. The above results have been reviewed by the Audit Committee. The Board of Directors at its meeting held on October 24, 2019 have approved the above results.

2. The above statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.

3. The Company has only one operating segment which is Connectivity and Network Solutions (earlier known as "Telecom Products and Solutions"). Accordingly, separate segment information is not required to be disclosed.

4. During the year 2005-06, the CESTAT had upheld a demand of Rs. 188 crore (including penalties but excluding interest thereon) in a disputed Excise matter. The Company is contesting this case and the matter is pending for decision with the Hon'ble Supreme Court. The auditors have qualified their review report with respect to this matter stating their inability to quantify the amount of expected liability.

5. Effective April 1, 2019, the Group has adopted Ind AS 116 "Leases" using modified retrospective approach. Consequently, the Company has recorded lease liability of Rs. 124.30 crores calculated as the present value of the remaining lease payments discounted at the incremental borrowing rate. Right of use asset has been recognised at Rs. 108.27 crores determined at net of the amount calculated by applying the standard since the date of the commencement of lease and the resulting depreciation upto the date of adoption. The net effect of initial application of Ind AS 116 has been adjusted to retained earnings as on April 1, 2019.

Due to transition, the nature of expenses in respect of operating leases has changed from "lease rent" to "depreciation cost" and "finance cost" for the right-to-use assets and for interest accrued on lease liability respectively, and therefore these expenses for the current period are not comparable to the previous periods disclosed. The adoption of the standard did not have any material impact on the profit for the period as compared to previous periods.

6. During the year 2015-16, the Company had acquired 100% of the paid up equity share capital of Elitecore Technologies Private Limited ('ETPL'), a global telecom software product company. ETPL has been merged with the Company with the appointed date of September 29, 2015 under a scheme of amalgamation approved by Hon'ble Bombay High Court and Gujarat High Court (the "Scheme").

Goodwill (excess of purchase consideration over the aggregate book value of the net assets acquired) is being amortised over a period of five years, as per the Scheme. Ind-AS does not allow amortisation of goodwill, which amounted to Rs. 14.81 crore for the period. Consequently, the auditors have included an emphasis of matter paragraph in regards to this matter.

7. Loss from discontinued operations pertains to Maharashtra Transmission Communication Infrastructure Limited, a subsidiary of the company. During the previous year, management received a letter from Department of Telecommunication rejecting company's application for transfer of entity. The company has filed a letter seeking justification for such rejection. Pending response from the department, the company is committed to the sale of MTCIL post requisite regulatory approvals.

8. The Hon'ble Supreme Court of India vide its judgement and subsequent review petition has ruled in respect of compensation for the purpose of Provident Fund contribution under the Employee's Provident Fund Act. The Company has assessed possible outcomes of the judgement on determination of provident fund contributions and based on the Company's current evaluation, the Company believes that there will be no significant impact on its contributions to Provident Fund due to the Supreme Court judgement. The company will continue to monitor and evaluate its position based on future events and developments.

9. Formulae for computation of ratios are based on standalone financial results and balance sheet which are as follows:

Debt Service Coverage Ratio = Earnings before interest and tax/ (interest expense + principal term loan repayment)

Interest Service Coverage Ratio = Earnings before Interest and Tax /Interest Expense

For Debt Service Coverage Ratio and Interest Service Coverage Ratio computation:

- Earnings before interest and tax includes Profit Before Tax + Interest expense

- Interest expenses include finance costs as per standalone Ind AS financial statements

For paid up debt capital and debt equity ratio computation:

- Debt includes long-term borrowings + short term borrowings + current maturities of long-term borrowings.

- Equity includes equity share capital and other equity as per standalone Ind AS financial statements

10. Credit rating for the existing Non- Convertible Redeemable Debentures (NCD) is ICRA AA Stable.

11. The Company has maintained minimum required assets cover ratio of 1.1 times as per debenture issue terms of non convertible debenture carrying interest @ 8.45% p.a. and @ 8.70% p.a. which signifies adequate security. Debentures are secured by way of first pari passu charge on entire movable fixed assets (both present and future) and mortgage of certain immovable fixed assets of the Company.

For **STERLITE TECHNOLOGIES LIMITED**


DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR



12. The Company has paid the interest on NCD on due dates. Details of previous and next due date of payment of interest and principal of NCDs are as follow:-

S.No.	Security Description	ISIN	Previous due date for payment		Next due date for payment	
			Principal	Interest	Interest	Principal
1	8.45% NCDs					
	a. Series 1	INE089C07075	N.A.	22-Mar-19	20-Mar-20	20-Mar-20
	b. Series 2	INE089C07083	N.A.	22-Mar-19	20-Mar-20	22-Sep-20
2	8.70 NCDs	INE089C07091	N.A.	27-Mar-19	27-Mar-20	27-Apr-21

13. Pursuant to the announcement made by the Finance Ministry of the Government of India on September 20, 2019, the parent company, basis their current assessment, is expected to opt for a lower corporate tax rate as per section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from financial year 2019-20 onwards. Accordingly, the parent company has recognised Provision for Income Tax for the half year ended September 30, 2019 and remeasured the Deferred Tax Liability basis the revised lower tax rate. The impact of the same has been recognised in the period ended September 30, 2019.

14. The Group, on 24th September 2019 (the "Acquisition date") has entered into definitive agreements to acquire 100% stake in Impact Data Solutions Group (IDS) comprising it's wholly owned subsidiary, Impact Data Solutions B.V. and a group company Vulcan Data Centre Solutions Limited. The Group has acquired 80% of the shares of IDS in for a purchase consideration of GBP 10.2 million subject to subsequent adjustment based on actual enterprise value as at December 31, 2019 calculated in accordance with the agreement. Further, the Group has an obligation to acquire the balance 20% over the next 2 to 5 years for a consideration based on an earn out model. Accordingly, the Company has recognised the liability with respect to the redemption amount.

The purchase price has been allocated to assets and liabilities on a provisional basis as per Ind AS 103 – Business Combinations resulting in provisional goodwill of GBP 8.54 million. Numbers of the current period are not comparable to the previous periods disclosed.

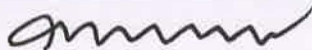
15. Previous period figures have been regrouped / rearranged wherever considered necessary.

Place: Pune

Date: October 24, 2019

Registered office: Sterlite Technologies Limited,
E 1, MIDC Industrial Area, Waluj, Aurangabad, Maharashtra, India - 431 136
www.sterlitetech.com Telephone : +91-240-2558400
Fax : +91-240-2564598

For STERLITE TECHNOLOGIES LIMITED



**DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR**



STERLITE TECHNOLOGIES LIMITED
DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR