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**STERLITE TECHNOLOGIES LIMITED**  
(CIN : L31300MH2000PLC269261)  
**CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019**

(Rs. in Crores except earning per share)

Particulars	Quarter ended			Nine Months ended		Year ended
	Dec 19 (Unaudited)	Sep 19 (Unaudited)	Dec 18 (Unaudited)	Dec 19 (Unaudited)	Dec 18 (Unaudited)	Mar 19 (Audited)
Revenue from operations	1,202.66	1,359.69	1,334.87	3,994.34	3,296.10	5,087.26
Other income	6.02	9.14	10.43	23.90	23.66	36.86
<b>Total Income</b>	<b>1,208.68</b>	<b>1,368.83</b>	<b>1,345.30</b>	<b>4,018.24</b>	<b>3,319.76</b>	<b>5,124.12</b>
<b>Total Expenditure</b>	<b>1,087.05</b>	<b>1,205.94</b>	<b>1,119.69</b>	<b>3,616.22</b>	<b>2,704.01</b>	<b>4,260.58</b>
Cost of materials consumed	562.77	622.67	661.63	1,851.75	1,369.95	2,591.32
Purchase of stock-in-trade	(0.49)	2.08	16.72	1.71	25.52	30.58
(Inc) / Dec in finished goods, stock-in-trade & WIP	6.66	27.73	(48.39)	74.98	2.06	(134.67)
Employee benefits expense	164.84	166.67	149.34	477.76	376.21	511.23
Finance Costs	55.73	59.72	27.40	161.73	74.82	105.49
Depreciation and amortisation expense	70.08	75.04	51.24	213.46	145.19	194.98
Other expenses	227.46	252.03	261.65	734.83	710.26	961.65
<b>Profit before tax &amp; share of net profits of Investments accounted using equity method</b>	<b>121.63</b>	<b>162.89</b>	<b>225.71</b>	<b>602.02</b>	<b>615.76</b>	<b>863.54</b>
Share of Profit / (Loss) of Joint Venture and Associate Company	-	-	-	-	-	-
<b>Profit before exceptional item and tax</b>	<b>121.63</b>	<b>162.89</b>	<b>225.71</b>	<b>602.02</b>	<b>615.76</b>	<b>863.54</b>
Exceptional Item (Refer note 4)	50.71	-	-	50.71	-	-
<b>Profit before tax</b>	<b>70.92</b>	<b>162.89</b>	<b>225.71</b>	<b>451.31</b>	<b>616.76</b>	<b>863.54</b>
<b>Tax expense :</b>	<b>19.11</b>	<b>3.33</b>	<b>76.00</b>	<b>95.76</b>	<b>196.01</b>	<b>278.16</b>
Current tax	21.33	19.11	99.63	112.81	228.95	288.97
Deferred tax	(2.22)	(15.78)	(23.63)	(17.05)	(32.94)	(10.81)
<b>Net Profit after Tax &amp; Share in Profit / (Loss) of Joint Venture and Associate Company</b>	<b>51.81</b>	<b>159.56</b>	<b>149.71</b>	<b>355.55</b>	<b>419.74</b>	<b>585.38</b>
<b>Loss from discontinued operations (Refer Note 7)</b>	<b>(1.82)</b>	<b>(1.79)</b>	<b>(2.10)</b>	<b>(4.92)</b>	<b>(5.12)</b>	<b>(7.69)</b>
<b>Net Profit for the period</b>	<b>49.99</b>	<b>157.77</b>	<b>147.61</b>	<b>350.63</b>	<b>414.62</b>	<b>577.79</b>
<b>Other Comprehensive Income</b>						
A. i) Items that will be reclassified to Profit or Loss	(19.22)	3.24	80.61	(62.12)	74.93	131.06
ii) Income tax relating to these items	3.59	6.43	(32.91)	19.47	(29.60)	(46.39)
B. i) Items that will not be reclassified to Profit or Loss	-	-	-	1.35	-	(7.84)
ii) Income tax relating to these items	-	-	-	-	-	2.74
<b>Other comprehensive income</b>	<b>(15.63)</b>	<b>9.67</b>	<b>47.70</b>	<b>(41.30)</b>	<b>45.33</b>	<b>79.57</b>
<b>Total comprehensive income for the period</b>	<b>34.36</b>	<b>167.44</b>	<b>195.31</b>	<b>309.33</b>	<b>459.95</b>	<b>657.36</b>
<b>Net Profit attributable to</b>						
a) Owners of the Company	52.63	159.56	145.60	353.57	397.68	562.75
b) Non controlling interest	(2.64)	(1.79)	2.01	(2.94)	17.04	15.04
<b>Other Comprehensive Income attributable to</b>						
a) Owners of the Company	(19.24)	11.01	51.44	(41.26)	47.68	80.40
b) Non controlling interest	3.61	(1.34)	(3.74)	(0.04)	(2.35)	(0.83)
<b>Total comprehensive income attributable to</b>						
a) Owners of the Company	33.39	170.57	197.04	312.31	445.26	643.15
b) Non controlling interest	0.97	(3.13)	(1.73)	(2.98)	14.69	14.21
Paid-up Equity Capital (Face value Rs 2 per share)	80.76	80.74	80.48	80.78	80.48	80.51
Other equity including debenture redemption reserve						1,638.79
Earning Per Share (Rs.) - Basic	1.31	3.96	3.62	8.77	9.90	14.00
Earning Per Share (Rs.) - Diluted	1.29	3.92	3.59	8.68	9.79	13.83

For STERLITE TECHNOLOGIES LIMITED

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





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**STERLITE TECHNOLOGIES LIMITED**  
(CIN : L31300MH2000PLC269261)  
**STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019**

(Rs. in Crores except earning per share)

Particulars	Quarter ended			Nine Months ended		Year ended
	Dec 19 (Unaudited)	Sep 19 (Unaudited)	Dec 18 (Unaudited)	Dec 19 (Unaudited)	Dec 18 (Unaudited)	Mar 19 (Audited)
Revenue from operations	1,111.48	1,263.66	1,231.19	3,719.96	3,073.97	4,862.63
Other income	6.87	7.71	10.06	24.28	22.57	34.84
<b>Total Income</b>	<b>1,118.35</b>	<b>1,271.37</b>	<b>1,241.25</b>	<b>3,744.24</b>	<b>3,096.54</b>	<b>4,897.47</b>
<b>Total Expenditure</b>	<b>981.43</b>	<b>1,108.19</b>	<b>1,042.97</b>	<b>3,234.72</b>	<b>2,578.46</b>	<b>4,086.15</b>
Cost of materials consumed	531.55	595.26	619.90	1,792.53	1,328.82	2,583.40
Purchase of stock-in-trade	(0.49)	2.08	13.92	1.71	29.05	30.58
(Inc) / Dec in finished goods, stock-in-trade & WIP	0.87	30.27	(24.31)	56.31	49.86	(110.47)
Employee benefits expense	134.51	138.99	118.96	395.41	315.76	439.55
Finance Costs	52.41	56.88	23.31	152.23	67.52	95.25
Depreciation and amortisation expense	56.34	61.02	42.43	173.11	126.56	167.79
Other expenses	206.24	223.69	248.76	663.42	660.89	880.05
<b>Profit before exceptional item and tax</b>	<b>136.92</b>	<b>163.18</b>	<b>198.28</b>	<b>509.52</b>	<b>518.08</b>	<b>811.32</b>
Exceptional Item (Refer note 4)	50.71	-	-	50.71	-	-
<b>Profit before tax</b>	<b>86.21</b>	<b>163.18</b>	<b>198.28</b>	<b>458.81</b>	<b>518.08</b>	<b>811.32</b>
<b>Tax expense :</b>	<b>21.41</b>	<b>3.21</b>	<b>68.61</b>	<b>96.41</b>	<b>175.89</b>	<b>276.09</b>
Current tax	17.95	19.50	89.70	105.46	203.12	270.99
Deferred tax	3.46	(16.29)	(21.09)	(9.05)	(27.23)	5.10
<b>Net profit for the period</b>	<b>64.80</b>	<b>159.97</b>	<b>129.67</b>	<b>362.40</b>	<b>342.19</b>	<b>535.23</b>
<b>Other Comprehensive Income</b>						
A. i) Items that will be reclassified to Profit or Loss	(15.60)	(7.63)	94.18	(50.27)	84.71	132.77
ii) Income tax relating to these items	3.59	6.43	(32.91)	19.47	(29.60)	(46.39)
B. i) Items that will not be reclassified to Profit or Loss	-	-	-	1.35	-	(7.84)
ii) Income tax relating to these items	-	-	-	-	-	2.74
<b>Other comprehensive income</b>	<b>(12.01)</b>	<b>(1.20)</b>	<b>61.27</b>	<b>(29.45)</b>	<b>55.11</b>	<b>81.28</b>
<b>Total comprehensive Income for the period</b>	<b>52.79</b>	<b>158.77</b>	<b>190.94</b>	<b>332.95</b>	<b>397.30</b>	<b>616.51</b>
Paid-up Equity Capital (Face value Rs.2 per share)	80.78	80.74	80.48	80.78	80.48	80.51
Earning Per Share (Rs.)- Basic	1.61	3.97	3.23	8.99	8.52	13.32
Earning Per Share (Rs.)- Diluted	1.59	3.93	3.19	8.90	8.43	13.16

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 January 15, 2020 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 current quarter, the Company has made an application under Sabka Vishwas (Legacy Dispute Resolution) Scheme, 2019 (SVLDRS), for settlement of the disputed excise matter of Rs. 188 crores demanded by CESTAT in 2005-06 which the Company was contesting at Supreme Court, and also some other litigations under Central Excise Act, 1944 and Chapter V of Finance Act, 1994 which were pending as of June 30, 2019. Based on the provisions of SVLDRS, Management has determined the duty payable in respect of all matters offered for settlement under the scheme and accordingly made an additional provision Rs. 50.71 crores in the current quarter. The Company is awaiting acceptance of the application by the department as of date. Therefore, qualification with respect to this matter in the audit report / review report until period ended September 30, 2019 has been discontinued from the current quarter.

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. 7.46 crores and Rs. 22.27 crores for the quarter and period ended December 31, 2019, respectively. 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. 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 recognised Provision for Income Tax and remeasured the Deferred Tax Liability basis the revised lower tax rate and impact of the same was recognised in the period ended September 30, 2019. The parent company has also recognised Provision for Income Tax and Deferred Tax Liability for the quarter and period ended December 31, 2019 basis the revised lower tax rate.

10. 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 its 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 quarter and period ended December 31, 2019 are not comparable to the previous periods disclosed.

11. The Group on January 9, 2020 acquired 12.5% stake in ASOCS, a developer of open, disruptive and virtualized Radio Access Network (vRAN) solutions, delivering 4G and 5G for cellular networks. ASOCS is a pioneer in virtual Radio Access Networks (vRAN) and a provider of fully virtualized Base Station solutions for Enterprise and Telco-Networks. STL Group and ASOCS will partner in creating cutting edge solutions that will address the rollout of 5G networks.

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

Place: Pune

Date: January 15, 2020

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**For STERLITE TECHNOLOGIES LIMITED**

  
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