

**STERLITE TECHNOLOGIES LIMITED**  
(CIN : L31300MH2000PLC269261)  
**CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020**

(Rs. in Crores except earning per share)

Particulars	Quarter ended			9 months ended		Year ended
	Dec 20 (Unaudited)	Sep 20 (Unaudited)	Dec 19 (Unaudited)	Dec 20 (Unaudited)	Dec 19 (Unaudited)	Mar 20 (Audited)
Revenue from operations	1,314.44	1,159.53	1,202.66	3,350.17	3,994.34	5,154.40
Other income	7.65	9.34	6.02	26.52	23.90	34.30
<b>Total Income</b>	<b>1,322.09</b>	<b>1,168.87</b>	<b>1,208.68</b>	<b>3,376.69</b>	<b>4,018.24</b>	<b>5,188.70</b>
<b>Total Expenditure</b>	<b>1,202.37</b>	<b>1,088.51</b>	<b>1,087.05</b>	<b>3,189.64</b>	<b>3,516.22</b>	<b>4,596.39</b>
Cost of materials consumed	698.36	584.84	562.77	1,679.71	1,851.75	2,367.74
Purchase of stock-in-trade	-	0.76	(0.49)	1.07	1.71	2.12
(Inc) / Dec in finished goods, stock-in-trade & WIP	(35.41)	(8.23)	6.66	(22.13)	74.98	97.63
Employee benefits expense	164.33	156.95	164.84	468.34	477.76	629.80
Finance Costs	49.79	49.77	55.73	149.61	161.73	221.04
Depreciation and amortisation expense	68.20	81.64	70.08	224.03	213.46	290.28
Other expenses	257.10	222.78	227.46	669.01	734.83	967.76
<b>Profit before tax &amp; share of net profits of investments accounted using equity method</b>	<b>119.72</b>	<b>80.36</b>	<b>121.63</b>	<b>207.05</b>	<b>502.02</b>	<b>592.31</b>
Share of Profit / (Loss) of Joint Venture and Associate Company	-	-	-	-	-	-
<b>Profit before exceptional item and tax</b>	<b>119.72</b>	<b>80.36</b>	<b>121.63</b>	<b>207.05</b>	<b>502.02</b>	<b>592.31</b>
Exceptional item (Refer note 5)	-	-	50.71	-	50.71	50.71
<b>Profit before tax</b>	<b>119.72</b>	<b>80.36</b>	<b>70.92</b>	<b>207.05</b>	<b>451.31</b>	<b>541.60</b>
Tax expense :	<b>33.26</b>	<b>23.55</b>	<b>19.11</b>	<b>60.93</b>	<b>95.76</b>	<b>108.88</b>
Current tax	25.40	21.81	21.33	55.37	112.61	120.00
Deferred tax	7.86	1.74	(2.22)	5.56	(17.05)	(11.12)
<b>Net Profit after Tax &amp; Share in Profit / (Loss) of Joint Venture and Associate Company</b>	<b>86.46</b>	<b>56.81</b>	<b>51.81</b>	<b>146.12</b>	<b>355.55</b>	<b>432.72</b>
<b>Loss from discontinued operations (Refer Note 7)</b>	<b>(0.49)</b>	<b>(1.61)</b>	<b>(1.82)</b>	<b>(2.69)</b>	<b>(4.92)</b>	<b>(5.28)</b>
<b>Net Profit for the period</b>	<b>85.97</b>	<b>55.20</b>	<b>49.99</b>	<b>143.43</b>	<b>350.63</b>	<b>424.44</b>
<b>Other Comprehensive income</b>						
A i) Items that will be reclassified to Profit or Loss	6.76	14.64	(19.22)	27.61	(62.12)	(56.47)
ii) Income tax relating to these items	1.52	1.46	3.59	3.21	19.47	20.20
B i) Items that will not be reclassified to Profit or Loss	-	-	-	-	1.35	1.70
ii) Income tax relating to these items	-	-	-	-	-	(0.09)
<b>Other comprehensive income</b>	<b>8.28</b>	<b>16.10</b>	<b>(15.63)</b>	<b>30.82</b>	<b>(41.30)</b>	<b>(36.66)</b>
<b>Total comprehensive income for the period</b>	<b>94.25</b>	<b>71.30</b>	<b>34.36</b>	<b>174.25</b>	<b>309.33</b>	<b>387.78</b>
<b>Net Profit attributable to</b>						
a) Owners of the Company	86.54	58.47	52.63	151.07	353.57	433.90
b) Non controlling Interest	(0.57)	(3.27)	(2.64)	(7.64)	(2.94)	(9.46)
<b>Other Comprehensive income attributable to</b>						
a) Owners of the Company	4.40	14.14	(19.24)	24.37	(41.26)	(39.70)
b) Non controlling Interest	3.88	1.96	3.61	6.45	(0.04)	3.04
<b>Total comprehensive income attributable to</b>						
a) Owners of the Company	91.04	72.61	33.39	175.44	312.31	394.20
b) Non controlling Interest	3.21	(1.31)	0.97	(1.19)	(2.98)	(8.42)
<b>Paid-up Equity Capital (Face value Rs 2 per share)</b>	<b>79.25</b>	<b>79.14</b>	<b>80.78</b>	<b>79.25</b>	<b>80.78</b>	<b>80.79</b>
<b>Other equity including debenture redemption reserve</b>						<b>1,838.99</b>
<b>Earning Per Share (Rs.) - Basic</b>	<b>2.18</b>	<b>1.46</b>	<b>1.31</b>	<b>3.79</b>	<b>8.77</b>	<b>10.76</b>
<b>Earning Per Share (Rs.) - Diluted</b>	<b>2.15</b>	<b>1.45</b>	<b>1.29</b>	<b>3.75</b>	<b>8.68</b>	<b>10.64</b>





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**STERLITE TECHNOLOGIES LIMITED**  
(CIN : L31300MH2000PLC269261)  
**STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020**

(Rs. in Crores except earning per share)

Particulars	Quarter ended			9 months ended		Year ended
	Dec 20 (Unaudited)	Sep 20 (Unaudited)	Dec 19 (Unaudited)	Dec 20 (Unaudited)	Dec 19 (Unaudited)	Mar 20 (Audited)
Revenue from operations	1,193.25	899.38	1,111.48	2,837.79	3,719.96	4,760.50
Other income	6.13	9.67	6.87	23.43	24.28	32.94
<b>Total Income</b>	<b>1,199.38</b>	<b>909.05</b>	<b>1,118.35</b>	<b>2,861.22</b>	<b>3,744.24</b>	<b>4,793.44</b>
<b>Total Expenditure</b>	<b>1,090.86</b>	<b>842.24</b>	<b>981.43</b>	<b>2,652.80</b>	<b>3,234.72</b>	<b>4,200.52</b>
Cost of materials consumed	663.64	438.81	531.55	1,428.79	1,792.53	2,273.96
Purchase of stock-in-trade	-	0.76	-0.49	1.07	1.71	2.12
(Inc) / Dec in finished goods, stock-in-trade & WIP	(17.32)	5.21	0.87	3.86	56.31	65.43
Employee benefits expense	125.64	107.71	134.51	349.56	395.41	519.82
Finance Costs	45.71	44.06	52.41	136.09	152.23	204.46
Depreciation and amortisation expense	49.76	58.18	56.34	165.84	173.11	232.42
Other expenses	223.43	187.51	206.24	567.59	663.42	902.31
<b>Profit before exceptional item and tax</b>	<b>108.52</b>	<b>66.81</b>	<b>136.92</b>	<b>208.42</b>	<b>509.52</b>	<b>592.92</b>
Exceptional Item (Refer note 5)	-	-	50.71	-	50.71	50.71
<b>Profit before tax</b>	<b>108.52</b>	<b>66.81</b>	<b>86.21</b>	<b>208.42</b>	<b>458.81</b>	<b>542.21</b>
<b>Tax expense :</b>	<b>29.13</b>	<b>17.85</b>	<b>21.41</b>	<b>56.21</b>	<b>96.41</b>	<b>108.69</b>
Current tax	23.30	11.63	17.95	42.00	105.46	111.53
Deferred tax	5.83	6.22	3.46	14.21	(9.05)	(2.84)
<b>Net profit for the period</b>	<b>79.39</b>	<b>48.96</b>	<b>64.80</b>	<b>152.21</b>	<b>362.40</b>	<b>433.52</b>
<b>Other Comprehensive income</b>						
A. i) Items that will be reclassified to Profit or Loss	(6.04)	(5.79)	(15.60)	(12.75)	(50.27)	(51.81)
ii) Income tax relating to these items	1.52	1.46	3.59	3.21	19.47	20.20
B. i) Items that will not be reclassified to Profit or Loss	-	-	-	-	1.35	1.70
ii) Income tax relating to these items	-	-	-	-	-	(0.09)
<b>Other comprehensive income</b>	<b>(4.52)</b>	<b>(4.33)</b>	<b>(12.01)</b>	<b>(9.54)</b>	<b>(29.45)</b>	<b>(30.00)</b>
<b>Total comprehensive income for the period</b>	<b>74.87</b>	<b>44.63</b>	<b>52.79</b>	<b>142.67</b>	<b>332.95</b>	<b>403.52</b>
Paid-up Equity Capital (Face value Rs.2 per share)	79.25	79.14	80.78	79.25	80.78	80.79
Earning Per Share (Rs.)- Basic	1.99	1.23	1.61	3.82	8.99	10.75
Earning Per Share (Rs.)- Diluted	1.97	1.21	1.59	3.78	8.90	10.63
Debenture Redemption Reserve				37.50		56.25
Other equity including debenture redemption reserve				1,625.12		1,728.78
Debt equity ratio (Refer note 8)				1.28		1.03
Debt service coverage ratio (Refer note 8)				0.92		1.55
Interest Service coverage ratio (Refer note 8)				2.53		3.86





**Notes:**

1. The above results have been reviewed by the Audit Committee. The Board of Directors at its meeting held on January 20, 2021 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. Management has made an assessment of the impact of COVID 19 in preparation for these financial results. Management has considered all relevant external and internal factors in the measurement of assets and liabilities including recoverability of carrying values of its assets, its liquidity position and ability to repay debts. No adjustment to key estimates and judgements that impact the financial results have been identified. Since telecom networks have been identified as an essential service, the Group is operating at its normal operating capacity at all locations. However, the impact assessment of COVID19 will be a continuing process given the uncertainties associated with its nature and duration and no significant impact is envisaged on the operations.
5. During the year ended March 31, 2020, the Company 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 determined the duty payable in respect of all matters offered for settlement under the scheme and accordingly recognised expense of Rs. 50.71 crores in the previous year.
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. Nil crores (goodwill has been fully amortised as at the end of the previous quarter) and Rs. 14.65 crores for the quarter and nine months ended December 31, 2020, respectively. Consequently, the auditors have included an emphasis of matter paragraph in regards to this matter in their report.
7. Loss from discontinued operations pertains to Maharashtra Transmission Communication Infrastructure Limited, a subsidiary of the Company. Management had filed a fresh application with Department of Telecommunication for transfer of the entity after its earlier application had been rejected. The Department of Telecommunication has currently closed the application citing lack of clarity with respect to certain aspects in the application. Management is working towards resolving the concerns and is committed to the sale of MTCIL post resolving the concerns and obtaining requisite regulatory approvals.
8. 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 after exceptional item + 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
9. Credit rating for the existing Non- Convertible Redeemable Debentures (NCD) is ICRA AA Stable. Credit rating for the outstanding commercial papers ICRA A1+ and CRISIL A1+.
10. The Company has maintained minimum required assets cover ratio of 1.1 times as per debenture issue terms of non convertible debenture carrying interest @ 8.70% 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.
11. 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 NCD is as follow:-

S.No.	Security Description	ISIN	Previous due date for		Next due date for	
			Principal	Interest	Principal	Interest
1	8.70% NCDs	INE089C07091	N.A.	27-Mar-20	27-Apr-21	27-Mar-21



## 12. Details of previous and next due date of principal of CPs are as follow:-

S.No.	Security Description	ISIN	Previous due date		Next due date for	
			Principal	Interest	Principal	Interest
1	CP-5.50%	INE089C14AN7	N.A.	16-Oct-20	12-Apr-21	N.A.
2	CP-4.90%	INE089C14AO5	N.A.	29-Oct-20	27-Jan-21	N.A.
3	CP-5.00%	INE089C14AP2	N.A.	17-Dec-20	17-Mar-21	N.A.
4	CP-5.00%	INE089C14AQ0	N.A.	28-Dec-20	25-Mar-21	N.A.
5	CP-4.95%	INE089C14AR8	N.A.	30-Dec-20	26-Feb-21	N.A.

13. During the current period, Management has aligned the reporting period of Metallurgica Bresciana S.p.A. ("MB Italy") with the reporting period of the parent entity and therefore the consolidated results for the quarter ended September 30, 2020 and nine months ended December 31, 2020 include the results of MB Italy for the period from April 1, 2020 to September 30, 2020 and January 1, 2020 to December 31, 2020, respectively. Due to the reporting period alignment, the revenue and profit after tax is higher by Rs. 138.75 Crs and Rs. 9.68 Crs respectively, for the quarter ended September 30, 2020 and nine months ended December 31, 2020. Therefore numbers for the current reporting period are not comparable to the previous periods disclosed to that extent.

14. On March 24, 2020, the Board of Directors had approved the buyback of Equity Shares for a total amount not exceeding Rs. 145 Crore, being 9.95% and 9.32% of the aggregate of the total paid-up equity capital and free reserves (including securities premium) of the Company based on the audited standalone and consolidated financial statements, respectively, of the Company for the financial year ended March 31, 2019. The Company has closed the buy back on August 27, 2020. The Company has bought back 88,67,000 shares for Rs. 99.78 crores (excluding taxes).

15. Pursuant to the announcement made by the Finance Ministry of the Government of India on September 20, 2019, the parent company has opted 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. The parent company has accordingly recognised Provision for Income Tax and Deferred Tax Liability for the quarter and nine months ended December 31, 2020 basis the revised lower tax rate.

16. During the current quarter, the application for reverse merger filed by the Group for two of its subsidiaries, Sterlite Technologies S.p.A and Metallurgica Bresciana S.p.A with the Court of Brescia (Italy) has been approved with an effective date of January 01, 2020.

17. The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity. The draft rules for the Code on Social Security, 2020 have been released by the Ministry of Labour and Employment on November 13, 2020. The Company and its Indian subsidiaries are in the process of assessing the additional impact on Provident Fund contributions and on Gratuity liability contributions and will complete their evaluation and give appropriate impact in the financial statements in the period in which the rules are notified become effective.

18. The Company, through its subsidiary Sterlite Optical Interconnect S.p.A, has entered into a share purchase agreement dated November 02, 2020 to acquire 100% equity of Optotec S.p.A (Optotec) for an estimated purchase consideration of EUR 30.7 million. The acquisition has been completed in January 2021.

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

Place: Pune  
Date: January 20, 2021

For and on behalf of the Board of Directors of  
Sterlite Technologies Limited



Dr Anand Agarwal  
CEO & Whole-time Director  
DIN : 00057364

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