

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300PN2000PLC202408)
CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

(Rs. in Crores except earning per share)

Particulars	Quarter ended			Year ended
	Jun 21 (Unaudited)	Mar 21 (Unaudited)	Jun 20 (Unaudited)	Mar 21 (Audited)
Revenue from operations	1,309.23	1,475.01	876.20	4,825.18
Other income	6.53	16.45	9.53	42.97
Total Income	1,315.76	1,491.46	885.73	4,868.15
Total Expenditure	1,196.64	1,333.15	878.76	4,502.79
Cost of materials consumed	659.76	854.05	396.51	2,534.14
Purchase of stock-in-trade	1.90	-	0.31	0.69
(Inc) / Dec in finished goods, stock-in-trade & WIP	(71.87)	(117.77)	21.51	(139.90)
Employee benefits expense	193.37	179.08	147.06	647.42
Finance Costs	49.42	53.39	50.05	203.00
Depreciation and amortisation expense	69.89	61.23	74.19	285.26
Other expenses	294.17	303.17	189.13	972.18
Profit before tax & share of net profits of investments accounted using equity method	119.12	158.31	6.97	365.36
Share of Profit / (Loss) of Joint Venture and Associate Company	8.73	14.86	-	14.86
Profit before exceptional item and tax	127.85	173.17	6.97	380.22
Exceptional Item (Refer note 5)	16.23	-	-	-
Profit before tax	144.08	173.17	6.97	380.22
Tax expense :	38.38	50.34	4.12	111.27
Current tax	42.24	38.14	8.16	93.51
Deferred tax	(3.86)	12.20	(4.04)	17.76
Net Profit after Tax & Share in Profit / (Loss) of Joint Venture and Associate Company	105.70	122.83	2.85	268.95
Loss from discontinued operations (Refer Note 6)	1.29	(0.90)	(0.59)	(3.59)
Net Profit for the period	106.99	121.93	2.26	265.36
Other Comprehensive income				
A. i) Items that will be reclassified to Profit or Loss	(1.49)	9.72	6.21	37.33
ii) Income tax relating to these items	1.88	(1.48)	0.23	1.73
B. i) Items that will not be reclassified to Profit or Loss	-	3.29	-	3.29
ii) Income tax relating to these items	-	(0.83)	-	(0.83)
Other comprehensive income	0.39	10.70	6.44	41.52
Total comprehensive income for the period	107.38	132.63	8.70	306.88
Net Profit attributable to				
a) Owners of the Company	115.75	124.40	5.96	275.47
b) Non controlling Interest	(8.76)	(2.47)	(3.70)	(10.11)
Other Comprehensive income attributable to				
a) Owners of the Company	(2.53)	11.24	5.83	35.61
b) Non controlling Interest	2.92	(0.54)	0.61	5.91
Total comprehensive income attributable to				
a) Owners of the Company	113.22	135.64	11.79	311.08
b) Non controlling Interest	(5.84)	(3.01)	(3.09)	(4.20)
Paid-up Equity Capital (Face value Rs.2 per share)	79.34	79.33	79.89	79.33
Other equity including debenture redemption reserve				1,908.06
Earning Per Share (Rs.)- Basic	2.92	3.13	0.15	6.93
Earning Per Share (Rs.)- Diluted	2.89	3.10	0.15	6.85

STERLITE TECHNOLOGIES LIMITED
(CIN : L31300PN2000PLC202408)
STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

(Rs. in Crores except earning per share)

Particulars	Quarter ended			Year ended
	Jun 21 (Unaudited)	Mar 21 (Unaudited)	Jun 20 (Unaudited)	Mar 21 (Audited)
Revenue from operations	1,122.49	1,304.22	745.16	4,142.01
Other income	8.12	34.24	7.63	57.67
Total Income	1,130.61	1,338.46	752.79	4,199.68
Total Expenditure	1,012.22	1,181.19	719.70	3,833.99
Cost of materials consumed	549.51	686.15	326.34	2,115.32
Purchase of stock-in-trade	1.52	-	0.31	0.69
(Inc) / Dec in finished goods, stock-in-trade & WIP	(25.65)	(33.97)	15.97	(30.11)
Employee benefits expense	136.21	142.41	116.21	491.97
Finance Costs	46.24	53.62	46.32	189.71
Depreciation and amortisation expense	49.90	49.26	57.90	215.10
Other expenses	254.49	283.72	156.65	851.31
Profit before exceptional item and tax	118.39	157.27	33.09	365.69
Exceptional Item (Refer note 5)	52.75	-	-	-
Profit before tax	171.14	157.27	33.09	365.69
Tax expense :	39.88	48.07	9.23	104.28
Current tax	34.97	33.23	7.07	75.23
Deferred tax	4.91	14.84	2.16	29.05
Net profit for the period	131.26	109.20	23.86	261.41
Other Comprehensive income				
A. i) Items that will be reclassified to Profit or Loss	(5.77)	11.27	(0.92)	(1.48)
ii) Income tax relating to these items	1.45	(2.84)	0.23	0.37
B. i) Items that will not be reclassified to Profit or Loss	-	3.29	-	3.29
ii) Income tax relating to these items	-	(0.83)	-	(0.83)
Other comprehensive income	(4.32)	10.89	(0.69)	1.35
Total comprehensive income for the period	126.94	120.09	23.17	262.76
Paid-up Equity Capital (Face value Rs.2 per share)	79.34	79.33	79.89	79.33
Earning Per Share (Rs.)- Basic	3.31	2.75	0.59	6.57
Earning Per Share (Rs.)- Diluted	3.28	2.72	0.59	6.50
Debenture Redemption Reserve	-	-	-	37.50
Other equity including debenture redemption reserve	1,874.56	-	-	1,747.03
Debt equity ratio (Refer note 7)	1.32	-	-	1.18
Debt service coverage ratio (Refer note 7)	1.06	-	-	1.26
Interest Service coverage ratio (Refer note 7)	4.70	-	-	2.93



Notes:

1. The above results have been reviewed by the Audit Committee. The Board of Directors at its meeting held on July 22, 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 of 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. The amount of Rs. 52.75 crores reported under exceptional items in the standalone financial results includes profit of Rs. 67 crores recognised on account of transfer of land situated at Hyderabad. The amount also includes provision of Rs. 14.25 crores with respect to an order against the Company for claim filed by a vendor for non-fulfilment of certain contractually agreed offtake obligations.

In addition to the exceptional items reported in the standalone financials results as stated above, the amount of exceptional items in the consolidated financial results includes a charge of Rs. 7.83 crores towards cancellation of a lease agreement by STI US (wholly owned subsidiary) and an impairment charge of Rs. 28.69 crores for the assets of JSTFCL (a subsidiary) basis the assessment of recoverable value of assets performed by Management.

6. 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.

7. 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 financial results

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 financial results

8. Credit rating for the existing Non- Convertible Redeemable Debentures (NCD) is CRISIL AA Stable. Credit rating for the outstanding commercial papers ICRA A1+ and CRISIL A1+.

9. The Company has maintained minimum required assets cover ratio of 1.1 times as per debenture issue terms of non convertible debentures carrying interest @ 7.30% p.a. and assets cover ratio of 1.25 times of non convertible debentures carrying interest @ 8.25% 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.

10. 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 payment		Next due date for payment	
			Principal	Interest	Principal	Interest
1	8.25% NCDs	INE089C07109	N.A.	N.A.	24-Mar-28	25-Mar-22
2	7.30% NCDs	INE089C07117	N.A.	N.A.	29-Mar-24	31-Mar-22

11. 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-4.75%	INE089C14AY4	N.A.	29-Apr-21	21-Jul-21	N.A.
2	CP-4.81%	INE089C14AX6	N.A.	28-Apr-21	27-Jul-21	N.A.
3	CP-4.80%	INE089C14AZ1	N.A.	12-May-21	10-Aug-21	N.A.
4	CP-4.50%	INE089C14BB0	N.A.	04-Jun-21	02-Sep-21	N.A.
5	CP-4.75%	INE089C14BC8	N.A.	21-Jun-21	17-Sep-21	N.A.
6	CP-4.70%	INE089C14BA2	N.A.	24-May-21	17-Nov-21	N.A.

12. 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 that are notified become effective.

13. The Group, through its subsidiary Sterlite Optical Interconnect S.p.A. has acquired 100% of the shares of Optotec S.p.A. (Optotec) including its wholly owned subsidiary, Optotec International S.A for a purchase consideration of EUR 29.9 million as per share purchase agreement dated November 02, 2020 as amended on January 8, 2021.

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 EUR 18.8 million pending completion of purchase price allocation. Due to acquisition the numbers of the current period are not comparable to the previous periods disclosed.

14. The registered office of the company is shifted from E 1, MIDC Industrial Area, Waluj, Aurangabad, Maharashtra – 431136 to 4th Floor, Godrej Millennium, Koregaon Road 9, STS 12/1, Pune, Maharashtra- 411001 with effect from July 06, 2021

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

Place: San Francisco, USA
Date: July 22, 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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