INDEPENDENT AUDITOR’S REPORT ON AUDIT OF INTERIM STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF
BHARTI INFRATEL LIMITED

1. We have audited the accompanying Statement of Standalone Financial Results of Bharti Infratel Limited ("the Company") for the quarter and nine months ended December 31, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company’s Management and approved by the Board of Directors, has been compiled from the related interim condensed standalone financial statements which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “Interim Financial Reporting” ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim condensed standalone financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company’s preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company’s internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

a. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and

b. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter and nine months ended December 31, 2017.

4. The comparative financial information of the Company for the quarter and nine months ended December 31, 2016 and for the year ended March 31, 2017 prepared in accordance with Indian Accounting Standards("Ind AS") included in this Statement has been audited by the predecessor auditor. The report of the predecessor auditor on these comparative financial information dated January 23, 2017 and May 08, 2017 respectively for the quarter and nine months ended December 31, 2016 and for the year ended March 31, 2017 expressed an unmodified opinion.

Our report is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm’s Registration No. 117366W/W-100018)

[Signature]
Hemant M. Joshi
Partner
(Membership No. 38019)

New Delhi, January 17, 2018
Statement of Audited Standalone Ind AS financial results for the quarter and nine month ended December 31, 2017

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Quarter ended</th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th>Year Ended</th>
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<tbody>
<tr>
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<td>Audited</td>
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<tr>
<td>Income</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
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</tr>
<tr>
<td>Revenue from operations</td>
<td>16,952</td>
<td>16,577</td>
<td>15,540</td>
<td>49,463</td>
<td>44,704</td>
<td>40,487</td>
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<tr>
<td>Other income</td>
<td>195</td>
<td>151</td>
<td>178</td>
<td>16,189</td>
<td>16,037</td>
<td>10,121</td>
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</tr>
<tr>
<td>Total Income</td>
<td>17,147</td>
<td>16,728</td>
<td>15,718</td>
<td>55,652</td>
<td>50,741</td>
<td>50,608</td>
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<tr>
<td>Expenses</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost and sundry</td>
<td>5,925</td>
<td>5,717</td>
<td>5,374</td>
<td>10,892</td>
<td>13,678</td>
<td>21,143</td>
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<tr>
<td>Rent</td>
<td>870</td>
<td>873</td>
<td>739</td>
<td>2,014</td>
<td>2,542</td>
<td>3,184</td>
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<tr>
<td>Employee benefit expenses</td>
<td>723</td>
<td>759</td>
<td>698</td>
<td>2,203</td>
<td>2,071</td>
<td>2,746</td>
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<tr>
<td>Repairs and maintenance</td>
<td>1,010</td>
<td>1,020</td>
<td>934</td>
<td>3,003</td>
<td>3,030</td>
<td>4,084</td>
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<tr>
<td>Other expenses</td>
<td>300</td>
<td>254</td>
<td>319</td>
<td>754</td>
<td>888</td>
<td>1,164</td>
<td></td>
</tr>
<tr>
<td>Total Expenses</td>
<td>8,837</td>
<td>8,603</td>
<td>8,108</td>
<td>25,528</td>
<td>24,618</td>
<td>32,221</td>
<td></td>
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<tr>
<td>Profit before depreciation and amortisation, finance cost (net), charter and donation and tax</td>
<td>8,314</td>
<td>8,125</td>
<td>7,210</td>
<td>34,134</td>
<td>36,087</td>
<td>38,747</td>
<td></td>
</tr>
<tr>
<td>Depreciation and amortisation expense</td>
<td>3,019</td>
<td>3,059</td>
<td>3,050</td>
<td>9,162</td>
<td>9,080</td>
<td>12,167</td>
<td></td>
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<tr>
<td>Deviation adjusted with general reserve in accordance with the scheme of arrangement with Bharti Airtel Limited</td>
<td>(92)</td>
<td>(98)</td>
<td>(125)</td>
<td>(287)</td>
<td>(380)</td>
<td>(310)</td>
<td></td>
</tr>
<tr>
<td>Finance costs (net)</td>
<td>2,927</td>
<td>2,997</td>
<td>2,914</td>
<td>8,874</td>
<td>8,058</td>
<td>11,657</td>
<td></td>
</tr>
<tr>
<td>Charter and donation</td>
<td>142</td>
<td>140</td>
<td>136</td>
<td>373</td>
<td>400</td>
<td>451</td>
<td></td>
</tr>
<tr>
<td>Profit before tax</td>
<td>5,122</td>
<td>5,067</td>
<td>5,783</td>
<td>26,010</td>
<td>28,207</td>
<td>33,397</td>
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<tr>
<td>Income tax expense</td>
<td>1,952</td>
<td>2,039</td>
<td>2,104</td>
<td>6,027</td>
<td>4,406</td>
<td>6,307</td>
<td></td>
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<tr>
<td>Current tax</td>
<td>1,927</td>
<td>2,019</td>
<td>2,086</td>
<td>5,760</td>
<td>5,106</td>
<td>8,256</td>
<td></td>
</tr>
<tr>
<td>Deferred tax</td>
<td>(25)</td>
<td>(20)</td>
<td>(16)</td>
<td>(142)</td>
<td>(100)</td>
<td>(207)</td>
<td></td>
</tr>
<tr>
<td>Profit after tax</td>
<td>3,170</td>
<td>3,038</td>
<td>3,670</td>
<td>20,316</td>
<td>23,791</td>
<td>27,090</td>
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<tr>
<td>Other comprehensive income (OCI)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Items that will not be reclassified to Profit and Loss</td>
<td>4</td>
<td>1</td>
<td>1</td>
<td>(2)</td>
<td>(2)</td>
<td>(6)</td>
<td></td>
</tr>
<tr>
<td>Items that will be reclassified to Profit and Loss</td>
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<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fair value changes in financial assets through OCI (net of tax)</td>
<td>(110)</td>
<td>31</td>
<td>71</td>
<td>20</td>
<td>62</td>
<td>99</td>
<td></td>
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<tr>
<td>Other comprehensive income for the period/year, net of tax</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td></td>
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<tr>
<td>Total comprehensive income for the period/year, net of tax</td>
<td>3,064</td>
<td>3,007</td>
<td>3,640</td>
<td>20,336</td>
<td>23,863</td>
<td>27,184</td>
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<tr>
<td>Paid-up equity share capital (Face value ₹ 10 each)</td>
<td>18,496</td>
<td>18,496</td>
<td>18,496</td>
<td>18,496</td>
<td>18,496</td>
<td>18,496</td>
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<tr>
<td>Other equity</td>
<td>135,546</td>
<td>135,546</td>
<td>135,546</td>
<td>135,546</td>
<td>135,546</td>
<td>135,855</td>
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<tr>
<td>Earnings per share (Nominal Value of share ₹ 10 each)</td>
<td>1.714</td>
<td>1.567</td>
<td>1.989</td>
<td>11.261</td>
<td>12.715</td>
<td>14.494</td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>1.714</td>
<td>1.567</td>
<td>1.989</td>
<td>11.261</td>
<td>12.715</td>
<td>14.494</td>
<td></td>
</tr>
</tbody>
</table>

Notes to accounts

1. The above financial results for quarter and nine month ended December 31, 2017 have been reviewed by the Audit Committee in its meeting held on January 17, 2018 and approved by the Board of Directors in its meeting held on January 17, 2018.

2. The above financial results are extracted from the interim condensed audited financial statements of the Company which have been prepared in accordance with Indian Accounting Standards (Ind AS) 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and the other accounting principles generally accepted in India.

3. Bharti Infratek Employees' Welfare Trust [a trust set up for administration of Employee Stock Option Plan ('ESOP') of the Company] had acquired 1,652,000 equity shares of the Company from the open market at an average price of ₹ 377.72 per share. During the quarter ended December 31, 2017, 17,664 equity shares of ₹ 10 each and 7,063 equity shares of ₹ 109.67 each have been transferred to employees upon exercise of stock options. As of December 31, 2017, Bharti Infratek Employees' Welfare Trust ('the Trust') holds 7,93,068 shares (of Face Value of ₹ 10 each) (March 31, 2017- 852,656 shares) of the Company.

4. The Company was set-up with the object of, inter alia, establishing, operating and maintaining wireless communication towers. This is the only activity performed and is thus also the main source of risks and returns. The Company’s segment as reviewed by the Chief Operating Decision Maker (CODM) does not result in to identification of different ways / sources into which they see the performance of the Company. Accordingly, the Company has a single reportable segment. Further, as the Company does not operate in more than one geographical segment, hence, the relevant disclosures as per Ind AS 108 – operating segments are not applicable to the Company on a standalone basis.
5. On May 8, 2017, the Board of Directors had proposed a final dividend of ₹ 4 per equity share to all the existing shareholders for the year ended March 31, 2017 which has been approved by the shareholders in the annual general meeting dated July 22, 2017 and paid during the quarter ended September 30, 2017.

For Bharti Infratel Limited

Akhil Gupta
Chairman
New Delhi
January 17, 2018

For Bharti Infratel Limited

D S Rawat
Managing Director & CEO

“Bharti Infratel”, or “the Company”, wherever stated stands for Bharti Infratel Limited. For more details on the financial results, please visit our website www.bharti-infratel.com