

Limited Review Report on the Unaudited Standalone Financial Results of the Company for the quarter ended 30 September 2021

To,
The Board of Directors,
Bharat Sanchar Nigam Limited,

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results ("the Statement") of Bharat Sanchar Nigam Limited ("the Company") for the period ended September 30, 2021, which comprises of the Balance Sheet, cash flow statements as on date and related Statement of Profit and Loss for the period ended on that date and notes thereon.
2. This statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, 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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement read with notes thereon, unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Except as explained in the following paragraph, we conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

5. Basis of qualified Conclusion

- a) The Company has not provided for the demands of Rs 10,29,189 lakhs (for LF) and Rs 573,240 lakhs (for SUC) pending resolution of various arithmetic errors and other issues by the DoT/CCAs as mentioned in Note 7(a) of the Statement. Had this amount been provided



for the corresponding net loss and current liabilities could have increased by the same amount.

- b) The Company has not provided for Rs 5,83,585 lakhs with reference to Hon'ble Supreme Court Judgement date 01.09.2020 as mentioned in Note 7(b) of the Statement and has recognized the same only as contingent liability. Had this amount been provided for the corresponding net loss and current liabilities could have increased by the same amount.
- c) The Company has not provided the amount of Interest and Penalty Charges on Self assessed unpaid License Fee and Spectrum Charges of Rs. 313,930 lakhs as mentioned in Note 7(c) of the Statement. Had this amount been provided for, the corresponding net loss and current liabilities would have increased by the same amount.
- d) As reported by circle auditors, mutation of immovable properties taken over from DOT in favour of BSNL is pending in 2756 cases out of total 7551 properties.
- e) During the course of audit we have come across certain issues with regard to which we are unable to assess the impact on the Financial Statements due to inadequacy of documents:
 - i. As reported by auditors of certain circles, the amount payable to MSME vendors including interest amount have not been reconciled or provided for. Total outstanding dues of MSME is Rs. 71869 lakhs.
 - ii. The Company does not follow a system of obtaining confirmation and performing reconciliation of balances in respect of trade receivables/payables, deposits with government departments/companies including DOT, MTNL and BBNL.
 - iii. The Company is yet to reconcile the receipts and utilization of funds with regard to various Government Projects & Government Grants. Total outstanding in Government projects and Government Grants is not made available to us.
 - iv. Company has not billed for revenue on the government projects which have completed as on 30th September'2021. In absence of adequate details, the amount cannot be ascertained.
 - v. As reported by auditors of certain circles, there is unreconciled differences with regard to TDS, GST, TCS write back of GST credits, where bills have not been discharged within six months.
 - vi. As reported by auditors of certain circles, there are pending GR/IR balances the consequential impact on financials could not be ascertained.
 - vii. It is informed that no system audit has been conducted during the past several years.

6. Qualified Conclusion

Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the Circle auditors and other auditors referred to in paragraph 9 below, with the exception of the matter described **Basis of Qualified conclusion** nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, including the manner in which it is to be disclosed, contains any material misstatement.



7. We draw attention to Note No 8 of the statement regarding the approval of revival package for the company, by Government of India, the Company has prepared these statements on going concern basis.
8. Excess provision written back during the quarter amounts to Rs. 49643 lakhs on account of vendors/SD/EMD balances more than 3 years old, provision for doubtful debts and GR/IR clearing balances.
9. Out of 37 circles, R&P and BBF unit at CO, we did not review the interim financial statements of 37 circles which is reviewed by the respective circle auditors and R&P and BBF unit is reviewed by us, included in the standalone unaudited interim financial statements of the company, whose results reflect total assets of Rs 81,89,873 lakhs as at September 30, 2021 and total revenues of Rs. 7,91,805 lakhs for the period ended September 30, 2021 as considered in the respective standalone unaudited interim financial statements of the Company. The interim financial statements of these Circles have been reviewed by the Circle auditors whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such Circle auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter.

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No: 001770C



Monika Agrawal

Partner

Membership No: 093769

UDIN: 21093769AAAAAD6904



Place: New Delhi

Date: November 11th, 2021



ABRIDGED FINANCIAL
STATEMENT
(Standalone)

Half Year ended 30th September 2021

Statement of Unaudited Standalone Financial Results for the Quarter / Half year ended 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Notes to Annexure A	Standalone					
			Quarter ended			Half year ended		Year ended
			30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.3.2021
			(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Income							
a.	Revenue from operations	1	3,37,740	3,92,274	4,34,431	7,30,015	8,52,736	17,45,180
b.	Other income	2	67,553	17,481	16,084	85,021	23,408	1,14,301
	Total income		4,05,293	4,09,755	4,50,515	8,15,036	8,76,144	18,59,481
2.	Expenses							
a.	License and spectrum fee		28,374	30,902	38,484	59,276	62,664	1,25,761
b.	Employee benefits expense	3	1,69,443	1,77,730	1,73,086	3,47,173	3,36,133	6,67,916
c.	Finance costs	4	62,903	64,949	69,941	1,27,852	1,26,559	2,56,707
d.	Depreciation and amortisation expense	5	1,32,696	1,28,987	1,45,854	2,61,683	2,94,287	6,05,100
e.	Other expenses	6	2,01,672	1,63,190	2,93,202	3,64,851	4,17,125	9,48,109
	Total expenses		5,95,088	5,65,758	7,20,567	11,60,835	12,36,768	26,03,593
3.	Profit before share of net profits / (losses) of associates accounted for using the equity method and tax (1-2)		(1,89,795)	(1,56,002)	(2,70,052)	(3,45,799)	(3,60,624)	(7,44,112)
4.	Share of net profits / (losses) of associates accounted for using equity method		-	-	-	-	-	-
5.	Profit before tax (3+4)		(1,89,795)	(1,56,002)	(2,70,052)	(3,45,799)	(3,60,624)	(7,44,112)
6.	Income tax expense							
a)	Current tax		-	-	-	-	-	-
b)	Deferred tax		-	-	-	-	-	-
	Total tax expense		-	-	-	-	-	-
7.	Profit after tax (5-6)		(1,89,795)	(1,56,002)	(2,70,052)	(3,45,799)	(3,60,624)	(7,44,112)
8.	Other comprehensive income, net of income tax							
	Items that will not be reclassified to profit or loss							
	- Remeasurements of post-employment benefit obligations (net of tax)		210	(279)	(1,456)	(69)	(1,753)	(1,189)
	Other comprehensive income for the period, net of tax		210	(279)	(1,456)	(69)	(1,753)	(1,189)
9.	Total comprehensive income for the period (7+8)		(1,89,585)	(1,56,281)	(2,71,508)	(3,45,868)	(3,62,377)	(7,45,301)
10.	Profit after tax is attributable to:							
	Owners of the Company		(1,89,795)	(1,56,002)	(2,70,052)	(3,45,799)	(3,60,624)	(7,44,112)
	Non-controlling interest		-	-	-	-	-	-
	Other comprehensive income is attributable to:		(1,89,795)	(1,56,002)	(2,70,052)	(3,45,799)	(3,60,624)	(7,44,112)
	Owners of the Company		210	(279)	(1,456)	(69)	(1,753)	(1,189)
	Non-controlling interest		-	-	-	-	-	-
	Total comprehensive income attributable to:		210	(279)	(1,456)	(69)	(1,753)	(1,189)
	Owners of the Company		(1,89,585)	(1,56,281)	(2,71,508)	(3,45,868)	(3,62,377)	(7,45,301)
	Non-controlling interest		-	-	-	-	-	-
	Total comprehensive income attributable to:		(1,89,585)	(1,56,281)	(2,71,508)	(3,45,868)	(3,62,377)	(7,45,301)
11.	Paid-up equity share capital (Face Value of Rs. 10/- each)		5,00,000	5,00,000	5,00,000	5,00,000	5,00,000	5,00,000
12.	Paid-up debt capital/ outstanding long term debts		27,44,294	26,05,404	26,21,995	27,44,294	26,21,995	27,03,360
13.	9% non-cumulative preference shares (Face Value of Rs. 10/- each)		7,50,000	7,50,000	7,50,000	7,50,000	7,50,000	7,50,000
14.	Other equity excluding Revaluation Reserves		43,23,094	45,12,681	50,51,888	43,23,094	50,51,888	46,68,962
15.	Net Worth		48,23,094	50,12,681	55,51,888	48,23,094	55,51,888	51,68,962
16.	Earnings per share (INR)							
	(Of Face Value of Rs. 10/- each) (not annualised)							
	(a) Basic		(3.80)	(3.12)	(5.40)	(6.92)	(7.21)	(14.88)
	(b) Diluted		(3.80)	(3.12)	(5.40)	(6.92)	(7.21)	(14.88)
17.	Debt Equity Ratio		0.92	0.84	6.34	0.92	6.34	0.82
18.	Interest Service Coverage Ratio		0.09	0.58	(0.78)	0.34	0.48	0.46
19.	Debt Service Coverage Ratio		0.03	0.22	(0.07)	0.12	0.07	0.10
20.	Current ratio		0.60	0.56	0.66	0.60	0.66	0.68
21.	Long term debt to working capital		(1.70)	(1.49)	(3.27)	(1.70)	(3.27)	(3.73)
22.	Bad debts to Account receivable ratio		0.01	0.00	0.02	0.02	0.03	0.11
23.	Current liability ratio		0.65	0.64	0.52	0.65	0.52	0.54
24.	Total debts to total assets ratio		0.31	0.31	0.31	0.31	0.29	0.31
25.	Debtors turnover		3.88	3.49	3.91	4.19	3.73	3.93
26.	Operating margin (%)		(0.58)	(0.28)	(0.50)	(0.42)	(0.30)	(0.34)
27.	Net profit margin (%)		(0.56)	(0.40)	(0.62)	(0.47)	(0.42)	(0.43)

The accompanying notes are an integral part of these unaudited financial results.

In terms of our report attached
For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. 1004770C
Monika Agrawal
Partner
Membership No. : 093769

For BHARAT SANCHAR NIGAM LIMITED

P.K. Purwar
Chairman and Managing Director
DIN: 06619060

Surajit Mandal
Senior General Manager
(Corporate Accounts)

Arvind Vadnerkar
Director (HR)
DIN: 08597016

J.P. Chowdhary
Company Secretary and
General Manager (Legal)

M. No. F- 3726

Place: New Delhi

Date: 11/11/21

UDIN: 21093769AAAAAD6904

Statement of Unaudited Standalone Assets and Liabilities as at 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

Particulars	Standalone	
	As at 30.09.2021	As at 31.03.2021
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	88,32,162	89,87,799
Capital work-in-progress	3,31,238	3,77,584
Intangible assets	4,82,408	5,13,564
Intangible assets under development	-	-
Right-of-use Assets	3,17,500	3,39,113
Financial assets		
(i) Investment in Subsidiary	-	-
(ii) Investments	-	-
(iii) Loans	129	158
(iv) Other financial assets	38,572	37,070
Deferred tax assets (net)	-	-
Other non-current assets	52,161	79,960
Total non-current assets	1,00,54,170	1,03,35,248
Current assets		
Inventories	2,04,067	1,79,583
Financial assets		
i. Investments	-	-
ii. Trade receivables	3,09,221	3,86,939
iii. Cash and cash equivalents	64,490	74,667
iv. Bank balances other than (iii) above	3,65,768	3,64,155
v. Loans	41	30
vi. Other financial assets	9,82,715	7,75,135
Current tax assets (net)	2,039	53,338
Other current assets	6,75,883	3,81,818
Assets classified as held for sale	7,36,818	7,33,618
Total current assets	33,41,042	29,49,283
Total assets	1,33,95,211	1,32,84,531
EQUITY AND LIABILITIES		
Equity		
Equity share capital	5,00,000	5,00,000
Other equity	43,23,094	46,68,962
Equity attributable to owners of the Company	48,23,094	51,68,962
Non-controlling interests	-	-
Total equity	48,23,094	51,68,962
LIABILITIES		
Non-current liabilities		
Financial liabilities		
i. Borrowings	21,61,461	29,73,393
ii. Lease liabilities	2,97,389	2,90,006
iii. Other financial liabilities	4,39,197	3,43,067
Provisions	83,233	93,763
Deferred tax liabilities (net)		
Other non-current liabilities	51,246	60,220
Total non-current liabilities	30,32,526	37,60,449

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Statement of Unaudited Standalone Assets and Liabilities as at 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

Particulars	Standalone	
	As at 30.09.2021	As at 31.03.2021
	(Unaudited)	(Audited)
Current liabilities		
Financial liabilities		
i. Borrowings	16,74,138	7,74,407
ii. Lease liabilities	53,156	75,448
iii. Trade payables		
- Total outstanding dues of micro enterprise and small enterprises	71,868	95,682
- Total outstanding dues of creditors other than micro enterprise	9,23,562	10,20,988
iv. Other financial liabilities	12,77,894	12,47,708
Other current liabilities	14,67,018	10,99,629
Provisions	71,956	41,258
Total current liabilities	55,39,592	43,55,119
Total liabilities	85,72,119	81,15,569
Total equity and liabilities	1,33,95,213	1,32,84,531

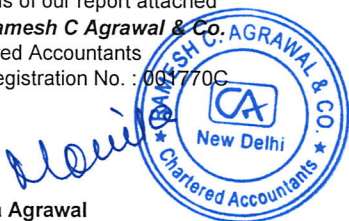
The accompanying notes are an integral part of these unaudited financial results.

In terms of our report attached

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No. : 069770C



Monika Agrawal

Partner

Membership No. : 093769

Place: New Delhi

Date : 11/11/21

UDIN : 21093769AAAAAD6904

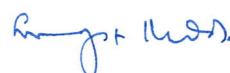
For and on behalf of Board of Directors of Bharat Sanchar Nigam Limited



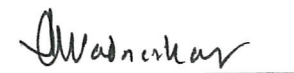
P.K. Purwar

Chairman and Managing Director

DIN: 06619060



Surajit Mandol

Senior General Manager
(Corporate Accounts)


Arvind Vadnerkar 11/11

Director (HR)

DIN: 08597016



J.P. Chowdhary

Company Secretary and
General Manager (Legal)

M. No. F- 3726



Bharat Sanchar Nigam Limited

CIN: U74899DL2000GOI107739

Registered Office: Bharat Sanchar Bhawan, Harish Chandra Mathur Lane, Janpath, New Delhi - 110001

Tel: 011 2355 5395, Fax: 011 2355 3389, Website: www.bsnl.co.in, email: jp_chowdhary@bsnl.co.in



Unaudited Standalone Cash Flow Statement for the period ended 30 September 2021

(All amounts are in INR lakh, unless otherwise stated)

Particulars	For the period ended 30 September 2021	For the period ended 30 September 2020
Profit/ (loss) before tax	(3,45,799)	(3,60,623)
Adjustments for:		
Depreciation and amortisation expense	2,61,684	2,94,287
Bad-debt written off	7,092	11,311
Provision for doubtful debts and disputed bills	10,439	10,492
Bad-debt provision other than services	393	7,474
Write off and losses other than bad debts	13,067	6,044
Write off of unrecovered service tax/ GST	341	593
Excess liabilities written back no longer required	(57,304)	(9,605)
Profit on termination of lease contract(s)	(179)	(68)
Unrealised Gain/Loss on Forex fluctuation (net)	43	235
Grant in aid (net)	(8,974)	15,961
Finance costs	1,25,528	1,23,682
Unwinding of discount on decommissioning liabilities	2,323	2,878
Interest income	(6,384)	(1,616)
Profit on sale of property, plant and equipment (net)	(813)	(326)
Capitalisation of overheads	(3,822)	(2,343)
Operating cash flows before working capital changes	(2,365)	98,376
Net change in:		
Loans	18	54
Trade receivables	60,187	68,186
Inventories	(24,484)	(4,907)
Other financial assets	(2,08,718)	7,88,990
Other assets	(2,67,567)	8,732
Trade payables	(1,21,280)	(1,31,494)
Other financial liabilities	1,83,620	(8,78,240)
Provisions	30,571	5,982
Short Term Borrowings	-	-
Other liabilities	3,53,588	(2,51,839)
Cash from operating activities	3,570	(2,96,160)
Net income tax refund (paid)	51,299	(8,334)
Net cash generated from/ (used in) operating activities	54,869	(3,04,494)
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(15,837)	(7,964)
Proceeds from sale of property, plant and equipment	12,308	22,172
Proceeds from sale of investments	-	-
Interest received	6,013	1,723
Proceeds from / (investment in) deposits with banks	(1,607)	10,270
Net cash generated from/ (used in) investing activities	877	26,201

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Bharat Sanchar Nigam Limited

CIN: U74899DL2000GOI107739

Registered Office: Bharat Sanchar Bhawan, Harish Chandra Mathur Lane, Janpath, New Delhi - 110001

Tel: 011 2355 5395, Fax: 011 2355 3389, Website: www.bsnl.co.in, email: jp_chowdhary@bsnl.co.in



Unaudited Standalone Cash Flow Statement for the period ended 30 September 2021

(All amounts are in INR lakh, unless otherwise stated)

Particulars	For the period ended 30 September 2021	For the period ended 30 September 2020
C. Cash flows from financing activities		
Interest paid	(1,08,265)	(1,05,037)
Payments for principal portion of lease liability	(29,865)	(18,645)
Payments for Interest portion of lease liability	(15,592)	(27,153)
Payments of Lease liability	-	-
Proceeds from/ (repayment) of long term loans (net)	40,934	4,34,522
Net cash generated from/ (used in) financing activities	(1,12,788)	2,83,687
Net increase/ (decrease) in cash and cash equivalents	(57,042)	5,394
Cash and cash equivalents at the beginning of the year	(2,19,773)	(73)
Cash and cash equivalents at the end of the year	(2,76,815)	5,321
Cash and cash equivalents:		
Balances with banks in current account including sweep In deposit	36,692	1,30,424
Deposits with original maturity of less than three months	26,729	-
Cheques on hand	296	219
Cash on hand	773	890
Bank overdraft	(3,41,305)	(1,26,212)
Total cash and cash equivalents	(2,76,815)	5,321

Notes:

(a) The cash flow statement has been prepared in accordance with "Indirect Method" as set out in the Indian Accounting Standard (Ind AS-7) on "Cash flow statement", specified under section 133 of the Companies Act, 2013, as applicable.

(b) Figures in the bracket represent cash outflow.

This is the standalone cash flow statement referred to in our report of even date.

In terms of our report attached

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No. : 001770C

Monika Agrawal

Partner

Membership No. : 093769



For and on behalf of Board of Directors of Bharat Sanchar Nigam Limited

P.K. Purwar

Chairman and Managing Director

DIN: 06619060

Surajit Mandol

Senior General Manager
(Corporate Accounts)

Arvind Vadnerkar

Director (HR)

DIN: 08597016

J.P. Chowdhary

Company Secretary and
General Manager (Legal)
M. No. F- 3726

Place: New Delhi

Date: 11/11/21

Unaudited Standalone Statement of Profit and Loss for the year ended 30 September 2021
(All amounts are in INR lakh, unless otherwise stated)

a. Equity share capital

Particulars	Standalone
Balance as at 1 April 2020	5,00,000
Changes in Equity Share Capital due to prior period errors	-
Restated Balance as at 1 April 2020	5,00,000
Changes in equity share capital during the year ended 31 March 2021	-
Balance as at 31 March 2021	5,00,000
Changes in Equity Share Capital due to prior period errors	-
Restated Balance as at 31 March 2021	5,00,000
Changes in equity share capital during the period ended 30 September 2021	-
Balance as at 30 September 2021	5,00,000

b. Other equity

Particulars	Standalone				Total
	Reserves and surplus				
	Capital reserve	General reserve	Retained earnings	Capital contribution from shareholder	
Balance as at 1 April 2020	40,21,118	4,90,075	8,04,754	98,318	54,14,265
Changes in Accounting Policy or prior period errors	-	-	-	-	-
Restated Balance as at 1 April 2020	40,21,118	4,90,075	8,04,754	98,318	54,14,265
Loss for the year	(2)	-	(7,44,112)	-	(7,44,114)
Other comprehensive income/ (expense) for the year	-	-	(1,189)	-	(1,189)
Balance as at 31 March 2021	40,21,116	4,90,075	59,453	98,318	46,68,962
Balance as at 1 April 2021	40,21,116	4,90,075	59,453	98,318	46,68,962
Changes in Accounting Policy or prior period errors	-	-	-	-	-
Restated Balance as at 1 April 2021	40,21,116	4,90,075	59,453	98,318	46,68,962
Loss for the period ended 30 September 2021	-	-	(3,45,799)	-	(3,45,799)
Other comprehensive income/ (expense) for the period ended 30 September 2021	-	-	(69)	-	(69)
Balance as at 30 September 2021	40,21,116	4,90,075	(2,86,415)	98,318	43,23,094

The accompanying notes are an integral part of these unaudited financial results.

In terms of our report attached
For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. : 0017700

Monika Agrawal
Partner
Membership No. : 093769

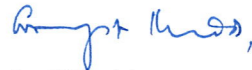
Place: New Delhi

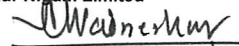
Date: 11/11/21



For and on behalf of Board of Directors of Bharat Sanchar Nigam Limited


P.K. Purwar
Chairman and Managing Director
DIN: 06619060


Surajit Mandol
Senior General Manager
(Corporate Accounts)


Arvind Vadnerkar
Director (HR)
DIN: 08597016


J.P. Chowdhary
Company Secretary
and
General Manager
(Legal)
M. No. F- 3726

Annexure A: Details of Statement of Unaudited Standalone Financial Results for the Quarter / Half year ended 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

1 Revenue from operations

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
Revenue from sale of services						
Telephones (other than Wireless in Local Loop)	33,141	36,117	40,839	69,258	81,962	1,53,474
Cellular	1,28,097	1,25,136	1,35,680	2,53,233	2,69,658	5,46,241
Broad band services	29,217	40,034	53,925	69,251	1,16,109	2,02,447
Leased Lines	49,000	93,869	63,442	1,42,869	1,53,888	3,36,410
Leasing of fiber infra	12,896	9,494	16,966	22,390	17,711	53,870
Other enterprise services	605	716	562	1,321	1,523	3,510
FTTH	38,667	32,204	21,353	70,871	37,820	93,777
Lease income from passive infrastructure	25,912	26,497	22,938	52,409	46,764	96,430
Interconnection usage charges (IUC) from other service providers	11,675	18,438	39,500	30,113	81,521	1,38,012
	3,29,210	3,82,505	3,95,205	7,11,715	8,06,956	16,24,170
Other operating revenue						
Sale to third party from telecom factories	132	76	271	208	280	295
Profit from manufacturing activities of factories	45	109	1,368	154	835	4,147
Other operating income	5,320	6,701	33,991	12,021	38,797	1,04,756
Other	3,033	2,884	3,596	5,917	5,868	11,812
	8,530	9,769	39,226	18,300	45,780	1,21,010
Total	3,37,740	3,92,274	4,34,431	7,30,015	8,52,736	17,45,180

2 Other income

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
Interest income on						
Financial assets at amortised cost:						
Deposits with banks	367	387	376	754	612	1,319
Loans	68	62	133	130	325	557
Other	95	12	519	107	679	1,263
Income tax refund	5,393	-	-	5,393	-	2,031
	5,923	461	1,028	6,384	1,616	5,170
Other non-operating income						
Profit on sale of property, plant and equipment (net)	313	500	280	813	326	3,418
Income from liquidated damages	0	(0)	0	-	-	1,047
Excess liabilities written back no longer required	49,643	7,661	8,882	57,304	9,605	74,963
Profit on termination of lease contract(s)	156	23	68	179	68	225
Rent on staff quarters	5,628	4,063	3,294	9,691	6,443	16,566
Foreign exchange fluctuation gain (net)	-	12	-	-	-	-
Sale of scrap	3,931	1,751	604	5,682	1,277	2,032
Others	1,958	3,010	1,928	4,968	4,073	10,880
	61,630	17,020	15,056	78,637	21,792	1,09,131
Total	67,553	17,481	16,084	85,021	23,408	1,14,301

3 Employee benefits expense

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
Salaries, wages, allowances and other benefits	1,43,251	1,38,481	1,39,170	2,81,732	2,81,209	5,59,999
Expenses related to compensated absences	531	9,583	(3,469)	10,114	1,318	1,434
Contribution towards pension	4,556	4,615	4,788	9,171	9,850	19,344
Contribution towards superannuation	3,435	3,284	3,239	6,719	6,474	13,002
Contribution towards employees provident fund	9,055	8,622	8,533	17,677	17,065	34,289
Contribution towards Employees State Insurance	48	41	43	89	86	171
Expense related to post-employment defined benefit plans	2,979	2,472	959	5,451	6,078	10,611
Contribution towards leave salary	233	199	238	432	498	970
Medical expenses	7,203	11,758	21,434	18,961	15,645	35,817
Staff welfare expenses	46	11	33	57	51	480
	1,71,337	1,79,066	1,74,968	3,50,403	3,38,274	6,76,117
Less : Allocated to capital work-in-progress and others	1,894	1,336	1,882	3,230	2,142	8,201
Total	1,69,443	1,77,730	1,73,086	3,47,173	3,36,133	6,67,916

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Annexure A: Details of Statement of Unaudited Standalone Financial Results for the Quarter / Half year ended 30th September 2021

4 Finance costs

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Interest expense on						
Financial liabilities at amortised cost:						
6.79% Bonds	16,631	16,466	1,428	33,097	1,428	34,514
Loans	38,798	36,791	55,642	75,589	1,03,584	1,77,256
Less: Moratorium gain	-	-	-	-	-	294
Less: Capitalised	1,557	463	1,192	2,020	1,803	4,606
	53,872	52,794	55,878	1,06,666	1,03,209	2,06,870
Subscriber deposits	-	-	-	-	-	1
Others	181	1,418	1,411	1,599	1,828	3,739
Lease liabilities	8,399	8,865	9,774	17,264	18,645	38,968
Unwinding of discount on decommissioning liabilities	451	1,872	2,878	2,323	2,878	7,129
Total	62,903	64,949	69,941	1,27,852	1,26,559	2,56,707

5 Depreciation and amortisation expense

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Depreciation on property, plant and equipment	99,108	96,016	1,11,978	1,95,124	2,22,712	4,60,721
Amortisation on intangible assets	15,827	15,657	15,900	31,484	31,669	63,247
Amortisation on Right to use assets	17,761	17,314	17,976	35,075	39,906	81,132
Total	1,32,696	1,28,987	1,45,854	2,61,683	2,94,287	6,05,100

6 Other expenses

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Rent	4,722	1,796	2,812	6,518	4,267	8,636
Lease charges	1,431	1,009	3,663	2,441	2,817	7,144
Rates and taxes	992	980	1,441	1,972	1,312	6,892
Power and fuel	50,171	44,818	57,093	94,989	1,01,070	2,06,288
Insurance	35	60	24	95	107	158
Bank charges	57	23	250	80	417	1,524
Repairs and maintenance on:			-			
Buildings	1,358	948	1,961	2,306	2,681	6,797
Plant and machinery	17,957	15,445	23,312	33,402	31,237	86,313
Cables	4,182	2,540	5,383	6,722	8,134	17,023
Others	3,312	1,388	3,674	4,700	5,322	11,111
Consumption of stores and spare parts	3,457	2,579	3,225	6,036	8,094	18,659
Professional and consultancy charges	176	262	1,651	438	1,865	2,188
Audit fees	32	31	43	63	43	474
Printing and stationery	138	107	310	245	714	1,560
Commission on franchise services	6,289	4,990	4,150	11,278	6,581	18,660
Advertisement	3	9	16	12	20	42
Business promotion and marketing expenses	6	24	714	30	377	860
Travelling expenses	977	413	751	1,390	904	1,745
Postage and courier charges	42	26	133	68	158	271
Security services	2,428	1,375	2,707	3,803	4,138	9,356
Vehicle running expenses (including hired vehicles)	3,083	2,440	4,132	5,523	5,961	13,520
Interconnection usage charges (IUC) to other service providers	15,263	10,095	39,280	25,358	62,502	1,13,557
Lease expense on passive infrastructure	13,316	12,349	17,773	25,666	26,754	53,358
Expenditure on services, goods and other expenses	39,556	25,784	43,046	65,340	56,518	1,12,595
Housekeeping charges	4,699	3,221	10,098	7,920	13,458	26,650
Transponder charges	9,296	9,243	23,638	18,539	23,638	42,790
Expenditure on LWVE operation	3,592	4,023	5,900	7,615	9,618	20,121
Penalty for customer application form (CAF) verification	109	15	21	124	32	100
Write off and losses (other than bad debts)	8,808	4,259	9,358	13,067	6,044	45,753
Bad debt provision other than services	10	383	7,468	393	7,474	5,461
Bad debt written off	2,953	4,139	8,615	7,092	11,311	43,829
Loss allowance for trade receivables and disputed bills	2,720	7,719	7,729	10,439	10,492	59,956
Write off of unrecovered service tax/ GST	336	5	453	341	593	2,653
Foreign exchange fluctuation loss (net)	54	-	344	43	235	271
Expenditure on construction contracts	275	1,083	2,159	1,357	2,430	2,947
Hiring charges of machinery lines	17	21	7	38	7	154
Payment of financial disincentive to Telecom Regulatory Authority of India	1	-	-	1	-	-
	2,01,853	1,63,602	2,93,334	3,65,444	4,17,325	9,49,416
Less : Allocated to capital project works and others	181	412	132	593	201	1,306
Total	2,01,672	1,63,190	2,93,202	3,64,851	4,17,125	9,48,110

Annexure B: Segment Information

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components, and for which discrete financial information is available. All operating segments and operating results are reviewed regularly by the Board of directors of the Company, which is defined as chief operating decision maker ('CODM') to make decisions about resources to be allocated to the segments and assess their performance.

For management purposes, the business is organized into following business segments based on its products and services identified:

(i) Basic; (ii) Cellular; (iii) Broadband; and (iv) Enterprise

Accordingly, the consolidated segment information is presented below:

(Amount in INR Lakh, unless otherwise stated)						
Sr. No.	Particulars	Standalone				
		Quarter ended			Half year ended	
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	31.03.2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue					
	(a) Revenue from operations					
	- Basic	36,554	49,810	67,277	86,364	4,95,769
	- Cellular	1,65,045	1,62,275	2,02,527	3,27,321	6,56,674
	- Broadband	65,064	76,016	81,752	1,41,080	2,02,457
	- Enterprise	71,077	1,04,174	82,875	1,75,251	3,90,280
	- Unallocated	-	-	-	-	-
	Total	3,37,740	3,92,274	4,34,431	7,30,015	17,45,180
	(b) Other income					
	- Basic	48,501	10,429	13,138	58,918	91,127
	- Cellular	7,960	4,713	923	12,673	11,019
	- Broadband	6,754	74	43	6,829	307
	- Enterprise	(1,587)	1,799	950	212	6,667
	- Unallocated	1	5	2	7	11
	Total	61,630	17,020	15,056	78,638	1,09,131
	Net segment revenue	3,99,370	4,09,294	4,49,487	8,08,653	18,54,311
2	Segment results					
	(a) Operating profit/(loss) before interest, depreciation and taxes					
	- Basic	(1,32,765)	(1,47,792)	(1,79,956)	(2,80,557)	(3,36,290)
	- Cellular	53,114	52,335	34,615	1,05,449	79,697
	- Broadband	58,253	64,228	64,842	1,22,481	1,47,634
	- Enterprise	22,042	69,802	27,071	91,844	2,26,380
	- Unallocated	(764)	(1,101)	(1,860)	(1,865)	(4,897)
	Total	(120)	37,472	(55,288)	37,352	1,12,524
	(b) Depreciation and amortisation	(1,32,697)	(1,28,987)	(1,45,854)	(2,61,684)	(6,05,100)
	(c) Interest income	5,923	461	1,029	6,384	5,170
	(d) Interest expenses	(62,903)	(64,949)	(69,941)	(1,27,852)	(2,56,707)
	Profit/(loss) before tax	(1,89,795)	(1,56,002)	(2,70,052)	(3,45,799)	(7,44,112)
	Tax expense	-	-	-	-	-
	Profit/(loss) after tax	(1,89,795)	(1,56,002)	(2,70,052)	(3,45,799)	(7,44,112)
3	Segment assets					
	- Basic	39,45,704	42,66,683	50,75,709	39,45,704	60,30,380
	- Cellular	10,60,081	10,81,022	12,13,500	10,60,081	11,57,024
	- Broadband	24,07,930	22,95,501	20,81,687	24,07,930	18,23,956
	- Enterprise	21,72,991	21,30,169	19,17,469	21,72,991	17,17,811
	- Unallocated	38,08,505	32,79,856	31,29,661	38,08,505	25,55,360
	Total	1,33,95,211	1,30,53,231	1,34,18,026	1,33,95,211	1,32,84,531
4	Segment liabilities					
	- Basic	26,81,431	27,25,238	29,37,809	26,81,431	27,16,250
	- Cellular	9,67,462	9,53,897	9,37,504	9,67,462	9,27,944
	- Broadband	63,338	50,891	30,674	63,338	39,274
	- Enterprise	10,96,647	10,63,970	9,47,334	10,96,647	10,85,644
	- Unallocated	37,63,241	32,46,554	30,13,096	37,63,241	33,46,457
	Total	85,72,119	80,40,550	78,66,417	85,72,119	81,15,569



Annexure C: Related Party Information

i. Key Management Personnel

Designation	Name of incumbent	Remarks
Chairman and Managing Director ('CMD')	Shri Pravin Kumar Purwar	From July 1, 2019 onwards
Director (Finance & CFO)	Ms. Yojana Das	From 16 November 2020 onwards
	Shri Suresh Kumar Gupta	From 29 April 2019 to 16 November 2020
Director (Enterprise)	Shri V. Ramesh	From June 3, 2020 onwards
	Shri Arvind Vadnerkar	From April 27, 2020 to June 2, 2020
	Shri B. L. Varshney	From April 29, 2019 to April 27, 2020
Director (Consumer Fixed Access)	Shri Vivek Banzal	From October 18, 2018 onwards
Director (Consumer Mobility)	Shri Sushil Kumar Mishra	From 06 March 2020 onwards
Director (Human Resource)	Shri Arvind Vadnerkar	From 14 October 2019 onwards
Government Director	Shri Navneet Gupta	From 27 May 2019 to 01 November 2021
	Shri Abhay Kumar Singh	From 13 February 2019 onwards
Non-official part - time Director	Shri V.V. Bhat	From 08 September 2017 to 07 September 2020
	Prof. Jasbir Singh	From 08 September 2017 to 07 September 2020
	Dr. Santhosh R. Dastane	From 30 January 2017 to 29 January 2020
	Smt. Kanuru Sujatha Rao	From 30 January 2017 to 29 January 2020
Company Secretary and Chief General Manager (Legal)	Shri J. P. Chowdhary	From 01 February 2021 onwards
	Shri H C Pant	From 28 November 2000 to 31 January 2021

ii. Subsidiary

BSNL Tower Corporation Limited

iii. Entities under the control of the same Government

The Company is a Central Public Sector Undertaking (CPSU) controlled directly or indirectly by Central Government. Pursuant to paragraph 25 and 26 of Ind AS 24, entities over which the same government has control or joint control of, or significant influence, then the reporting entity and other entities shall be regarded as related parties. The Company has applied the exemption available for government related entities and have made limited disclosures in the Consolidated financial statements. Such entities with which the Company has significant transactions include but not limited to Department of Telecom ('DoT'), Department of Posts, Mahanagar Telephone Nigam Limited, Indian Telephone Industries, Indian Oil Corporation Limited, Bharat Petroleum Corporation Limited, Union Bank of India, United Bank of India, State Bank of India, Bank of Maharashtra, Punjab National Bank, Canara Bank and Bank of Baroda.

iv. Post employment benefit plans

BSNL Employees Gratuity Fund Trust

BSNL Employees Superannuation Pension Fund Trust

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Notes to the Unaudited standalone financial results for the quarter / half year ended September 30, 2021:

1. Bharat Sanchar Nigam Limited (the 'Company' or 'BSNL') is a Public Sector Company fully owned by the Government of India and was formed on 15 September 2000 in pursuance to the Telecom Policy 1999, to takeover the ongoing business of the Department of Telecom Services (DTS) and Department of Telecom Operations (DTO) from 1 October 2000. The Company has been incorporated under the erstwhile Companies Act, 1956 with its registered corporate office in New Delhi.

The subsidiary of the Company, i.e. BSNL Tower Corporation Limited (BTCL) has been incorporated on 4 January 2018. BSNL together with its subsidiary is hereinafter referred to as the "Group".

2. The above unaudited financial results of the Company and the Group have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 11-11-21. The statutory auditors have carried out limited review of above financial results for the period ended September 30, 2021.
3. These financial results have been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India.

The financial results have been prepared on the accrual basis and on going concern basis, and the historical cost convention except where the Ind AS requires a different accounting treatment. There is no significant change in accounting policies as compared to accounting policies applied during the quarter / half year ended September 30, 2021.

4. Other Disclosures:

- (i) No dividends have been paid during the period for equity shares and preference shares.
- (ii) The carrying amounts of trade receivables, trade payables, cash and cash equivalents, investments, bank balances other than cash and cash equivalents and other financial assets and liabilities, approximates the fair values, due to their short-term nature. The other non-current financial assets represents bank deposits (due for maturity after twelve months from the reporting date) and security deposits given to various parties, and other non-current financial liabilities, the carrying value of which approximates the fair values as on the reporting date.

Specific valuation techniques used to value non current financial assets and liabilities for whom the fair values have been determined based on present values and the appropriate discount rates at each balance sheet date. The discount rate is based on the weighted average cost of borrowings of the Group at each balance sheet date.

5. The disclosure required as per the provisions of Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is given below:

a. The NCDs are secured by way of unconditional and irrevocable guarantee and continuing obligation for payment of principal amount of the Bonds issued by the Company, normal Interest thereon as agreed to be guaranteed by the Government of India.

b. The capital structure conveyed through DoT UO No 1-2/2000-B(Pt.) -dated 13 December 2001 includes 9% non-cumulative preference shares of INR 7,50,000 lakh and were accounted for as "preference share capital pending allotment" during the FY 2000-01. The shares were issued to the Central Government of India as fully paid with a par value of INR 10 per share on 2nd May 2002. In terms of section 55(2) of the Companies Act, 2013, the preference shares are mandatorily redeemable at par not later than twenty years from the date of issue of such shares and the Company is obliged to pay holders of these shares dividends at the rate of 9% of the par amount per annum, subject to availability of distributable profits.

c. Other Information:

The basis of computation of ratios is provided in the table below:

DSCR	Earnings before tax, depreciation, interest and exceptional item/ (Interest Expenses +Scheduled principal repayment of long term debt and lease liability during the period)
ISCR	Earnings before tax, depreciation, interest and exceptional item / Interest Expenses
Debt-equity ratio	(Long term borrowings + Short term borrowings + Current Maturities) / Total Equity *excluding lease liability
Net worth	Basis section 2(57) of the Companies Act, 2013
Current ratio	Current Assets / Current Liabilities
Long term debt to working capital	Non-Current Borrowings (Including Current Maturities of Non-Current Borrowings) / Current Assets Less Current Liabilities (Excluding Current Maturities of Non-Current Borrowings)
Bad debts to Account receivable ratio	Bad debts / Average Trade receivables
Current liability ratio	Total Current Liabilities / Total Liabilities
Total debts to total assets	(Non current borrowings+ current borrowings+lease liabilities) / Total assets
Debtors turnover	Value of Sales & Services / Average Trade Receivables
Operating margin (%)	EBIT – Other Income / Revenue from operations
Net profit margin (%)	Profit After Tax / Revenue from operations



Notes to the Unaudited standalone financial results for the quarter / half year ended September 30, 2021:

6. Bank balances other than cash & cash equivalent includes balance related to Government Projects shown as earmarked bank balance excluding Rs 17,700 lakh parked in Bank OD account.
7. a. Pending resolution of various arithmetic errors and other issues by the DoT/CCAs the demands amounting to INR 10,29,189 lakh (for LF) and INR 573,240 lakh (for SUC) are being carried as contingent liabilities since FY 2020-21.
b. The Company is carrying INR 583,585 lakh as contingent liability since FY 2020-21, in view of Hon'ble Supreme Court Judgment in AGR matter Civil Appeal No. 6328-6399 of 2015.
c. An estimated amount of INR 313,930 lakh towards interest and penalty on the unpaid amount of self assessed License Fee and SUC has not been provided for but recognised as Contingent Liability pending further decision from DoT with regard to the matter of adjustment of the unpaid amount of LF/SUC against various other receivable amounts from DoT.
8. The Union Cabinet in its meeting held on 23 October 2019 considered and approved the proposal of DoT for "Revival of BSNL and MTNL" (Cabinet Note dated 22 October 2019). The Union Cabinet has approved the revival package that includes reduction in employee cost by immediately offering Voluntary Retirement Scheme (VRS) to the employees of age 50 Years and above, with payment of ex-gratia to be supported through budgetary allocation of Government of India, administrative allotment of spectrum for providing 4G services through capital infusion by the Government, Sovereign bonds for a tenure of 10 years or more. for the purpose of debt restructuring, monetization of land/ building following DIPAM guidelines, monetization of tower and fibre assets with the aim to maximize the return, in-principle approval of merger of BSNL and MTNL. VRS has been implemented by the Company and INR 8,50,000 lakhs has been received on account of issuance of Sovereign Bonds. Land monetization is in progress in keeping with DIPAM guidelines. Efforts are ongoing for monetization of tower and fibre assets. The matter of merger of MTNL into BSNL is under deliberations with the Department of Telecom.
9. The contingent liabilities are reviewed by the management on periodic basis.
10. Below is the break up of borrowings and loans of the Company:-

(Amount in INR lakhs)

Particulars	30-09-2021	30-06-2021	31-03-2021
Bonds	8,45,184	8,43,100	8,41,023
Bank Overdraft	3,41,305	3,39,076	2,94,440
Loans	18,99,110	17,62,303	18,62,336
Total	30,85,599	29,44,479	29,97,799

11. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
12. Due to COVID pandemic, the whole of the country was under lockdown for substantial period of time. BSNL continued to provide services and its network utilization increased during this period. The Company has launched Work from Home scheme for customers, INSTA PAY platform to sell the stock online to Channel Partners 24 x 7. No significant reduction in revenue generation is seen due to COVID 19 pandemic. The Company, assessed that there is no major impact of COVID 19 on its business and accounting matters. The Company has reversed the impairment allowance on trade receivables by INR 19,000 lakh during the quarter ended September 30, 2021, out of the provision of INR 38,900 lakh created in FY 2020-21, considering the same is no longer required.
13. During the year, the asset retirement obligation liability has been reassessed and for certain assets it was noted that the liability is no longer required and accordingly the same has been reversed. The impact of the same is INR 12,604 lakh.
14. The Company is in the process of reconciling various balances related to government projects with the customers / vendors.

In terms of our report attached

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No. : 001270C

Monika Agrawal

Partner

Membership No. : 093769

Place: New Delhi

Date: 11/11/21

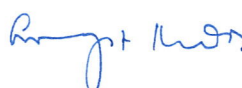
For BHARAT SANCHAR NIGAM LIMITED



P.K. Purwar

Chairman and Managing Director

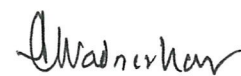
DIN: 06619060



Surajit Mandol

Senior General Manager

(Corporate Accounts)



Arvind Vadnerkar

Director (HR)

DIN: 08597016



J.P. Chowdhary

Company Secretary and
General Manager (Legal)

M. No. F- 3726

Limited Review Report on the Unaudited Consolidated Financial Results of the Company for the quarter ended 30 September 2021

To,

The Board of Directors,
Bharat Sanchar Nigam Limited,

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results ("the Statement") of Bharat Sanchar Nigam Limited ("the Company") and its Subsidiary (the Company and its subsidiary together referred to as "the Group"), for the period ended 30 September, 2021, which comprises of the Balance Sheet, cash flow as on date and related Statement of Profit and Loss for the period ended on that date and notes thereon.
2. This statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, 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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement read with related notes thereon, unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Except as explained in the following paragraph, we conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
5. The Statement includes the results of the Company and its wholly owned Subsidiary viz BSNL Tower Corporation Limited.
6. **Basis of qualified Conclusion**
 - a) The Group has not provided for the demands of Rs 10,29,189 lakhs (for LF) and Rs 573,240 lakhs (for SUC) pending resolution of various arithmetic errors and other issues by the DoT/CCAs as mentioned



in Note 7(a) of the Statement. Had this amount been provided for the corresponding net loss and current liabilities could have increased by the same amount.

- b) The Group has not provided for Rs 5,83,585 lakhs with reference to Hon'ble Supreme Court Judgement date 01.09.2020 as mentioned in Note 7(b) of the Statement and has recognized the same only as contingent liability. Had this amount been provided for the corresponding net loss and current liabilities could have increased by the same amount.
- c) The Group has not provided the amount of Interest and Penalty Charges on Self assessed unpaid License Fee and Spectrum Charges of Rs. 313,930 lakhs as mentioned in Note 7(c) of the Statement. Had this amount been provided for, the corresponding net loss and current liabilities would have increased by the same amount.
- d) As reported by circle auditors, mutation of immovable properties taken over from DOT in favour of BSNL is pending in 2756 cases out of total 7551 properties.
- e) During the course of audit we have come across certain issues with regard to which we are unable to assess the impact on the Financial Statements due to inadequacy of documents:
 - a) As reported by auditors of certain circles, the amount payable to MSME vendors including interest amount have not been reconciled or provided for. Total outstanding dues of MSME is Rs. 71869 lakhs.
 - b) The Company does not follow a system of obtaining confirmation and performing reconciliation of balances in respect of trade receivables/payables, deposits with government departments/companies including DOT, MTNL and BBNL.
 - c) The Company is yet to reconcile the receipts and utilization of funds with regard to various Government Projects & Government Grants. Total outstanding in Government projects and Government Grants is not made available to us.
 - d) Company has not billed for revenue on the government projects which have completed as on 30th September'2021. In absence of adequate details, the amount cannot be ascertained.
 - e) As reported by auditors of certain circles, there is unreconciled differences with regard to TDS, GST, TCS write back of GST credits, where bills have not been discharged within six months.
 - f) As reported by auditors of certain circles, there are pending GR/IR balances the consequential impact on financials could not be ascertained.
 - g) It is informed that no system audit has been conducted during the past several years.

Qualified Conclusion

Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the Circle auditors and other auditors referred to in paragraph 9&10 below, with the exception of the matter described **Basis of Qualified conclusion** nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, including the manner in which it is to be disclosed, contains any material misstatement.

- 7. We draw attention to Note No.8 of the statement regarding the approval of revival package for the company, by Government of India, the Company has prepared these statements on going concern basis.



8. Excess provision written back during the quarter amounts to Rs. 49643 lakhs on account of vendors/SD/EMD balances more than 3 years old, provision for doubtful debts and GR/IR clearing balances.
9. Out of 37 circles, R&P and BBF unit at CO, we did not review the interim financial statements of 37 circles which is reviewed by the respective circle auditors and R&P and BBF unit is reviewed by us, included in the standalone unaudited interim financial statements of the company, whose results reflect total assets of Rs 81,89,873 lakhs as at September 30, 2021 and total revenues of Rs. 7,91,805 lakhs for the period ended September 30, 2021 as considered in the respective standalone unaudited interim financial statements of the Company. The interim financial statements of these Circles have been reviewed by the Circle auditors whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such Circle auditors and the procedures performed by us as stated in paragraph 3 above.
10. We did not review the interim financial statements of 1 subsidiary included in the unaudited consolidated financial statements, whose interim financial statements reflect total assets of Rs 409.52 lakhs as at September 30, 2021 and total revenues of Rs 22.53 lakhs, for the Quarter ended September 30, 2021, as considered in the unaudited consolidated financial results. These interim financial statements have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter.

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No: 001770C


Monika Agrawal
Partner

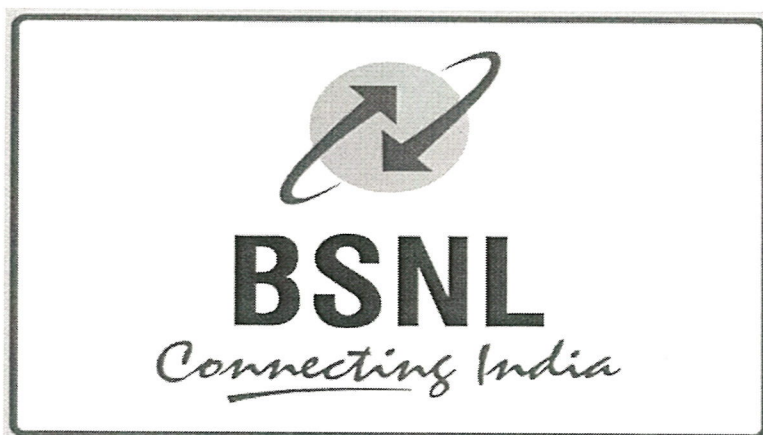
Membership No: 093769

UDIN: 21093769AAAAAD6904



Place: New Delhi

Date: November 11th, 2021



ABRIDGED FINANCIAL
STATEMENT
(Consolidated)

Half Year ended 30th September 2021

Statement of Unaudited Consolidated Financial Results for the Quarter / Half year ended 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Notes to Annexure A	Consolidated					
			Quarter ended			Half year ended		Year ended
			30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.3.2021 (Audited)
1.	Income							
a.	Revenue from operations	1	3,37,763	3,92,338	4,34,431	7,30,102	8,52,736	17,45,211
b.	Other income	2	67,553	17,481	16,084	85,022	23,408	1,14,301
	Total income		4,05,316	4,09,819	4,50,515	8,15,124	8,76,144	18,59,512
2.	Expenses							
a.	License and spectrum fee		28,374	30,902	38,484	59,276	62,664	1,25,761
b.	Employee benefits expense	3	1,69,444	1,77,730	1,73,086	3,47,173	3,36,133	6,67,916
c.	Finance costs	4	62,903	64,949	69,941	1,27,852	1,26,559	2,56,707
d.	Depreciation and amortisation expense	5	1,32,696	1,28,987	1,45,854	2,61,683	2,94,287	6,05,100
e.	Other expenses	6	2,01,691	1,63,247	2,93,203	3,64,923	4,17,126	9,48,139
	Total expenses		5,95,108	5,65,815	7,20,568	11,60,907	12,36,769	26,03,623
3.	Profit before share of net profits / (losses) of associates accounted for using the equity method and tax (1-2)		(1,89,792)	(1,55,996)	(2,70,053)	(3,45,783)	(3,60,625)	(7,44,111)
4.	Share of net profits / (losses) of associates accounted for using equity method		-	-	-	-	-	-
5.	Profit before tax (3+4)		(1,89,792)	(1,55,996)	(2,70,053)	(3,45,783)	(3,60,625)	(7,44,111)
6.	Income tax expense							
a)	Current tax		-	-	-	-	-	-
b)	Deferred tax		-	-	-	-	-	-
	Total tax expense		-	-	-	-	-	-
7.	Profit after tax (5-6)		(1,89,792)	(1,55,996)	(2,70,053)	(3,45,783)	(3,60,625)	(7,44,111)
8.	Other comprehensive income, net of income tax							
	Items that will not be reclassified to profit or loss							
	- Remeasurements of post-employment benefit obligations (net of tax)		210	(279)	(1,456)	(69)	(1,753)	(1,189)
	Other comprehensive income for the period, net of tax		210	(279)	(1,456)	(69)	(1,753)	(1,189)
9.	Total comprehensive income for the period (7+8)		(1,89,582)	(1,56,275)	(2,71,509)	(3,45,852)	(3,62,378)	(7,45,300)
10.	Profit after tax is attributable to:							
	Owners of the Company		(1,89,792)	(1,55,996)	(2,70,053)	(3,45,783)	(3,60,625)	(7,44,111)
	Non-controlling interest		-	-	-	-	-	-
	Other comprehensive income is attributable to:		(1,89,792)	(1,55,996)	(2,70,053)	(3,45,783)	(3,60,625)	(7,44,111)
	Owners of the Company		210	(279)	(1,456)	(69)	(1,753)	(1,189)
	Non-controlling interest		-	-	-	-	-	-
	Total comprehensive income attributable to:		(1,89,582)	(1,56,275)	(2,71,509)	(3,45,852)	(3,62,378)	(7,45,300)
	Owners of the Company		(1,89,582)	(1,56,275)	(2,71,509)	(3,45,852)	(3,62,378)	(7,45,300)
	Non-controlling interest		-	-	-	-	-	-
11.	Paid-up equity share capital (Face Value of Rs. 10/- each)		5,00,000	5,00,000	5,00,000	5,00,000	5,00,000	5,00,000
12.	Paid-up debt capital/ outstanding long term debts		27,44,294	26,05,404	26,21,995	27,44,294	26,21,995	27,03,360
13.	9% non-cumulative preference shares (Face Value of Rs. 10/- each)		7,50,000	7,50,000	7,50,000	7,50,000	7,50,000	7,50,000
14.	Other equity excluding Revaluation Reserves		43,22,826	45,12,407	50,51,608	43,22,826	50,51,608	46,68,680
15.	Net Worth		48,22,826	50,12,407	55,51,608	48,22,826	55,51,608	51,68,680
16.	Earnings per share (INR)							
	(Of Face Value of Rs. 10/- each) (not annualised)							
	(a) Basic		(3.80)	(3.12)	(5.40)	(6.92)	(7.21)	(14.88)
	(b) Diluted		(3.80)	(3.12)	(5.40)	(6.92)	(7.21)	(14.88)
17.	Debt Equity Ratio		0.92	0.84	0.63	0.92	0.63	0.82
18.	Interest Service Coverage Ratio		0.09	0.58	(0.78)	0.34	(0.78)	0.46
19.	Debt Service Coverage Ratio		0.03	0.22	(0.07)	0.12	(0.07)	0.10
20.	Current ratio		0.60	0.56	0.66	0.60	0.66	0.68
21.	Long term debt to working capital		(1.70)	(1.49)	(3.27)	(1.70)	(3.27)	(3.73)
22.	Bad debts to Account receivable ratio		0.01	0.00	0.02	0.02	0.02	0.11
23.	Current liability ratio		0.65	0.64	0.52	0.65	0.52	0.54
24.	Total debts to total assets ratio		0.31	0.31	0.31	0.31	0.31	0.31
25.	Debtors turnover		3.88	3.49	3.91	4.19	3.91	3.93
26.	Operating margin (%)		(0.58)	(0.28)	(0.50)	(0.41)	(0.50)	(0.34)
27.	Net profit margin (%)		(0.56)	(0.40)	(0.62)	(0.47)	(0.62)	(0.43)

The accompanying notes are an integral part of these unaudited financial results.

In terms of our report attached
For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. : 001770C



Monika Agrawal
Partner
Membership No. : 093769

Place: New Delhi

Date: 11/11/21

UDIN: 21093769AAAAAD6904

For and on behalf of board of directors of Bharat Sanchar Nigam Limited

P.K. Purwar
P.K. Purwar
Chairman and Managing Director
DIN: 06619060

Surajit Mandal
Senior General Manager
(Corporate Accounts)

Arvind Vadnerkar
Arvind Vadnerkar
Director (HR)
DIN: 08597016

J.P. Chowdhary
J.P. Chowdhary
Company Secretary and
General Manager (Legal)
M. No. F- 3726

Statement of Unaudited Consolidated Assets and Liabilities as at 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

Particulars	Consolidated	
	As at 30.09.2021	As at 31.03.2021
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	88,32,162	89,87,799
Capital work-in-progress	3,31,238	3,77,584
Intangible assets	4,82,408	5,13,564
Intangible assets under development	-	-
Right-of-use Assets	3,17,500	3,39,113
Financial assets		
(i) Investment in Subsidiary	-	-
(ii) Investments	-	-
(iii) Loans	129	158
(iv) Other financial assets	38,572	37,070
Deferred tax assets (net)	-	-
Other non-current assets	52,161	79,960
Total non-current assets	1,00,54,170	1,03,35,248
Current assets		
Inventories	2,04,067	1,79,583
Financial assets		
i. Investments	-	-
ii. Trade receivables	3,09,240	3,86,943
iii. Cash and cash equivalents	64,800	74,929
iv. Bank balances other than (iii) above	3,65,770	3,64,155
v. Loans	41	30
vi. Other financial assets	9,82,491	7,74,837
Current tax assets (net)	2,039	53,338
Other current assets	6,75,884	3,81,818
Assets classified as held for sale	7,36,818	7,33,618
Total current assets	33,41,150	29,49,251
Total assets	1,33,95,320	1,32,84,499
EQUITY AND LIABILITIES		
Equity		
Equity share capital	5,00,000	5,00,000
Other equity	43,22,826	46,68,680
Equity attributable to owners of the Company	48,22,826	51,68,680
Non-controlling interests	-	-
Total equity	48,22,826	51,68,680
LIABILITIES		
Non-current liabilities		
Financial liabilities		
i. Borrowings	21,61,461	29,73,394
ii. Lease liabilities	2,97,388	2,90,006
iii. Other financial liabilities	4,39,196	3,43,067
Provisions	83,232	93,763
Deferred tax liabilities (net)	-	-
Other non-current liabilities	51,246	60,220
Total non-current liabilities	30,32,523	37,60,450

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Statement of Unaudited Consolidated Assets and Liabilities as at 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

Particulars	Consolidated	
	As at 30.09.2021	As at 31.03.2021
	(Unaudited)	(Audited)
Current liabilities		
Financial liabilities		
i. Borrowings	16,74,138	7,74,406
ii. Lease liabilities	53,156	75,448
iii. Trade payables		
- Total outstanding dues of micro enterprise and small enterprises	71,869	95,682
- Total outstanding dues of creditors other than micro enterprise and small enterprises	9,23,620	10,21,024
iv. Other financial liabilities	12,77,900	12,47,708
Other current liabilities	14,67,332	10,99,843
Provisions	71,956	41,258
Total current liabilities	55,39,971	43,55,369
Total liabilities	85,72,494	81,15,819
Total equity and liabilities	1,33,95,320	1,32,84,499

The accompanying notes are an integral part of these unaudited financial results.

In terms of our report attached
For Ramesh C Agrawal & Co.

Chartered Accountants
Firm Registration No. 051770C

Monika Agrawal
Partner
Membership No. : 093769

Place: New Delhi

Date : 11/11/21

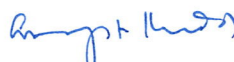
UDIN : 21093769 4AAAAAD6904

For and on behalf of Board of Directors of Bharat Sanchar Nigam Limited

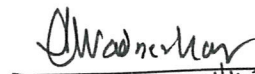


P.K. Purwar
Chairman and Managing Director

DIN: 06619060



Surajit Mandol
Senior General Manager
(Corporate Accounts)



Arvind Vadnerkar

Director (HR)

DIN: 08597016



J.P. Chowdhary
Company Secretary and
General Manager (Legal)
M. No. F- 3726

Unaudited Consolidated Cash Flow Statement for the period ended 30 September 2021

(Amount in INR Lakh, unless otherwise stated)

Particulars	For the period ended 30 September 2021	For the period ended 30 September 2020
Profit/ (loss) before tax	(3,45,783)	(3,60,625)
Adjustments for:		
Depreciation and amortisation expense	2,61,684	2,94,287
Bad-debt written off	7,092	11,311
Provision for doubtful debts and disputed bills	10,439	10,492
Bad-debt provision other than services	393	7,474
Write off and losses other than bad debts	13,067	6,044
Write off of unrecovered service tax/ GST	341	593
Excess liabilities written back no longer required	(57,304)	(9,605)
Profit on termination of lease contract(s)	(179)	(68)
Unrealised Gain/Loss on Forex fluctuation (net)	43	181
Grant in aid (net)	(8,974)	15,961
Finance costs	1,25,528	1,23,681
Unwinding of discount on decommissioning liabilities	2,323	2,878
Interest income	(6,384)	(1,616)
Profit on sale of property, plant and equipment (net)	(813)	(326)
Capitalisation of overheads	(3,822)	(2,343)
Operating cash flows before working capital changes	(2,349)	98,320
Net change in:		
Loans	18	54
Trade receivables	60,171	68,186
Inventories	(24,484)	(4,907)
Other financial assets	(2,08,792)	7,88,990
Other assets	(2,67,567)	8,732
Trade payables	(1,21,262)	(1,31,437)
Other financial liabilities	1,83,626	(8,78,241)
Provisions	30,571	5,982
Short Term Borrowings	-	-
Other liabilities	3,53,688	(2,51,839)
Cash from operating activities	3,620	(2,96,160)
Net income tax refund (paid)	51,299	(8,334)
Net cash generated from/ (used in) operating activities	54,919	(3,04,494)
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(15,837)	(7,963)
Proceeds from sale of property, plant and equipment	12,308	22,172
Proceeds from sale of investments	-	-
Interest received	6,013	1,723
Proceeds from / (investment in) deposits with banks	(1,609)	10,270
Net cash generated from/ (used in) investing activities	875	26,202

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Bharat Sanchar Nigam Limited

CIN: U74899DL2000GOI107739

Registered Office: Bharat Sanchar Bhawan, Harish Chandra Mathur Lane, Janpath, New Delhi - 110001

Tel: 011 2355 5395, Fax: 011 2355 3389, Website: www.bsnl.co.in, email: jp_chowdhary@bsnl.co.in



Unaudited Consolidated Cash Flow Statement for the period ended 30 September 2021

(Amount in INR Lakh, unless otherwise stated)

Particulars	For the period ended 30 September 2021	For the period ended 30 September 2020
C. Cash flows from financing activities		
Interest paid	(1,08,265)	(1,05,037)
Payments for principal portion of lease liabilities	(29,865)	(18,645)
Payments for Interest portion of lease liabilities	(15,592)	(27,153)
Payments of Lease liability		-
Proceeds from/ (repayment) of long term loans (net)	40,934	4,34,521
	(1,12,788)	2,83,686
Net cash generated from/ (used in) financing activities	(56,994)	5,394
Net increase/ (decrease) in cash and cash equivalents		
Cash and cash equivalents at the beginning of the year	(2,19,511)	(73)
Cash and cash equivalents at the end of the year	(2,76,505)	5,321
Cash and cash equivalents:		
Balances with banks in current account including sweep In deposit	37,002	1,30,424
Deposits with original maturity of less than three months	26,729	-
Cheques on hand	296	219
Cash on hand	773	890
Bank overdraft	(3,41,305)	(1,26,212)
Total cash and cash equivalents	(2,76,505)	5,321

Notes:

(a) The cash flow statement has been prepared in accordance with "Indirect Method" as set out in the Indian Accounting Standard (Ind AS-7) on "Cash flow statement", specified under section 133 of the Companies Act, 2013, as applicable.

(b) Figures in the bracket represent cash outflow.

The accompanying notes are an integral part of these unaudited financial results.

In terms of our report attached

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No. : 0017700

Monika Agrawal

Partner

Membership No. : 093769



For and on behalf of Board of Directors of Bharat Sanchar Nigam Limited

Arvind

P.K. Purwar

Chairman and Managing Director

DIN: 06619060

Surajit

Surajit Mandol

Senior General Manager

(Corporate Accounts)

Arvind Vadnerkar

Arvind Vadnerkar

Director (HR)

DIN: 08597016

J.P. Chowdhary

J.P. Chowdhary

Company Secretary and

General Manager (Legal)

M. No. F- 3726

Place: New Delhi

Date: 11/11/21

Unaudited Consolidated Statement of Change in Equity for the year ended 30 September 2022
(All amounts are in INR lakh, unless otherwise stated)

a. Equity share capital

Particulars	Consolidated
Balance as at 1 April 2020	5,00,000
Changes in Equity Share Capital due to prior period errors	-
Restated Balance as at 1 April 2020	5,00,000
Changes in equity share capital during the year ended 31 March 2021	-
Balance as at 31 March 2021	5,00,000
Changes in Equity Share Capital due to prior period errors	-
Restated Balance as at 31 March 2021	5,00,000
Changes in equity share capital during the period ended 30 September 2021	-
Balance as at 30 September 2021	5,00,000

b. Other equity

b. Other equity

Particulars	Consolidated				Total
	Reserves and surplus				
	Capital reserve	General reserve	Retained earnings	Capital contribution from shareholder	
Balance as at 1 April 2020	40,21,118	4,90,075	8,04,471	98,318	54,13,982
Changes in Accounting Policy or prior period errors	-	-	-	-	-
Restated Balance as at 1 April 2020	40,21,118	4,90,075	8,04,471	98,318	54,13,982
Loss for the year	(2)	-	(7,44,111)	-	(7,44,113)
Other comprehensive income/ (expense) for the year	-	-	(1,189)	-	(1,189)
Balance as at 31 March 2021	40,21,116	4,90,075	59,171	98,318	46,68,680
Balance as at 1 April 2021	40,21,116	4,90,075	59,171	98,318	46,68,680
Changes in Accounting Policy or prior period errors	-	-	-	-	-
Restated Balance as at 1 April 2021	40,21,116	4,90,075	59,171	98,318	46,68,680
Loss for the period ended 30 September 2021	-	-	(3,45,785)	-	(3,45,785)
Other comprehensive income/ (expense) for the period ended 30 September 2021	-	-	(69)	-	(69)
Balance as at 30 September 2021	40,21,116	4,90,075	(2,86,683)	98,318	43,22,826

The accompanying notes are an integral part of these unaudited financial results.

In terms of our report attached
For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. : 001770C

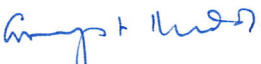
Monika Agrawal
Partner
Membership No. : 093769

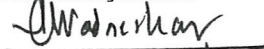
Place: New Delhi



For and on behalf of Board of Directors of Bharat Sanchar Nigam Limited


P.K. Purwar
Chairman and Managing Director
DIN: 06619060


Surajit Mandol
Senior General Manager
(Corporate Accounts)


Arvind Vadnerkar
Director (Finance)
DIN: 08597016


J.P. Chowdhary
Company
Secretary and
General
Manager
(Internal)
M. No. F- 3726

Date: 11/11/21

Annexure A: Details of Statement of Unaudited Consolidated Financial Results for the Quarter / Half year ended 30th September 2021

(Amount in INR Lakh, unless otherwise stated)

1 Revenue from operations

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
Revenue from sale of services						
Telephones (other than Wireless in Local Loop)	33,141	36,117	40,839	69,258	81,962	1,53,474
Cellular	1,28,097	1,25,136	1,35,680	2,53,233	2,69,658	5,46,241
Broad band services	29,217	40,034	53,925	69,251	1,16,109	2,02,447
Leased Lines	49,000	93,869	63,442	1,42,869	1,53,888	3,36,410
Leasing of fiber infra	12,896	9,494	16,966	22,390	17,711	53,870
Other enterprise services	605	716	562	1,321	1,523	3,510
FTTH	38,667	32,204	21,353	70,871	37,820	93,777
Lease income from passive infrastructure	25,912	26,497	22,938	52,409	46,764	96,430
Interconnection usage charges (IUC) from other service providers	11,675	18,438	39,500	30,113	81,521	1,38,012
	3,29,210	3,82,505	3,95,205	7,11,715	8,06,956	16,24,170
Other operating revenue						
Sale to third party from telecom factories	132	76	271	208	280	295
Profit from manufacturing activities of factories	45	109	1,368	154	835	4,147
Other operating income	5,343	6,764	33,991	12,108	38,797	1,04,787
Other	3,033	2,884	3,596	5,917	5,868	11,812
	8,553	9,833	39,226.00	18,387	45,780	1,21,041
Total	3,37,763	3,92,338	4,34,431	7,30,102	8,52,736	17,45,211

2 Other income

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
Interest income on						
Financial assets at amortised cost:						
Deposits with banks	367	387	376	754	612	1,319
Loans	68	62	133	130	325	557
Other	95	12	519	107	679	1,263
Income tax refund	5,393	-	-	5,393	-	2,031
	5,923	461	1,028.00	6,384	1,616	5,170
Other non-operating income						
Profit on sale of property, plant and equipment (net)	313	500	280	813	326	3,418
Income from liquidated damages	0	(0)	0	-	-	1,047
Excess liabilities written back no longer required	49,643	7,661	8,882	57,304	9,605	74,963
Profit on termination of lease contract(s)	156	23	68	179	68	225
Rent on staff quarters	5,628	4,063	3,294	9,691	6,443	16,566
Foreign exchange fluctuation gain (net)	-	12	-	-	-	-
Sale of scrap	3,931	1,751	604	5,683	1,277	2,032
Others	1,958	3,010	1,927	4,968	4,073	10,880
	61,630	17,020	15,056	78,638	21,792	1,09,131
Total	67,553	17,481	16,084	85,022	23,408	1,14,301

3 Employee benefits expense

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30.09.2021 (Unaudited)	30.06.2021 (Unaudited)	30.09.2020 (Unaudited)	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)	31.03.2021 (Audited)
Salaries, wages, allowances and other benefits	1,43,251	1,38,481	1,39,170	2,81,732	2,81,209	5,59,999
Expenses related to compensated absences	531	9,583	(3,469)	10,114	1,318	1,434
Contribution towards pension	4,556	4,615	4,788	9,171	9,850	19,344
Contribution towards superannuation	3,435	3,284	3,239	6,719	6,474	13,002
Contribution towards employees provident fund	9,055	8,622	8,533	17,677	17,065	34,289
Contribution towards Employees State Insurance	48	41	43	89	86	171
Expense related to post-employment defined benefit plans	2,979	2,472	959	5,451	6,078	10,611
Contribution towards leave salary	233	199	238	432	498	970
Medical expenses	7,203	11,758	21,434	18,961	15,645	35,817
Staff welfare expenses	46	11	33	57	51	480
	1,71,337	1,79,066	1,74,968	3,50,403	3,38,275	6,76,117
Less : Allocated to capital work-in-progress and others	1,894	1,336	1,882	3,230	2,142	8,201
Total	1,69,444	1,77,730	1,73,086	3,47,173	3,36,133	6,67,916



Annexure A: Details of Statement of Unaudited Consolidated Financial Results for the Quarter / Half year ended 30th September 2021

4 Finance costs

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Interest expense on						
Financial liabilities at amortised cost:						
6.79% Bonds	16,631	16,466	1,428	33,097	1,428	34,514
Loans	38,798	36,791	55,642	75,589	1,03,584	1,77,256
Less: Moratorium gain	-	-	-	-	-	294
Less: Capitalised	1,557	463	1,192	2,020	1,803	4,606
	53,872	52,794	55,878	1,06,666	1,03,208	2,06,870
Subscriber deposits	-	-	-	-	-	1
Others	181	1,418	1,411	1,599	1,828	3,739
Lease liabilities	8,399	8,865	9,774	17,264	18,645	38,968
Unwinding of discount on decommissioning liabilities	451	1,872	2,878	2,323	2,878	7,129
Total	62,903	64,949	69,941	1,27,852	1,26,559	2,56,707

5 Depreciation and amortisation expense

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Depreciation on property, plant and equipment	99,108	96,016	1,11,978	1,95,124	2,22,712	4,60,721
Amortisation on intangible assets	15,827	15,657	15,900	31,484	31,669	63,247
Amortisation on Right to use assets	17,761	17,314	17,976	35,075	39,906	81,132
Total	1,32,696	1,28,987	1,45,854	2,61,683	2,94,287	6,05,100

6 Other expenses

Particulars	Consolidated					
	Quarter ended			Half year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Rent	4,722	1,796	2,812	6,518	4,267	8,636
Lease charges	1,431	1,009	3,663	2,441	2,817	7,144
Rates and taxes	992	980	1,441	1,972	1,312	6,892
Power and fuel	50,171	44,818	57,093	94,989	1,01,070	2,06,288
Insurance	36	60	24	95	107	158
Bank charges	56	24	250	80	417	1,524
Repairs and maintenance on:			-			
Buildings	1,359	948	1,961	2,306	2,681	6,797
Plant and machinery	17,957	15,445	23,312	33,402	31,237	86,313
Cables	4,183	2,540	5,383	6,722	8,134	17,023
Others	3,312	1,388	3,674	4,700	5,322	11,111
Consumption of stores and spare parts	3,457	2,579	3,225	6,036	8,094	18,659
Professional and consultancy charges	176	262	1,651	438	1,865	2,189
Audit fees	32	32	44	63	44	475
Printing and stationery	138	107	310	245	714	1,560
Commission on franchise services	6,289	4,990	4,150	11,278	6,581	18,660
Advertisement	3	9	16	12	20	42
Business promotion and marketing expenses	6	24	714	30	377	860
Travelling expenses	977	413	751	1,390	904	1,745
Postage and courier charges	41	26	133	68	158	271
Security services	2,429	1,375	2,707	3,803	4,138	9,356
Vehicle running expenses (including hired vehicles)	3,083	2,440	4,132	5,523	5,961	13,520
Interconnection usage charges (IUC) to other service provide	15,263	10,095	39,280	25,358	62,502	1,13,557
Lease expense on passive infrastructure	13,316	12,349	17,773	25,666	26,754	53,358
Expenditure on services, goods and other expenses	39,570	25,842	43,046	65,412	56,518	1,12,624
Housekeeping charges	4,700	3,221	10,098	7,920	13,458	26,650
Transponder charges	9,296	9,243	23,638	18,539	23,638	42,790
Expenditure on LWE operation	3,592	4,023	5,900	7,615	9,618	20,121
Penalty for customer application form (CAF) verification	109	15	21	124	32	100
Write off and losses (other than bad debts)	8,808	4,259	9,358	13,067	6,044	45,753
Bad debt provision other than services	10	383	7,468	393	7,474	5,461
Bad debt written off	2,953	4,139	8,615	7,092	11,311	43,829
Loss allowance for trade receivables and disputed bills	2,721	7,719	7,729	10,439	10,492	59,956
Write off of unrecovered service tax/ GST	336	5	453	341	593	2,653
Foreign exchange fluctuation loss (net)	54	-	344	43	235	271
Expenditure on construction contracts	275	1,083	2,159	1,357	2,430	2,947
Hiring charges of machinery lines	17	21	7	38	7	154
Payment of financial disincentive to Telecom Regulatory Authority of India	1	-	-	1	-	-
	2,01,871	1,63,659	2,93,335	3,65,516	4,17,327	9,49,445.0
Less : Allocated to capital project works and others	181	412	132	593	201	1,306
Total	2,01,690	1,63,247	2,93,203	3,64,923	4,17,126	9,48,139

2



Annexure B: Segment Information

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components, and for which discrete financial information is available. All operating segments and operating results are reviewed regularly by the Board of directors of the Company, which is defined as chief operating decision maker ('CODM') to make decisions about resources to be allocated to the segments and assess their performance.

For management purposes, the business is organized into following business segments based on its products and services identified:

(i) Basic; (ii) Cellular; (iii) Broadband; and (iv) Enterprise

Accordingly, the consolidated segment information is presented below:

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Consolidated					
		Quarter ended			Half year ended		Year ended
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue						
	(a) Revenue from operations						
	- Basic	36,555	49,809	67,277	86,364	1,28,736	4,95,769
	- Cellular	1,65,045	1,62,275	2,02,527	3,27,321	3,92,107	6,56,674
	- Broadband	65,064	76,016	81,752	1,41,080	1,58,939	2,02,457
	- Enterprise	71,077	1,04,174	82,875	1,75,251	1,72,953	3,90,280
	- Unallocated	22	64	-	86	-	31
	Total	3,37,763	3,92,338	4,34,431	7,30,102	8,52,736	17,45,211
	(b) Other income						
	- Basic	48,502	10,429	13,138	58,917	18,788	91,127
	- Cellular	7,960	4,713	923	12,673	1,575	11,019
	- Broadband	6,754	74	43	6,829	11	307
	- Enterprise	(1,587)	1,799	950	212	1,415	6,667
	- Unallocated	1	5	2	7	3	11
	Total	61,630	17,020	15,056	78,638	21,792	1,09,131
	Net segment revenue	3,99,393	4,09,358	4,49,487	8,08,740	8,74,528	18,54,342
2	Segment results						
	(a) Operating profit/(loss) before interest, depreciation and taxes						
	- Basic	(1,32,767)	(1,47,792)	(1,79,956)	(2,80,557)	(2,86,251)	(3,36,290)
	- Cellular	53,114	52,335	34,615	1,05,449	1,20,210	79,697
	- Broadband	58,253	64,228	64,842	1,22,481	1,31,743	1,47,634
	- Enterprise	22,042	69,802	27,071	91,844	95,268	2,26,380
	- Unallocated	(756)	(1,095)	(1,860)	(1,851)	(2,366)	(4,896)
	Total	(114)	37,479	(55,287)	37,366	58,605	1,12,525
	(b) Depreciation and amortisation	(1,32,696)	(1,28,987)	(1,45,854)	(2,61,683)	(2,94,287)	(6,05,100)
	(c) Interest income	5,923	461	1,028	6,384	1,616	5,170
	(d) Interest expenses	(62,903)	(64,949)	(69,941)	(1,27,852)	(1,26,559)	(2,56,707)
	Profit/(loss) before tax	(1,89,792)	(1,55,996)	(2,70,053)	(3,45,783)	(3,60,625)	(7,44,111)
	Tax expense	-	-	-	-	-	-
	Profit/(loss) after tax	(1,89,792)	(1,55,996)	(2,70,053)	(3,45,783)	(3,60,625)	(7,44,111)
3	Segment assets						
	- Basic	39,45,704	42,66,683	50,75,709	39,45,704	50,75,709	60,30,379
	- Cellular	10,60,081	10,81,022	12,13,500	10,60,081	12,13,500	11,57,024
	- Broadband	24,07,930	22,95,501	20,81,687	24,07,930	20,81,687	18,23,956
	- Enterprise	21,72,991	21,30,169	19,17,469	21,72,991	19,17,469	17,17,811
	- Unallocated	38,08,614	32,80,191	31,29,661	38,08,614	31,29,661	25,55,329
	Total	1,33,95,320	1,30,53,566	1,34,18,025	1,33,95,320	1,34,18,025	1,32,84,499
4	Segment liabilities						
	- Basic	26,81,431	27,25,238	29,37,809	26,81,431	29,37,809	27,16,249
	- Cellular	9,67,462	9,53,897	9,37,504	9,67,462	9,37,504	9,27,944
	- Broadband	63,338	50,891	30,674	63,338	30,674	39,274
	- Enterprise	10,96,647	10,63,970	9,47,334	10,96,647	9,47,334	10,85,644
	- Unallocated	37,63,617	32,47,162	30,13,096	37,63,617	30,13,096	33,46,708
	Total	85,72,495	80,41,159	78,66,417	85,72,495	78,66,417	81,15,819.00

G



Annexure C: Related Party Information

i. Key Management Personnel

Designation	Name of incumbent	Remarks
Chairman and Managing Director ('CMD')	Shri Pravin Kumar Purwar	From July 1, 2019 onwards
Director (Finance & CFO)	Ms. Yojana Das	From 16 November 2020 onwards
	Shri Suresh Kumar Gupta	From 29 April 2019 to 16 November 2020
Director (Enterprise)	Shri V. Ramesh	From June 3, 2020 onwards
	Shri Arvind Vadnerkar	From April 27, 2020 to June 2, 2020
	Shri B. L. Varshney	From April 29, 2019 to April 27, 2020
Director (Consumer Fixed Access)	Shri Vivek Banzal	From October 18, 2018 onwards
Director (Consumer Mobility)	Shri Sushil Kumar Mishra	From 06 March 2020 onwards
Director (Human Resource)	Shri Arvind Vadnerkar	From 14 October 2019 onwards
Government Director	Shri Navneet Gupta	From 27 May 2019 to 01 November 2021
	Shri Abhay Kumar Singh	From 13 February 2019 onwards
Non-official part-time Director	Shri V.V. Bhat	From 08 September 2017 to 07 September 2020
	Prof. Jasbir Singh	From 08 September 2017 to 07 September 2020
	Dr. Santhosh R. Dastane	From 30 January 2017 to 29 January 2020
	Smt. Kanuru Sujatha Rao	From 30 January 2017 to 29 January 2020
Company Secretary	Shri J. P. Chowdhary	From 01 February 2021 onwards
	Shri H C Pant	From 28 November 2000 to 31 January 2021

ii. Subsidiary

BSNL Tower Corporation Limited

iii. Entities under the control of the same Government

The Group is a Central Public Sector Undertaking (CPSU) controlled directly or indirectly by Central Government. Pursuant to paragraph 25 and 26 of Ind AS 24, entities over which the same government has control or joint control of, or significant influence, then the reporting entity and other entities shall be regarded as related parties. The Company has applied the exemption available for government related entities and have made limited disclosures in the Consolidated financial statements. Such entities with which the Group has significant transactions include but not limited to Department of Telecom ('DoT'), Department of Posts, Mahanagar Telephone Nigam Limited, Indian Telephone Industries, Indian Oil Corporation Limited, Bharat Petroleum Corporation Limited, Union Bank of India, United Bank of India, State Bank of India, Bank of Maharashtra, Punjab National Bank, Canara Bank and Bank of Baroda.

iv. Post employment benefit plans

BSNL Employees Gratuity Fund Trust

BSNL Employees Superannuation Pension Fund Trust



9

Notes to the Unaudited Consolidated financial results for the quarter/half year ended September 30, 2021:

1. Bharat Sanchar Nigam Limited (the 'Company' or 'BSNL') is a Public Sector Company fully owned by the Government of India and was formed on 15 September 2000 in pursuance to the Telecom Policy 1999, to takeover the ongoing business of the Department of Telecom Services (DTS) and Department of Telecom Operations (DTO) from 1 October 2000. The Company has been incorporated under the erstwhile Companies Act, 1956 with its registered corporate office in New Delhi.

The subsidiary of the Company, i.e. BSNL Tower Corporation Limited (BTCL) has been incorporated on 4 January 2018. BSNL together with its subsidiary is hereinafter referred to as the "Group".

2. The above unaudited financial results of the Group have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 11, 2021. The statutory auditors have carried out limited review of above financial results for the period ended September 30, 2021.
3. These financial results have been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India.

The financial results have been prepared on the accrual basis and on going concern basis, and the historical cost convention except where the Ind AS requires a different accounting treatment. There is no significant change in accounting policies as compared to accounting policies applied

4. Other Disclosures:
 - (i) No dividends have been paid during the period for equity shares and preference shares.
 - (ii) The carrying amounts of trade receivables, trade payables, cash and cash equivalents, investments, bank balances other than cash and cash equivalents and other financial assets and liabilities, approximates the fair values, due to their short-term nature. The other non-current financial assets represents bank deposits (due for maturity after twelve months from the reporting date) and security deposits given to various parties, and other non-current financial liabilities, the carrying value of which approximates the fair values as on the reporting date.

Specific valuation techniques used to value non current financial assets and liabilities for whom the fair values have been determined based on present values and the appropriate discount rates at each balance sheet date. The discount rate is based on the weighted average cost of borrowings of the Group at each balance sheet date.

5. The disclosure required as per the provisions of Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is
 - a. The NCDs are secured by way of unconditional and irrevocable guarantee and continuing obligation for payment of principal amount of the Bonds issued by the Company, normal Interest thereon as agreed to be guaranteed by the Government of India.
 - b. The capital structure conveyed through DoT UO No 1-2/2000-B(Pt.) -dated 13 December 2001 includes 9% non-cumulative preference shares of INR 7,50,000 lakh and were accounted for as "preference share capital pending allotment" during the FY 2000-01. The shares were issued to the Central Government of India as fully paid with a par value of INR 10 per share on 2nd May 2002. In terms of section 55(2) of the Companies Act, 2013, the preference shares are mandatorily redeemable at par not later than twenty years from the date of issue of such shares and the Company is obliged to pay holders of these shares dividends at the rate of 9% of the par amount per annum, subject to availability of distributable profits.

c. Other Information:

The basis of computation of ratios is provided in the table below:

DSCR	Earnings before tax, depreciation, interest and exceptional item/ (Interest Expenses + Scheduled principal repayment of long term debt and lease liability during the period)
ISCR	Earnings before tax, depreciation, interest and exceptional item / Interest Expenses
Debt-equity ratio	(Long term borrowings + Short term borrowings + Current Maturities) / Total Equity *excluding lease liability
Net worth	Basis section 2(57) of the Companies Act, 2013
Current ratio	Current Assets / Current Liabilities
Long term debt to working capital	Non-Current Borrowings (Including Current Maturities of Non-Current Borrowings) / Current Assets Less Current Liabilities (Excluding Current Maturities of Non-Current
Bad debts to Account receivable ratio	Bad debts / Average Trade receivables
Current liability ratio	Total Current Liabilities / Total Liabilities
Total debts to total assets	(Non current borrowings+ current borrowings+lease liabilities) / Total assets
Debtors turnover	Value of Sales & Services / Average Trade Receivables
Operating margin (%)	EBIT – Other Income / Revenue from operations
Net profit margin (%)	Profit After Tax / Revenue from operations

6. Bank balances other than cash & cash equivalent includes balance related to Government Projects shown as earmarked bank balance excluding Rs 17,700 lakh parked in Bank OD account.

2



Notes to the Unaudited Consolidated financial results for the quarter/half year ended September 30, 2021:

7. a. Pending resolution of various arithmetic errors and other issues by the DoT/CCAs the demands amounting to INR 10,29,189 lakh (for LF) and INR 573,240 lakh (for SUC) are being carried as contingent liabilities since FY 2020-21.
b. The Group is carrying INR 583,585 lakh as contingent liability since FY 2020-21, in view of Hon'ble Supreme Court Judgment in AGR matter Civil Appeal No. 6328-6399 of 2015.
c. An estimated amount of INR 313,930 lakh towards interest and penalty on the unpaid amount of self assessed License Fee and SUC has not been provided for but recognised as Contingent Liability pending further decision from DoT with regard to the matter of adjustment of the unpaid
8. The Union Cabinet in its meeting held on 23 October 2019 considered and approved the proposal of DoT for "Revival of BSNL and MTNL" (Cabinet Note dated 22 October 2019). The Union Cabinet has approved the revival package that includes reduction in employee cost by immediately offering Voluntary Retirement Scheme (VRS) to the employees of age 50 Years and above, with payment of ex-gratia to be supported through budgetary allocation of Government of India, administrative allotment of spectrum for providing 4G services through capital infusion by the Government, Sovereign bonds for a tenure of 10 years or more. for the purpose of debt restructuring, monetization of land/ building following DIPAM guidelines, monetization of tower and fibre assets with the aim to maximize the return, in-principle approval of merger of BSNL and MTNL. VRS has been implemented by the Company and INR 8,50,000 lakhs has been received on account of issuance of Sovereign Bonds. Land monetization is in progress in keeping with DIPAM guidelines. Efforts are ongoing for monetization of tower and fibre assets. The matter of merger of MTNL into BSNL is under deliberations with the Department of Telecom.

9. The contingent liabilities are reviewed by the management on periodic basis.

10. Below is the break up of borrowings and loans of the Group:-

(Amount in INR lakhs)

Particulars	30-09-2021	30-06-2021	31-03-2021
Bonds	8,45,184	8,43,100	8,41,023
Bank Overdraft	3,41,305	3,39,076	1,26,212
Loans	18,99,110	17,62,303	18,62,337
Total	30,85,599	29,44,480	28,29,572

11. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
12. Due to COVID pandemic, the whole of the country was under lockdown for substantial period of time. BSNL continued to provide services and its network utilization increased during this period. The Company has launched Work from Home scheme for customers, INSTA PAY platform to sell the stock online to Channel Partners 24 x 7. No significant reduction in revenue generation is seen due to COVID 19 pandemic. The Company, assessed that there is no major impact of COVID 19 on its business and accounting matters. The Company has reversed the impairment allowance on trade receivables by INR 19,000 lakhs during the quarter ended September 30, 2021, out of the provision of INR 38,900 lakh created in FY 2020-21, considering the same is no longer required.
13. During the year, the asset retirement obligation liability has been reassessed and for certain assets it was noted that the liability is no longer required and accordingly the same has been reversed. The impact of the same is INR 12,604 lakh.
14. The Group is in the process of reconciling various balances related to government projects with the customers / vendors.

In terms of our report attached
For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. : 001770C

Monika Agrawal
Partner
Membership No. : 093769



Place: New Delhi

Date: 11/11/21

For and on behalf of Board of Directors of Bharat Sanchar Nigam Limited

P.K. Purwar
Chairman and Managing Director
DIN: 06619060

Surajit Mandol
Senior General Manager
(Corporate Accounts)

Arvind Vadnerkar
Director (HR)
DIN: 08597016

J.P Chowdhary
Company Secretary and
General Manager (Legal)
M. No. F- 3726