

Limited Review Report on Unaudited Standalone Financial Results pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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 quarter ended 31st December, 2022, which comprise of Statement of Profit and Loss for the period ended on that date, Statement of Assets and Liabilities, Cash Flow Statement and the related notes thereon.
2. This Statement, which is the responsibility of the Company's Management, approved by the Company's Board of Directors and 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 matter 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. Of the 38 Circles comprising the Financial Results of the Company, we did not review the financial results of 37 circles whose financial results reflect total asset including intra/inter circle remittances of Rs. 30,94,611 lakhs as at 31st December, 2022 and total revenues of Rs. 4,54,946 lakhs for the quarter ended on that date. The financial statements of these circles have been

reviewed by the Circle Auditors whose reports have been provided to us by the management and our opinion in so far as it relates to the amounts and disclosures included in respect of these circles is based solely on the report of such circle auditors and the management.

6. Basis of qualified conclusion

- a) The Company has not provided for the demands of Rs. 5,83,551 lakhs for Spectrum Usage Charges from financial year 2006-07 up to financial year 2018-19 pending final certification by the DoT/CCAs as mentioned in Note 7(a) of the Statement. The Company has provided for License Fee and Spectrum Usage Charges of Rs. 5,83,585 lakhs with reference to Hon'ble Supreme Court Judgement dated 01.09.2020 as mentioned in Note 7(a) of the Statement together with the estimated interest of Rs. 1,69,141 lakh during the quarter. However, the company has not provided for estimated interest of Rs. 1,38,835 lakh on SUC dues pursuant to Hon'ble Supreme Court Judgement and the same have been considered as contingent liability.

Had these amounts been provided for, the corresponding net loss and current liabilities would have increased by the same amounts.

In this regard we draw attention to Note 8(b) of the Financial Statements.

- b) As reported by Circle Auditors, mutation of immovable properties taken over from DOT in favor of BSNL is pending in several cases.
- c) During the course of review, we have come across certain issues with regard to which we are unable to assess the impact on the Statement of Financial Results:

- 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. 50,194 lakhs.
- ii) The Company has initiated a system of balance confirmation for balances exceeding Rs.25 lakhs in respect of trade receivables/payables, deposits with government departments/companies including DOT, MTNL and BBNL. The same is in nascent stage and progress made is inadequate.

The Company is yet to reconcile the receipts and utilization of funds with regard to various Government Projects & Government Grants.

- iii) The Company has not fully billed for revenue on the Government Projects which have completed as on 31st December, 2022.
- iv) As reported by auditors of certain circles, there is un-reconciled difference with regard to TDS, GST, TCS write back of GST credits, where bills have not been discharged within six months.



- v) As reported by auditors of certain circles, difference between balances as per books of account and bank could not be justified through reconciliation. Also, entries have not been passed to consider impact of time barred cheques.
- vi) Non-capitalization of lease-hold assets in the Kolkata and Sikkim Circle has led to under reporting of ARO liability.
- vii) As reported by auditors North East – I & II, North East Task Force and West Bengal Circles, capitalization of in-progress property, plant and equipment has not been completed.
- viii) The Auditors of NE Task Force, Sikkim, and Uttarakhand circles have reported the delay and mismatch in payment of employee benefits and related statutory dues.
- ix) As reported by auditors of certain circles, there are pending GR/IR balances.
- x) As reported by auditors of certain circles, balance in Advances to Customers includes old pending balances which have not been reconciled.
- xi) As reported by certain Circle Auditors, Capital Work-in-Progress is not reviewed on quarterly basis but rather at the year end.
- xii) Non-compliance with respect to the Indian Accounting Standards (IndAS) 105, IndAS 109 and IndAS 108 has been reported by certain Circle Auditors.
- xiii) No system audit has been conducted during the past several years.

7. Qualified Conclusion

Based on our review conducted and procedures performed as stated in paragraph 3 above and considering the review reports of the Circle Auditors referred to in paragraph 5 above, 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.

- 8. 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.
- 9. Excess provision written back during the quarter amounts to Rs. 8673 lakhs on account of vendors/SD/EMD balances more than 3 years old, provision for doubtful debts, telecom stores and GR/IR clearing balances.
- 10. The Company could not redeem 9% Preference Share Capital amounting to Rs.7,500 Crores before the appointed date because of the unavailability of profit and fresh infusion of share capital. However, as mentioned in Note 5(c) of the Statement, the Board of Directors in the Extra-Ordinary General Meeting held on September 26th, 2022, has approved the reissue of the shares. A petition



has been filed with National Company Law Tribunal on October 6th, 2022, in compliance with the Companies Act, 2013. The matter is pending in NCLT.

11. We draw attention to Note No. 8(b)(iii), wherein, amount of Rs. 1378900 lakhs have been received and recognised as exceptional item towards Viability Gap Funding (VGF) in form of grant-in-aid to BSNL for FY 2014-15 to 2019-20, Similarly, the reimbursement of VGF has been approved for the FY 2020-21 and onwards for five years subject to ceiling of Rs. 7200 crores for six years period @ Rs.1200 crores p.a. The company has submitted the claim of Rs. 4,40,375 lakhs for financial years 2020-21 and 2021-22 (Note No 8(e)). Total amount to be reimbursed, as per approval, for the two years i.e. Rs. 2400 crores have not been recognized in books of accounts.

Our conclusion is not modified with respect to paragraph 8, 9, 10 and 11 mentioned above.

For Ramesh C. Agrawal & Co.
Chartered Accountants
Firm's Registration No.: 001770C



CA Rohitashwa RC Agrawal
Partner

UDIN: 23408904BGZGUI6141

Membership No.: 408904

Place: New Delhi

Date: February 13, 2023.

Statement of Unaudited Standalone Financial Results for the Quarter/ Nine months ended 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Notes in Annexure A	Standalone					
			Quarter ended			Nine months ended		Year ended
			31.12.2022 (Unaudited)	30.09.2022 (Unaudited)	31.12.2021 (Unaudited)	31.12.2022 (Unaudited)	31.12.2021 (Unaudited)	31.03.2022 (Audited)
1.	Income							
a.	Revenue from operations	1	4,43,805	4,36,030	3,84,905	12,75,938	11,14,776	16,80,922
b.	Other income	2	21,230	61,447	42,818	1,25,743	1,27,840	2,24,337
	Total income		4,65,035	4,97,477	4,27,723	14,01,681	12,42,616	19,05,259
2.	Expenses							
a.	License and spectrum fee		33,506	33,130	47,976	1,03,728	1,07,252	1,44,142
b.	Employee benefits expense	3	1,98,418	2,10,819	1,79,137	5,91,678	5,26,311	7,16,867
c.	Finance costs	4	67,935	67,886	67,069	2,03,191	1,94,921	2,61,729
d.	Depreciation and amortisation expense	5	1,44,993	1,60,635	1,34,291	4,18,023	3,95,977	5,30,804
e.	Other expenses	6	2,27,107	2,75,631	1,95,872	6,98,197	5,60,580	9,49,879
	Total expenses		6,71,959	7,48,101	6,24,345	20,14,817	17,85,041	26,03,421
3.	Profit before share of net profits / (losses) of associates accounted for using the equity method and tax (1-2)		(2,06,924)	(2,50,624)	(1,96,622)	(6,13,136)	(5,42,425)	(6,98,162)
4.	Share of net profits / (losses) of associates accounted for using equity method		-	-	-	-	-	-
5.	Profit before tax and Exceptional Items(3+4)		(2,06,924)	(2,50,624)	(1,96,622)	(6,13,136)	(5,42,425)	(6,98,162)
6.	Exceptional Items		20,079	47,291		67,370	-	-
7.	Profit before tax		(1,86,845)	(2,03,333)	(1,96,622)	(5,45,766)	(5,42,425)	(6,98,162)
8.	Income tax expense							
a)	Current tax		-	-	-	-	-	-
b)	Deferred tax		-	-	-	-	-	-
	Total tax expense		-	-	-	-	-	-
9.	Profit after tax (7-8)		(1,86,845)	(2,03,333)	(1,96,622)	(5,45,766)	(5,42,425)	(6,98,162)
10.	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)		1,445	(2,269)	(34)	6,101	(103)	(1,130)
	Other comprehensive income for the period, net of tax		1,445	(2,269)	(34)	6,101	(103)	(1,130)
11.	Total comprehensive income for the period (8+9)		(1,85,400)	(2,05,602)	(1,96,656)	(5,39,665)	(5,42,528)	(6,99,292)
12.	Profit after tax is attributable to:							
	Owners of the Company		(1,86,845)	(2,03,333)	(1,96,622)	(5,45,766)	(5,42,425)	(6,98,162)
	Non-controlling interest		-	-	-	-	-	-
			(1,86,845)	(2,03,333)	(1,96,622)	(5,45,766)	(5,42,425)	(6,98,162)
	Other comprehensive income is attributable to:							
	Owners of the Company		1,445	(2,269)	(34)	6,101	(103)	(1,130)
	Non-controlling interest		-	-	-	-	-	-
			1,445	(2,269)	(34)	6,101	(103)	(1,130)
	Total comprehensive income attributable to:							
	Owners of the Company		(1,85,400)	(2,05,602)	(1,96,656)	(5,39,665)	(5,42,528)	(6,99,292)
	Non-controlling interest		-	-	-	-	-	-
			(1,85,400)	(2,05,602)	(1,96,656)	(5,39,665)	(5,42,528)	(6,99,292)



Statement of Unaudited Standalone Financial Results for the Quarter/ Nine months ended 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Notes in Annexure A	Standalone					
			Quarter ended			Nine months ended		Year ended
			31.12.2022 (Unaudited)	30.09.2022 (Unaudited)	31.12.2021 (Unaudited)	31.12.2022 (Unaudited)	31.12.2021 (Unaudited)	31.03.2022 (Audited)
13.	Paid-up equity share capital (Face Value of Rs. 10/- each)		28,37,344	28,37,344	5,00,000	28,37,344	5,00,000	5,00,000
14.	Paid-up debt capital/ outstanding long term debts		28,84,137	29,03,251	29,22,671	28,84,137	29,22,671	29,44,188
15.	9% non-cumulative preference shares (7,50,00,00,000 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
16.	Other equity excluding Revaluation Reserves		34,79,954	36,65,379	41,26,432	34,79,954	41,26,432	39,69,645
17.	Net Worth		63,17,298	65,02,723	46,26,432	63,17,298	46,26,432	44,69,645
18.	Earnings per share (INR) (Of Face Value of Rs. 10/- each) (not annualised)							
	(a) Basic		(0.66)	(3.24)	(3.93)	(4.12)	(10.85)	(13.96)
	(b) Diluted		(0.66)	(3.24)	(3.93)	(4.12)	(10.85)	(13.96)
19.	Debt Equity Ratio		0.65	0.62	0.87	0.65	0.87	0.90
20.	Interest Service Coverage Ratio		0.38	0.37	0.07	0.37	0.25	0.36
21.	Debt Service Coverage Ratio		0.02	0.02	0.00	0.04	0.04	0.06
22.	Current ratio		0.79	0.70	0.56	0.79	0.56	0.57
23.	Long term debt to working capital		(5.57)	(5.54)	(3.22)	(5.57)	(3.22)	(4.84)
24.	Bad debts to Account receivable ratio		0.01	0.02	0.02	0.03	0.05	0.10
25.	Current liability ratio		0.56	0.54	0.66	0.56	0.66	0.61
26.	Total debts to total assets ratio		0.28	0.29	0.33	0.28	0.33	0.35
27.	Debtors turnover		4.78	4.66	4.44	4.58	4.29	4.26
28.	Operating margin (%)		-32%	-45%	-45%	-37%	-43%	-39%
29.	Net profit margin (%)		-42%	-47%	-51%	-43%	-49%	-42%
30.	Capital redemption reserve		NA	NA	NA	NA	NA	NA
31.	Inventory turnover ratio		NA	NA	NA	NA	NA	NA

* Refer note no 5(d) of Annexure C

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

Ramesh C Agrawal
Partner
Membership No: 488804

UDIN: 23408904BGZGUI6141

Place: New Delhi
Date: 13.02.2023

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

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

Surajit Mandal
Senior General Manager
(Corporate Accounts)

Rajiv Kumar
Director (Finance)
DIN: 09811051

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



Statement of Unaudited Standalone Assets and Liabilities as at 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Particulars	Standalone	
	As at 31.12.2022	As at 31.03.2022
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	84,89,668	86,84,157
Capital work-in-progress	2,52,823	2,83,453
Intangible assets	23,17,848	4,51,356
Intangible assets under development	-	-
Right-of-use assets	2,71,882	3,09,662
Financial assets		
(i) Investment in subsidiary	-	-
(ii) Investments	-	-
(iii) Trade receivables	-	-
(iv) Loans	96	121
(v) Other financial assets	38,184	36,106
Deferred tax assets (net)	-	-
Other non-current assets	56,171	61,192
Total non-current assets	114,26,672	98,26,047
Current assets		
Inventories	82,776	1,24,041
Financial assets		
(i) Investments	-	-
(ii) Trade receivables	3,41,328	4,01,522
(iii) Cash and cash equivalents	76,464	86,456
(iv) Bank balances other than (iii) above	1,44,602	2,14,292
(v) Loans	-	29
(vi) Other financial assets	9,40,235	7,10,936
Current tax assets (net)	26,977	15,677
Other current assets	17,50,442	5,14,930
Assets classified as held for sale	7,35,829	7,34,288
Total current assets	40,98,653	28,02,171
Total assets	155,25,325	126,28,218
EQUITY AND LIABILITIES		
Equity		
Equity share capital	28,37,344	5,00,000
Other equity	34,79,954	39,69,645
Equity attributable to owners of the Company	63,17,298	44,69,645
Non-controlling interests	-	-
Total equity	63,17,298	44,69,645

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Bharat Sanchar Nigam Limited

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Statement of Unaudited Standalone Assets and Liabilities as at 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Particulars	Standalone	
	As at 31.12.2022	As at 31.03.2022
	(Unaudited)	(Audited)
LIABILITIES		
Non-current liabilities		
Financial liabilities		
i. Borrowings	32,25,660	23,23,963
ii. Lease liabilities	2,47,917	2,76,658
iii. Trade payables		
-total outstanding dues of micro enterprises and small enterprises	-	-
-total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
iv. Other financial liabilities	4,62,373	5,01,198
Deferred tax liability	-	-
Provisions	63,987	71,015
Deferred tax liabilities (net)		
Other non-current liabilities	48,368	50,798
Total non-current liabilities	40,48,305	32,23,632
Current liabilities		
Financial liabilities		
i. Borrowings	8,54,727	17,16,050
ii. Lease liabilities	67,427	66,310
iii. Trade payables		
- Total outstanding dues of micro enterprise and small enterprises	50,194	71,231
- Total outstanding dues of creditors other than micro enterprise and small enterprises	6,60,762	8,32,538
iv. Other financial liabilities	25,13,843	12,17,626
Other current liabilities	9,76,254	9,57,746
Provisions	36,515	73,440
Current tax liabilities (net)	-	-
Total current liabilities	51,59,722	49,34,941
Total liabilities	92,08,027	81,58,573
Total equity and liabilities	155,25,325	126,28,218

In terms of our report attached

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

For Ramesh C Agrawal & Co.

Chartered Accountants
Firm Registration No.: 001770C

Rohitashwa RC Agrawal

Partner

Membership No.: 408904

UDIN: 23408904B6ZGUI6141

P.K. Purwar

Chairman and Managing Director

DIN: 06619060

Surajit Mandal

Senior General Manager
(Corporate Accounts)

Rajiv Kumar

Director (Finance)

DIN: 09811051

J.P. Chowdhary

Company Secretary and
General Manager (Legal)

M. No. F- 3726

Place: New Delhi

Date: 13.02.2023

Bharat Sanchar Nigam Limited

CIN: U74899DL2000GOI107739

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Unaudited Standalone Cash Flow Statement for the period ended 31 December 2022

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

Particulars	For the period ended 31 December 2022 (Unaudited)	For the period ended 31 December 2021 (Unaudited)
A. Cash flows from operating activities		
Profit/ (loss) before tax	(6,13,137)	(5,42,425)
Adjustments for:		
Depreciation and amortisation expense	4,18,023	3,95,977
Bad-debt written off	14,072	14,263
Provision for obsolete inventory/short inventory	141	-
Provision for doubtful debts and disputed bills	11,670	13,030
Bad-debt provision other than services	314	588
Write off and losses other than bad debts	8,596	15,787
Write off of unrecovered service tax/ GST	1,975	686
Excess liabilities written back no longer required	(86,153)	(89,213)
Profit on termination of lease contract(s)	(104)	(298)
Unrealised Gain/Loss on Forex fluctuation (net)	(20)	66
Grant in aid (net)	(2,430)	(4,922)
Finance costs	2,01,358	1,91,683
Unwinding of discount on decommissioning liabilities	1,834	3,238
Interest income	(9,519)	(6,874)
Profit on sale of property, plant and equipment (net)	(1,306)	(1,242)
Exceptional items (net)	67,370	-
Capitalisation of overheads	(3,526)	(5,007)
Operating cash flows before working capital changes	9,158	(14,663)
Net change in working capital:		
Loans	54	19
Trade receivables	34,452	52,944
Inventories	41,124	(34,810)
Other financial assets	(2,31,271)	(2,06,288)
Other assets	(12,31,933)	(78,384)
Trade payables	(1,92,794)	(1,61,185)
Other financial liabilities	13,43,545	2,32,285
Provisions	(28,337)	34,434
Other liabilities	7,623	26,902
Cash from operating activities	(2,48,379)	(1,48,746)
Net income tax refund (paid)	(11,300)	48,409
Net cash generated from/ (used in) operating activities	(2,59,679)	(1,00,337)
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(21,21,293)	(20,650)
Proceeds from sale of property, plant and equipment	1,14,978	19,034
Interest received	9,431	7,057
Proceeds from / (investment in) deposits with banks	69,672	41,779
Net cash generated from/ (used in) investing activities	(19,27,212)	47,220

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Bharat Sanchar Nigam Limited

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Unaudited Standalone Cash Flow Statement for the period ended 31 December 2022

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

Particulars	For the period ended 31 December 2022 (Unaudited)	For the period ended 31 December 2021 (Unaudited)
C. Cash flows from financing activities		
Interest paid	(1,75,517)	(1,64,609)
Payments of Lease liability	(75,279)	(49,981)
Payments for Interest portion of lease liability	-	(29,140)
Expenses incurred for increase in authorised share capital	(25)	-
Proceeds from issue of Equity Share capital	23,37,344	-
Proceeds from Share application money pending allotment	50,000	-
Proceeds from/ (repayment) of long term loans (net)	(60,051)	2,19,313
Net cash generated from/ (used in) financing activities	20,76,472	(24,418)
Net increase/ (decrease) in cash and cash equivalents	(1,10,419)	(77,535)
Cash and cash equivalents at the beginning of the year	(2,59,367)	(2,19,774)
Cash and cash equivalents at the end of the year	(3,69,786)	(2,97,309)
Cash and cash equivalents:		
Balances with banks in current account including sweep In deposit	73,607	42,167
Deposits with original maturity of less than three months	2,036	1,962
Cheques on hand	223	370
Cash on hand	598	785
Bank overdraft	(4,46,250)	(3,42,594)
Total cash and cash equivalents	(3,69,786)	(2,97,309)

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.

In terms of our report attached

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No.: 001770C

Rohitashwa RC Agrawal

Partner

Membership No.: 408904

Place: New Delhi

Date: 13.02.2023

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

P.K. Purwar

Chairman and Managing Director

DIN: 06619060

Surajit Mandal

Senior General Manager

(Corporate Accounts)

Rajiv Kumar

Director (Finance)

DIN: 09811051

J.P Chowdhary

Company Secretary and

General Manager (Legal)

M. No. F- 3726

Statement of Unaudited Standalone Change in Statement of Equity for period ended 31st December 2022
(All amounts are in INR lakh, unless otherwise stated)

a. Equity share capital

Particulars	Standalone
Balance as at 1 April 2021	5,00,000
Changes in Equity Share Capital due to prior period errors	-
Restated Balance as at 1 April 2021	5,00,000
Changes in equity share capital during the period ended 31 March 2022	-
Balance as at 31 March 2022	5,00,000
Changes in equity share capital during the period ended 31 December 2022	23,37,344
Balance as at 31 December 2022	28,37,344

b. Other equity

Particulars	Standalone					Total
	Reserves and surplus					
	Capital reserve	General reserve	Retained earnings	Capital contribution from shareholder	Share Application Money Pending Allotment	
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 31 March 2022	-	-	(6,98,162)	-	-	(6,98,162)
Expenses incurred for increase in authorised share capital	-	-	(25)	-	-	(25)
Other comprehensive income/ (expense) for the period ended 31 March 2022	-	-	(1,130)	-	-	(1,130)
Balance as at 31 March 2022	40,21,116	4,90,075	(6,39,864)	98,318	-	39,69,645
(Loss) for the period ended 31 December 2022	-	-	(5,45,766)	-	-	(5,45,766)
Expenses incurred for increase in authorised share capital	-	-	(25)	-	-	(25)
Share Application Money Pending allotment	-	-	-	-	50,000	50,000
Other comprehensive income/ (expense) for the period ended 31 December 2022	-	-	6,101	-	-	6,101
Balance as at 31 December 2022	40,21,116	4,90,075	(11,79,555)	98,318	50,000	34,79,954

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. 1001770C

Rohitashwa RC Agrawal
Partner
Membership No. 408804

Place: New Delhi

Date: 13.02.2023

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)

Rajiv Kumar
Director (Finance)
DIN: 09811051

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/Nine months ended 31 December 2022
(All amounts are in INR lakh, unless otherwise stated)

1 Revenue from operations

Particulars	Standalone					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue from sale of services						
Telephones (other than Wireless in Local Loop)	23,647	26,913	38,131	77,889	1,07,389	1,35,646
Cellular	1,38,727	1,43,784	1,37,101	4,24,833	3,90,334	5,27,051
Broad band services	15,286	18,414	27,027	55,105	96,278	1,23,739
Leased Lines	75,070	61,430	69,068	2,18,306	2,11,938	3,15,681
Leasing of fiber infra	29,247	23,450	15,729	66,097	38,119	51,510
Other enterprise services	4,598	2,954	6,711	15,413	8,032	14,338
FTTH	53,697	49,438	41,072	1,50,573	1,11,943	1,59,016
Lease income from passive infrastructure	24,764	25,746	23,966	77,324	76,375	1,01,558
Interconnection usage charges (IUC) from other service providers	17,366	25,939	13,711	58,752	43,824	54,892
	3,82,402	3,78,068	3,72,516	11,44,292	10,84,232	14,83,431
Other operating revenue						
Sale to third party from telecom factories	790	406	(0)	1,281	208	208
Profit from manufacturing activities of factories	1,002	56	-	1,058	8	266
Other operating income	53,088	55,051	9,363	1,16,635	21,384	1,82,451
Other	6,523	2,449	3,027	12,672	8,944	14,566
	61,403	57,962	12,389	1,31,646	30,544	1,97,491
Total	4,43,805	4,36,030	3,84,905	12,75,938	11,14,776	16,80,922

2 Other income

Particulars	Standalone					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Interest income on						
Financial assets at amortised cost:						
Deposits with banks	992	845	324	2,030	1,078	1,323
Loans	55	75	66	192	196	274
Other	80	466	100	7,276	207	599
Income tax refund	21	-	-	21	5,393	6,988
	1,148	1,386	490	9,519	6,874	9,184
Other non-operating income						
Profit on sale of property, plant and equipment (net)	614	231	429	1,306	1,242	1,926
Income from liquidated damages	28	-	-	28	-	-
Excess liabilities written back no longer required	8,673	50,503	31,909	86,153	89,213	1,79,715
Profit on termination of lease contract(s)	23	44	119	104	298	755
Rent on staff quarters	6,422	6,391	5,101	18,265	14,792	21,777
Foreign exchange fluctuation gain (net)	106	-	-	106	-	-
Sale of scrap	10	-	2,460	776	8,142	-
Others	4,206	2,892	2,311	9,486	7,279	10,980
	20,082	60,061	42,328	1,16,224	1,20,966	2,15,153
Total	21,230	61,447	42,818	1,25,743	1,27,840	2,24,337

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Annexure A: Details of Statement of Unaudited Standalone Financial Results for the Quarter/Nine months ended 31 December 2022

3 Employee benefits expense

Particulars	Standalone					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Salaries, wages, allowances and other benefits	1,56,911	1,53,635	1,49,523	4,61,508	4,31,255	5,82,389
Expenses related to compensated absences	1,548	6,461	3,477	8,031	13,591	22,227
Contribution towards pension	4,486	4,451	4,495	13,399	13,667	18,223
Contribution towards superannuation	3,892	4,071	3,610	11,675	10,329	13,989
Contribution towards employees provident fund	10,180	9,953	9,480	29,863	27,157	36,765
Contribution towards Employees State Insurance	50	47	46	144	135	181
Expense related to post-employment defined benefit plans	5,187	14,598	2,673	22,913	8,124	11,290
Contribution towards leave salary	233	200	225	632	656	862
Half pay leaves	-	-	-	-	-	536
Medical expenses	17,015	18,694	6,591	46,749	25,552	37,878
Staff welfare expenses	9	7	53	25	111	157
	1,99,511	2,12,117	1,80,173	5,94,939	5,30,577	7,24,497
Less : Allocated to capital work-in-progress and others	1,093	1,298	1,036	3,261	4,266	7,630
Total	1,98,418	2,10,819	1,79,137	5,91,678	5,26,311	7,16,867

4 Finance cost

Particulars	Standalone					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Interest expense on			-			
Financial liabilities at amortised cost:			-			
Bonds Series I & II	17,450	16,565	16,731	50,344	49,828	67,448
Loans	39,645	42,956	36,652	1,24,149	1,12,241	1,48,017
Less: Moratorium gain	-	-	-	-	-	-
Less: Capitalised	(50)	(47)	(2,155)	(144)	(135)	(181)
	57,145	59,568	55,538	1,74,637	1,62,204	2,15,646
Subscriber deposits	-	-	805	879	2,405	-
Others	7	602	805	879	2,405	4,743
Lease liabilities	10,359	7,103	9,810	25,841	27,074	36,858
Unwinding of discount on decommissioning liabilities	424	613	916	1,834	3,238	4,482
Total	67,935	67,886	67,069	2,03,191	1,94,921	2,61,729

5 Depreciation and amortisation expense

Particulars	Standalone					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Depreciation on property, plant and equipment	82,019	81,548	1,00,018	2,43,049	2,95,142	3,98,122
Amortisation on intangible assets	37,950	61,692	15,833	1,15,277	47,319	62,801
Amortisation on Right to use assets	25,024	17,395	18,441	59,697	53,516	69,881
Total	1,44,993	1,60,635	1,34,291	4,18,023	3,95,977	5,30,804

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Annexure A: Details of Statement of Unaudited Standalone Financial Results for the Quarter/Nine months ended 31 December 2022

6 Other expenses

Particulars	Standalone					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Rent	2,298	3,502	767	8,632	7,285	9,684
Lease charges	355	565	346	1,603	2,787	3,661
Rates and taxes	1,769	1,439	1,795	3,844	3,767	7,040
Power and fuel	46,650	54,133	47,427	1,42,963	1,42,416	1,91,102
Insurance	19	25	9	76	104	124
Bank charges	183	20	118	242	197	261
Repairs and maintenance on:	-	-	-	-	-	-
Buildings	938	1,237	1,255	3,263	3,561	5,399
Plant and machinery	18,737	21,774	14,999	54,853	48,402	75,852
Cables	12,934	14,350	5,079	31,431	11,801	19,292
Others	8,811	9,146	9,255	25,900	29,470	42,112
Consumption of stores and spare parts	3,241	4,234	6,050	10,522	12,086	18,222
Professional and consultancy charges	595	737	421	2,076	859	2,028
Audit fees	35	35	35	105	97	477
Printing and stationery	172	145	109	482	354	530
Commission on franchise services	8,300	9,714	6,804	27,276	18,082	31,444
Advertisement	14	1	2	21	14	31
Business promotion and marketing expenses	130	104	170	289	199	424
Travelling expenses	617	581	425	1,632	1,815	2,259
Postage and courier charges	68	53	56	156	124	200
Security services	1,340	1,824	1,804	5,261	5,608	8,756
Vehicle running expenses (including hired vehicles)	2,869	3,660	3,253	9,562	8,775	12,269
Interconnection usage charges (IUC) to other service providers	15,749	19,975	22,591	51,037	47,949	71,465
Lease expense on passive infrastructure	11,339	20,076	13,827	43,942	39,493	54,454
Expenditure on services, goods and other expenses	7,377	7,600	5,858	22,210	13,398	26,175
Revenue Share to Business Partners	29,160	26,616	21,669	79,008	63,954	89,627
Housekeeping charges	3,918	4,580	3,572	11,992	11,493	17,943
Transponder charges	9,736	20,990	9,346	55,734	27,886	37,378
Expenditure on LWE operation	5,355	931	5,511	6,728	13,126	15,271
Penalty for customer application form (CAF) verification	24	32	26	128	150	240
Write off and losses (other than bad debts)	2,179	3,331	2,720	8,596	15,787	27,308
Bad debt provision other than services	60	-	195	314	588	1,735
Bad debt written off	3,821	7,491	7,171	14,072	14,263	41,119
Loss allowance for trade receivables and disputed bills	3,311	4,222	2,590	11,670	13,030	20,138
Write off of unrecovered service tax/ GST	548	704	345	1,975	686	2,007
Foreign exchange fluctuation loss (net)	-	17	23	34	66	90
Loss from manufacturing activities of factories	-	-	146	73	-	-
Expenditure on construction contracts	24,520	30,881	228	59,698	1,586	1,08,770
Hiring charges of machinery lines	11	11	27	34	64	63
Payment of financial disincentive to telecom regulatory Authority of India	-	-	-	-	1	-
Loss on sale of scrap	(0)	1,028	-	1,028	-	6,213
	2,27,183	2,75,764	1,96,021	6,98,462	5,61,321	9,51,163
Less : Allocated to capital project works and others	76	133	149	265	741	1,284
Total	2,27,107	2,75,631	1,95,872	6,98,197	5,60,580	9,49,879



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

Annexure B: Segment Information

An operating segment is a component of the Company 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 Company 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.

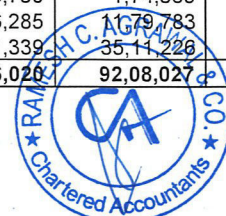
For management purposes, the business is organized into following business segments based on its products and services identified:

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

Accordingly, the standalone segment information is presented below:

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Standalone					
		Quarter ended			Nine months ended		Year ended
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue						
	(a) Revenue from operations						
	- Basic	45,984	45,337	46,591	1,31,013	1,32,802	1,92,445
	- Cellular	1,90,961	1,91,351	1,75,843	5,61,921	5,03,164	6,66,395
	- Broadband	86,854	76,516	75,055	2,40,368	2,22,581	3,03,775
	- Enterprise	1,20,006	1,22,828	87,416	3,42,637	2,56,229	5,18,307
	- Unallocated	-	-	-	-	-	-
	Total	4,43,805	4,36,030	3,84,905	12,75,938	11,14,776	16,80,922
	(b) Other income						
	- Basic	15,073	56,437	38,417	98,661	97,334	1,73,145
	- Cellular	2,301	(791)	1,739	3,269	14,413	21,439
	- Broadband	450	259	365	775	748	4,422
	- Enterprise	2,255	4,150	1,806	13,511	8,463	16,135
	- Unallocated	3	7	2	8	8	10
	Total	20,082	60,061	42,328	1,16,224	1,20,966	2,15,151
	Net segment revenue	4,63,887	4,96,091	4,27,233	13,92,162	12,35,742	18,96,073
2	Segment results						
	(a) Operating profit/(loss) before interest, depreciation and taxes						
	- Basic	(1,72,843)	(1,38,301)	(1,41,148)	(4,74,205)	(4,21,711)	(5,52,748)
	- Cellular	63,399	45,821	45,839	1,68,339	1,51,288	1,59,657
	- Broadband	57,801	47,517	45,950	1,61,080	1,68,431	2,29,636
	- Enterprise	57,221	40,755	54,206	1,45,356	1,46,055	2,49,167
	- Unallocated	(723)	(19,279)	(599)	(2,010)	(2,464)	(3,073)
	Total	4,855	(23,487)	4,248	(1,440)	41,595	82,639
	(b) Depreciation and amortisation	(1,44,993)	(1,60,635)	(1,34,292)	(4,18,023)	(3,95,977)	(5,30,804)
	(c) Interest income	1,148	1,386	490	9,519	6,874	9,185
	(d) Interest expenses	(67,934)	(67,888)	(67,070)	(2,03,192)	(1,94,921)	(2,59,182)
	Profit/(loss) before tax and exceptional items	(2,06,924)	(2,50,624)	(1,96,622)	(6,13,136)	(5,42,425)	(6,98,162)
	Exceptional items						
	- Unallocated	20,079	47,291	-	67,370	-	-
	Tax expense						
	- Unallocated	-	-	-	-	-	-
	Profit/(loss) after tax and Exceptional items	(1,86,845)	(2,03,333)	(1,96,622)	(5,45,766)	(5,42,425)	(6,98,162)
3	Segment assets						
	- Basic	18,30,761	21,15,852	11,74,952	18,30,761	11,74,952	8,73,498
	- Cellular	36,03,074	38,25,440	34,76,362	36,03,074	34,76,362	32,97,302
	- Broadband	26,96,248	25,59,464	24,69,942	26,96,248	24,69,942	24,60,121
	- Enterprise	24,34,704	23,69,013	21,80,214	24,34,704	21,80,214	24,69,067
	- Unallocated	49,60,538	39,09,329	37,20,984	49,60,538	37,20,984	35,28,230
	Total	155,25,325	147,79,099	130,22,453	155,25,325	130,22,453	126,28,218
4	Segment liabilities						
	- Basic	34,01,849	22,33,175	26,07,495	34,01,849	26,07,495	24,54,929
	- Cellular	9,40,600	12,19,870	9,57,151	9,40,600	9,57,151	9,03,532
	- Broadband	1,74,569	1,45,354	83,750	1,74,569	83,750	97,298
	- Enterprise	11,79,783	12,24,362	10,76,285	11,79,783	10,76,285	12,97,607
	- Unallocated	35,11,226	34,53,612	36,71,339	35,11,226	36,71,339	34,05,208
	Total	92,08,027	82,76,376	83,96,026	92,08,027	83,96,022	81,58,573



Annexure C :- Notes to the limited reviewed standalone financial results for the Quarter/ 9 months ended 31 December, 2022:

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.
2. The above financial results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 13, 2023. The Statutory Auditors have carried out Limited Review of the above financial results for the Quarter / Nine Months ended December 31, 2022.
3. These financial results have been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) as 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 year ended March 31, 2022.

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 Company at each balance sheet date.
5. a. As of the date of results, the non-convertible debentures (NCDs) Series-I of INR 850,000 lakh, issued by the Company on 23.09.2021, are rated "CRISIL AAA(CE)/Stable" by CRISIL Limited, "CARE AAA(CE)/ Stable" by CARE Ratings Limited.
b. As of the date of results, the non-convertible debentures (NCDs) Series-II Tranche-A of INR 418,470 lakh, issued by the Company on 22.12.2022, are rated "CRISIL AAA(CE)/Stable" by CRISIL Ratings Limited, "IND AAA(CE)/ Stable" by India Ratings & Research Private Limited.
c. 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. The details of next due date for the payment of interest along with amount due are given in the table below:-

S.No.	Particulars	Interest due date	Interest due (Rs. In Lakh)	Status of payment
1	6.79% BSNL Bonds 2030 Series-I	September 23, 2022	29,095	Paid
2	6.79% BSNL Bonds 2030 Series-I	March 23, 2023	28,620	Not yet due
3	7.72% BSNL Bonds 2032 Series-II	June 22, 2023	16,109	Not yet due

d. 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 750,000 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 in 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.

These preference shares had fallen due for redemption, upon completion of 20 years from the date of issue. However, the reissuance of these shares has been approved by the GoI in the Cabinet Meeting held on July 27, 2022 (Please also refer Note 8(b) below). The reissue of shares was approved in the Extra-ordinary General Meeting of the Company, held September 26, 2022, and the petition has been filed with NCLT on October 06, 2022. The process of redemption and reissue of shares will be completed in due course upon completion of the NCLT proceedings. The hearing before NCLT is adjourned to March 20, 2023. In view, of pending issuance, the liability of INR 7,50,000 lakh is shown as non-current.

e. Other Information:

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

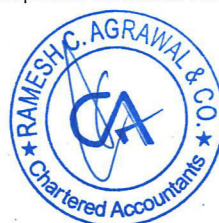
Debt service coverage ratio	Earnings before tax, depreciation, interest and exceptional item/ (Interest Expenses + Scheduled principal repayment of long term debt, preference shares and lease liability during the period)
Interest service coverage ratio	Earnings before tax, depreciation, interest and 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	Revenue from operations / Average Trade Receivables
Operating margin (%)	EBIT – Other Income / Revenue from operations
Net profit margin (%)	Profit After Tax / Revenue from operations

6. Nil amount (March 31, 2022: INR 4,000 lakh) is shown as earmarked bank balance parked in overdraft, pertaining to Government Projects.
7. (a) In pursuance of Cabinet approval, communicated through DoT OM No. 20-28/2022-PR dated 02.08.2022, DoT is in the process of finalizing the AGR dues of BSNL and certification thereof. The said dues will be settled through equity infusion by the Govt.
- Meanwhile, an amount of INR 5,83,585 lakh (31 March 2022 INR Nil), stated as AGR dues in the Hon'ble Supreme Court Judgment in Civil Appeal No. 6328-6399 of 2015, together with an estimated interest upto 31.07.2022 of INR 1,69,141 lakh (31 March 2022 INR Nil) has been provided for in the current quarter in addition to INR 80,976 lakh (31 March 2022 INR Nil) against provisionally assessed LF dues for FY 2014-15 to FY 2021-22 communicated by DoT during the current quarter. The above has been recognized as an exceptional item in the current quarter. An amount of INR 4,52,709 lakh has already been provided for in the previous quarter basis the communication received from DoT.
- Considering provisional demands towards SUC are yet to be communicated by DoT, earlier demands of CCAs with regard to SUC amounting to INR 5,83,551 lakh (31 March 2022 INR 5,83,551 lakh) and an estimated interest on SUC dues, in the above referred judgment, amounting to INR 1,38,835 lakh (31 March 2022 INR 1,01,978 lakh) have been considered as contingent liability.
- (b) A provision of INR 25,119 lakh (31 March 2022 INR Nil) has been made for the amount recoverable from DoT on account of excess LF/SUC for the FY 2014-15 to 2018-19, during the quarter and the same is disclosed as an exceptional item in the Statement of Profit & Loss.
- 8(a) Pursuant to Cabinet Approval dated 23.10.2019 the Company has implemented VRS for employees of 50 years and above age with payment of ex-gratia supported to budgetary allocation by the Government of India, the Company has raised Sovereign Guarantee Bonds of Rs. 8,50,000 lakh with tenure of 10 years. The matters of administrative allotment of spectrum for providing 4G services, and monetization of land, buildings, towers & fibre assets are in progress in accordance with the Cabinet Approval and the policy of GOI in this regard.
- 8(b) Further, Union Cabinet in its meeting held on July 27, 2022, approved revival measures having focus on infusing fresh capital for upgrading BSNL services, allocating spectrum, de-stressing its balance sheet, and augmenting its fibre network by merging Bharat Broadband Nigam Limited (BBNL) with BSNL. The measures are as follows:
- Allotment of Spectrum through equity infusion ; Spectrum frequencies of 106 MHz (with effect from February 29, 2020) and 22 MHz (with effect from October 27, 2022) in 20 LSAs in the band of 900 MHz has been done for a validity period of 20 years, in the Quarter ended September 30, 2022 through equity capital infusion of INR 23,37,344 lakh (Cost of Spectrum being INR 19,80,800 lakh and the amount of GST being INR 3,56,544 lakh).
 - Financial support (by equity infusion) of INR 2247100 lakh for capex. Out of this, INR 301,300 lakh has been received so far in the form of equity infusion (equity shares in respect of the same are pending for allotment) - INR 50,000 Lakh received in the quarter ending September 30, 2022, and INR 251,300 lakh in January 2023.
 - The Viability Gap Funding claim of INR 13,78,900 lakh, raised by BSNL for the period 2014-15 to 2019-20 was approved for disbursement. Out of this, INR 500,000 lakh was received in the quarter ending September 30, 2022, INR 8,78,900 lakh has been received in January 2023 (refer note 11 below also). Further approval was given for similar reimbursement to be allowed for FY 2020-21 and onwards for five years subject to a ceiling of INR 7,20,000 lakh for this duration of six years.
 - Authorised Capital was approved to be increased to INR 1,50,00,000 lakh to accommodate the infusion of capital. The necessary formalities for the same were completed on October 04, 2022.
 - Sovereign Guarantee will be provided to BSNL to raise long term bonds for an amount of INR 22,82,800 lakh for debt restructuring. The first tranche of the Bonds amounting to INR 4,18,470 lakh has been raised in the current Quarter (Refer para 5 above).
 - AGR dues of BSNL will be settled by conversion into equity. The Funds will be provided by the Government to settle the GST dues thereupon (Please also refer note 7(a) above).
 - 9% Non-cumulative Preference Share of INR 7,50,000 lakh will be reissued to the Government. (Please refer 5(d) above).
 - Merger of BBNL with BSNL has been approved, and the transaction Advisor (consultant) has been appointed in this connection.
- 8(c) As regards the merger of MTNL with BSNL, the Government of India, has decided to constitute a committee to recommend the way forward.
- 8(d) USOF has awarded the contract for Operation and Maintenance, First Line Maintenance and utilization of BharatNet network of about 5 lakh RKM OFC route and its associated equipments, to BSNL for a period of one year with effect from July 1, 2022, extendable with mutual consent. The payment from USOF to BSNL will be made as per actuals based on tendered discovered cost plus administrative and establishment (AE&EC) charges.
- 8(e) BSNL has submitted the claim for disbursement of Viability Gap Funding in respect of Rural Wireline Operations, for FY 2020-21 and 2021-22 amounting to INR 2,16,947 lakh and INR 2,23,428 lakh respectively. (Refer Note 8 (b) (iii) above also)
- 8(f) Spectrum allotted by DOT in 900 MHz band has been capitalised as Intangible assets of INR 16,39,420 Lakh in quarter ending September 30, 2022 and INR 3,41,380 Lakh in December 31, 2022.
9. Shareholders approved the resolution for increase in authorised share capital of the company from INR 40,00,000 lakh to INR 1,50,00,000 lakh with effect from 4th October 2022 at AGM held on 26th September 2022. The stamp duty of INR 25 lakh paid on 4th October 2022 to increase authorised share capital has been adjusted with Other Equity (Retained Earnings) in the current quarter.

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10. Below is the break up of borrowings and loans of the Company excluding preference shares:-

Particulars	(Amount in Rs.lakh)	
	As at 31-12-2022	As at 31-03-2022
Bonds (Series I)	8,48,227	8,42,254
Bonds (Series II)	4,18,205	-
Bank Overdraft	4,46,250	3,45,825
Loans	16,17,703	21,01,934
Total	33,30,385	32,90,013

11. The details of Exceptional items (Expense/Income) for the period are reported below :-

Particulars	(Amount in Rs.lakh)	
	Quarter ending December 31, 2022	Quarter ending September 30, 2022
Viability Gap Funding	8,78,900	5,00,000
Provision for AGR Dues demand (LF / SUC Expense)	(8,33,702)	(4,52,709)
Provision against Claim Receivable from DoT towards LF etc	(25,119)	-
Exceptional item - (Expense) /Income	20,079	47,291

12. Inventory Turnover ratio is not applicable as the Company is not into business of selling any goods and Capital Redemption ratio / Debenture Redemption ratio is also not applicable as the Company does not have distributable profits.
13. 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 Company 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.
14. The Company is in the process of reconciling various balances related to government projects with the customers / vendors.
15. Previous period/ year figures have been re-grouped or reclassified, to conform to such current period's classification.

In terms of our report attached

For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. 1901770C

Rohitashwa RC Agrawal
Partner
Membership No. : 468964

Place: New Delhi
Date: 13.02.2023

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)

Rajiv Kumar
Director (Finance)
DIN: 09811051

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

Limited Review Report on Unaudited Consolidated Financial Results pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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 Holding Company) and its one subsidiary (the holding Company and its subsidiary together referred to as ("the Group") for the quarter ended 31st December, 2022, which comprise of Statement of Profit and Loss for the period ended on that date, Statement of Assets and Liabilities, Cash Flow Statement and the related notes thereon.
2. This Statement, which is the responsibility of the respective Company's Management, approved by the respective Company's Board of Directors and 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 matter 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. Of the 38 Circles of the Company and one subsidiary i.e. BSNL Tower Corporation Limited comprising the Financial Results of the Group, we did not review the financial statements of 37 circles and the subsidiary, whose financial statements reflect total asset including intra/inter circle remittances of Rs. 30,99,780 lakhs as at 31st December, 2022 and total revenues of Rs. 4,54,783 lakhs for the quarter ended on that date. The financial statements of these circles and subsidiary have been reviewed by the Circle/Subsidiary Auditors whose reports have been provided to us by the management and our opinion in

so far as it relates to the amounts and disclosures included in respect of these circles and subsidiary is based solely on the report of such circle auditors and the management.

6. Basis of qualified conclusion

- a) The Company has not provided for the demands of Rs. 5,83,551 lakhs for Spectrum Usage Charges from financial year 2006-07 up to financial year 2018-19 pending final certification by the DoT/CCAs as mentioned in Note 7(a) of the Statement. The Company has provided for License Fee and Spectrum Usage Charges of Rs. 5,83,585 lakhs with reference to Hon'ble Supreme Court Judgement dated 01.09.2020 as mentioned in Note 7(a) of the Statement together with the estimated interest of Rs. 1,69,141 lakh during the quarter. However the company has not provided for estimated interest of Rs. 1,38,835 lakh on SUC dues pursuant to Hon'ble Supreme Court Judgement and the same have been considered as contingent liability.

Had these amounts been provided for, the corresponding net loss and current liabilities would have increased by the same amounts.

In this regard we draw attention to Note 8(b) of the Financial Statements.

- b) As reported by Circle Auditors, mutation of immovable properties taken over from DOT in favor of BSNL is pending in several cases.
- c) During the course of review, we have come across certain issues with regard to which we are unable to assess the impact on the Statement of Financial Results:
- 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. 50,194 lakhs.
- ii) The Holding Company has initiated a system of balance confirmation for balances exceeding Rs. 25 lakhs in respect of trade receivables/payables, deposits with government departments/companies including DOT, MTNL and BBNL. The same is in nascent stage and progress made is inadequate.
- The Holding Company is yet to reconcile the receipts and utilization of funds with regard to various Government Projects & Government Grants.
- iii) The Holding Company has not fully billed for revenue on the Government Projects which have completed as on 31st December, 2022.
- iv) As reported by auditors of certain circles, there is un-reconciled difference with regard to TDS, GST, TCS write back of GST credits, where bills have not been discharged within six months.
- v) As reported by auditors of certain circles, difference between balances as per books of account and bank could not be justified through reconciliation. Also, entries have not been passed to consider impact of time barred cheques.
- vi) Non-capitalization of lease-hold assets in the Kolkota and Sikkim Circle has led to under reporting of ARO liability.



- vii) As reported by auditors North East – I & II, North East Task Force and West Bengal Circles, capitalization of in-progress property, plant and equipment has not been completed.
- viii) The Auditors of NE Task Force, Sikkim, and Uttarakhand circles have reported the delay and mismatch in payment of employee benefits and related statutory dues.
- ix) As reported by auditors of certain circles, there are pending GR/IR balances.
- x) As reported by certain Circle Auditors, balance in Advances to Customers include old pending balances which have not been reconciled.
- xi) As reported by certain Circle Auditors, Capital Work-in-Progress is not reviewed on quarterly basis but rather at the year end.
- xii) Non-compliance with respect to the Indian Accounting Standards (IndAS) 105, IndAS 109 and IndAS 108 has been reported by certain Circle Auditors.
- xiii) No system audit has been conducted during the past several years.

7. Qualified Conclusion

Based on our review conducted and procedures performed as stated in paragraph 3 above and considering the review reports of the Circle Auditors and subsidiary referred to in paragraph 5 above, 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.

- 8. We draw attention to Note No. 8 of the Statement regarding the approval of revival package for the Group, by Government of India, the Group has prepared these statements on going concern basis.
- 9. Excess provision written back during the quarter amounts to Rs. 8673 lakhs on account of vendors/SD/EMD balances more than 3 years old, provision for doubtful debts, telecom stores and GR/IR clearing balances.
- 10. The Holding Company could not redeem 9% Preference Share Capital amounting to Rs.7,500 Crores before the appointed date because of the unavailability of profit and fresh infusion of share capital. However, as mentioned in Note 5(c) of the Statement, the Board of Directors in the Extra-Ordinary General Meeting held on September 26th, 2022, has approved the reissue of the shares. A petition has been filed with National Company Law Tribunal on October 6th, 2022, in compliance with the Companies Act, 2013. The matter is pending in NCLT.
- 11. We draw attention to Note No. 8(b)(iii), wherein, amount of Rs. 1378900 lakhs have been received and recognised as exceptional item towards Viability Gap Funding (VGF) in form of grant-in-aid to BSNL for FY 2014-15 to 2019-20, Similarly, the reimbursement of VGF has been approved for the FY 2020-21 and onwards for five years subject to ceiling of Rs. 7200 crores for six years period @ Rs.1200 crores p.a. The company has submitted the claim of Rs. 4,40,375 lakhs for financial years 2020-21 and 2021-22 (Note No 8(e)). Total amount to be reimbursed, as per approval, for the two years i.e. Rs. 2400 crores have not been recognized in books of accounts.



Our conclusion is not modified with respect to paragraph 8, 9, 10 and 11 mentioned above.

For Ramesh C. Agrawal & Co.
Chartered Accountants
Firm's Registration No.: 001770C



CA Rohitashwa RC Agrawal
Partner
UDIN: 23408904BGZGUJ1339
Membership No.: 408904
Place: New Delhi
Date: February 13, 2023.

Statement of Unaudited Consolidated Financial Results for the Quarter/ Nine months ended 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Notes in Annexure A	Consolidated					
			Quarter ended			Nine months ended		Year ended
			31.12.2022 (Unaudited)	30.09.2022 (Unaudited)	31.12.2021 (Unaudited)	31.12.2022 (Unaudited)	31.12.2021 (Unaudited)	31.03.2022 (Audited)
1.	Income							
a.	Revenue from operations	1	4,43,883	4,36,083	3,84,938	12,76,099	11,14,895	16,81,126
b.	Other income	2	21,230	61,448	42,818	1,25,744	1,27,840	2,24,338
	Total income		4,65,113	4,97,531	4,27,756	14,01,843	12,42,735	19,05,464
2.	Expenses							
a.	License and spectrum fee		33,506	33,130	47,976	1,03,728	1,07,252	1,44,142
b.	Employee benefits expense	3	1,98,529	2,10,819	1,79,137	5,91,789	5,26,311	7,16,867
c.	Finance costs	4	67,935	67,886	67,069	2,03,191	1,94,921	2,61,729
d.	Depreciation and amortisation expense	5	1,44,993	1,60,635	1,34,291	4,18,023	3,95,977	5,30,804
e.	Other expenses	6	2,27,048	2,75,667	1,95,893	6,98,198	5,60,674	9,50,084
	Total expenses		6,72,011	7,48,136	6,24,366	20,14,929	17,85,135	26,03,626
3.	Profit before share of net profits / (losses) of associates accounted for using the equity method and tax (1-2)		(2,06,898)	(2,50,605)	(1,96,610)	(6,13,086)	(5,42,400)	(6,98,162)
4.	Share of net profits / (losses) of associates accounted for using equity method		-	-	-	-	-	-
5.	Profit before tax and Exceptional Items(3+4)		(2,06,898)	(2,50,605)	(1,96,610)	(6,13,086)	(5,42,400)	(6,98,162)
6.	Exceptional Items		20,079	47,291		67,370	-	-
7.	Profit before tax		(1,86,819)	(2,03,314)	(1,96,610)	(5,45,716)	(5,42,400)	(6,98,162)
8.	Income tax expense							
a)	Current tax		-	-	-	-	-	-
b)	Deferred tax		-	-	-	-	-	-
	Total tax expense		-	-	-	-	-	-
9.	Profit after tax (7-8)		(1,86,819)	(2,03,314)	(1,96,610)	(5,45,716)	(5,42,400)	(6,98,162)
10.	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)		1,445	(2,269)	(34)	6,101	(103)	(1,130)
	Other comprehensive income for the period, net of tax		1,445	(2,269)	(34)	6,101	(103)	(1,130)
11.	Total comprehensive income for the period (8+9)		(1,85,374)	(2,05,583)	(1,96,644)	(5,39,615)	(5,42,503)	(6,99,292)
12.	Profit after tax is attributable to:							
	Owners of the Company		(1,86,819)	(2,03,314)	(1,96,610)	(5,45,716)	(5,42,400)	(6,98,162)
	Non-controlling interest		-	-	-	-	-	-
			(1,86,819)	(2,03,314)	(1,96,610)	(5,45,716)	(5,42,400)	(6,98,162)
	Other comprehensive income is attributable to:							
	Owners of the Company		1,445	(2,269)	(34)	6,101	(103)	(1,130)
	Non-controlling interest		-	-	-	-	-	-
			1,445	(2,269)	(34)	6,101	(103)	(1,130)
	Total comprehensive income attributable to:							
	Owners of the Company		(1,85,374)	(2,05,583)	(1,96,644)	(5,39,615)	(5,42,503)	(6,99,292)
	Non-controlling interest		-	-	-	-	-	-
			(1,85,374)	(2,05,583)	(1,96,644)	(5,39,615)	(5,42,503)	(6,99,292)

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Statement of Unaudited Consolidated Financial Results for the Quarter/ Nine months ended 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Sr. No.	Particulars	Notes in Annexure A	Consolidated					
			Quarter ended			Nine months ended		Year ended
			31.12.2022 (Unaudited)	30.09.2022 (Unaudited)	31.12.2021 (Unaudited)	31.12.2022 (Unaudited)	31.12.2021 (Unaudited)	31.03.2022 (Audited)
13.	Paid-up equity share capital (Face Value of Rs. 10/- each)		28,37,344	28,37,344	5,00,000	28,37,344	5,00,000	5,00,000
14.	Paid-up debt capital/ outstanding long term debts		28,84,137	29,03,251	29,22,671	28,84,137	29,22,671	29,44,188
15.	9% non-cumulative preference shares (7,50,00,00,000 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
16.	Other equity excluding Revaluation Reserves		34,79,724	36,65,123	41,26,181	34,79,724	41,26,181	39,69,365
17.	Net Worth		63,17,068	65,02,467	46,26,181	63,17,068	46,26,181	44,69,365
18.	Earnings per share (INR) (Of Face Value of Rs. 10/- each) (not annualised)							
	(a) Basic		(0.66)	(3.24)	(3.93)	(4.12)	(10.85)	(13.96)
	(b) Diluted		(0.66)	(3.24)	(3.93)	(4.12)	(10.85)	(13.96)
19.	Debt Equity Ratio		0.65	0.62	0.87	0.65	0.87	0.90
20.	Interest Service Coverage Ratio		0.38	0.37	0.07	0.37	0.25	0.36
21.	Debt Service Coverage Ratio		0.02	0.02	0.00	0.04	0.04	0.06
22.	Current ratio		0.79	0.70	0.56	0.79	0.56	0.57
23.	Long term debt to working capital		(5.57)	(5.54)	(3.22)	(5.57)	(3.22)	(4.84)
24.	Bad debts to Account receivable ratio		0.01	0.02	0.02	0.03	0.05	0.10
25.	Current liability ratio		0.56	0.54	0.66	0.56	0.66	0.62
26.	Total debts to total assets ratio		0.28	0.29	0.33	0.28	0.33	0.35
27.	Debtors turnover		4.78	4.66	4.44	4.58	4.29	4.26
28.	Operating margin (%)		-32%	-45%	-45%	-37%	-43%	-39%
29.	Net profit margin (%)		-42%	-47%	-51%	-43%	-49%	-42%
30.	Capital redemption reserve		NA	NA	NA	NA	NA	NA
31.	Inventory turnover ratio		NA	NA	NA	NA	NA	NA

* Refer note no 5(d) of Annexure C

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

Ramesh C Agrawal & Co.
Rohitashwa RC Agrawal
Partner
Membership No. 408904
UDIN: 23408904BGZG6UJ1339
Place: New Delhi
Date: 13.02.2023

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)

Rajiv Kumar
Director (Finance)
DIN: 09811051

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



Statement of Unaudited Consolidated Assets and Liabilities as at 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Particulars	Consolidated	
	As at 31.12.2022	As at 31.03.2022
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	84,89,668	86,84,157
Capital work-in-progress	2,52,823	2,83,453
Intangible assets	23,17,848	4,51,356
Intangible assets under development	-	-
Right-of-use assets	2,71,882	3,09,662
Financial assets		
(i) Investment in subsidiary	-	-
(ii) Investments	-	-
(iii) Trade receivables	-	-
(iv) Loans	96	121
(v) Other financial assets	38,184	36,106
Deferred tax assets (net)	1	1
Other non-current assets	56,171	61,192
Total non-current assets	114,26,673	98,26,048
Current assets		
Inventories	82,776	1,24,041
Financial assets		
(i) Investments	-	-
(ii) Trade receivables	3,41,368	4,01,599
(iii) Cash and cash equivalents	81,241	90,255
(iv) Bank balances other than (iii) above	1,44,604	2,14,294
(v) Loans	-	29
(vi) Other financial assets	9,39,790	7,10,602
Current tax assets (net)	27,011	15,677
Other current assets	17,50,756	5,14,965
Assets classified as held for sale	7,35,829	7,34,288
Total current assets	41,03,375	28,05,750
Total assets	155,30,048	126,31,798
EQUITY AND LIABILITIES		
Equity		
Equity share capital	28,37,344	5,00,000
Other equity	34,79,724	39,69,365
Equity attributable to owners of the Company	63,17,068	44,69,365
Non-controlling interests	-	-
Total equity	63,17,068	44,69,365

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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



Statement of Unaudited Consolidated Assets and Liabilities as at 31 December, 2022

(Amount in INR Lakh, unless otherwise stated)

Particulars	Consolidated	
	As at 31.12.2022	As at 31.03.2022
	(Unaudited)	(Audited)
LIABILITIES		
Non-current liabilities		
Financial liabilities		
i. Borrowings	32,25,660	23,23,963
ii. Lease liabilities	2,47,917	2,76,658
iii. Trade payables		
-total outstanding dues of micro enterprises and small enterprises	-	-
-total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
iv. Other financial liabilities	4,62,373	5,01,198
Deferred tax liability	-	-
Provisions	63,987	71,015
Deferred tax liabilities (net)		
Other non-current liabilities	48,368	50,798
Total non-current liabilities	40,48,305	32,23,632
Current liabilities		
Financial liabilities		
i. Borrowings	8,54,727	17,16,050
ii. Lease liabilities	67,427	66,310
iii. Trade payables		
- Total outstanding dues of micro enterprise and small enterprises	50,194	71,231
- Total outstanding dues of creditors other than micro enterprise and small enterprises	6,61,110	8,32,617
iv. Other financial liabilities	25,14,002	12,17,664
Other current liabilities	9,80,699	9,61,489
Provisions	36,515	73,440
Current tax liabilities (net)	-	-
Total current liabilities	51,64,675	49,38,801
Total liabilities	92,12,980	81,62,433
Total equity and liabilities	155,30,048	126,31,798

In terms of our report attached

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

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No. 001770C

Rohitashwa RC Agrawal

Partner

Membership No. : 408904

UDIN: 23408904BG1ZGUJ1339

P.K. Purwar

Chairman and Managing Director

DIN: 06619060

Surajit Mandol

Senior General Manager

(Corporate Accounts)

Rajiv Kumar

Director (Finance)

DIN: 09811051

J.P. Chowdhary

Company Secretary and

General Manager (Legal)

Place: New Delhi

Date: 13.02.2023

M. No. F- 3726

Bharat Sanchar Nigam Limited

CIN: U74899DL2000GOI107739

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Unaudited Consolidated Cash Flow Statement for the period ended 31 December 2022

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

Particulars	For the period ended 31 December 2022 (Unaudited)	For the period ended 31 December 2021 (Unaudited)
A. Cash flows from operating activities		
Profit/ (loss) before tax	(6,13,087)	(5,42,400)
Adjustments for:		
Depreciation and amortisation expense	4,18,023	3,95,977
Bad-debt written off	14,072	14,263
Provision for obsolete inventory/short inventory	141	-
Provision for doubtful debts and disputed bills	11,670	13,030
Bad-debt provision other than services	314	588
Write off and losses other than bad debts	8,596	15,787
Write off of unrecovered service tax/ GST	1,975	686
Excess liabilities written back no longer required	(86,153)	(89,213)
Profit on termination of lease contract(s)	(104)	(298)
Unrealised Gain/Loss on Forex fluctuation (net)	(20)	66
Grant in aid (net)	(2,430)	(4,922)
Finance costs	2,01,358	1,91,683
Unwinding of discount on decommissioning liabilities	1,834	3,238
Interest income	(9,519)	(6,874)
Profit on sale of property, plant and equipment (net)	(1,306)	(1,242)
Exceptional items (net)	67,370	-
Capitalisation of overheads	(3,526)	(5,007)
Operating cash flows before working capital changes	9,208	(14,638)
Net change in working capital:		
Loans	54	19
Trade receivables	34,489	52,947
Inventories	41,124	(34,810)
Other financial assets	(2,31,160)	(2,06,288)
Other assets	(12,32,212)	(78,547)
Trade payables	(1,92,524)	(1,61,181)
Other financial liabilities	13,43,666	2,33,078
Provisions	(28,337)	34,434
Other liabilities	8,325	26,902
Cash from operating activities	(2,47,367)	(1,48,084)
Net income tax refund (paid)	(11,334)	48,409
Net cash generated from/ (used in) operating activities	(2,58,701)	(99,675)
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(21,21,292)	(20,650)
Proceeds from sale of property, plant and equipment	1,14,978	19,034
Interest received	9,431	7,057
Proceeds from / (investment in) deposits with banks	69,672	41,777
Net cash generated from/ (used in) investing activities	(19,27,210)	47,218



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Unaudited Consolidated Cash Flow Statement for the period ended 31 December 2022

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

Particulars	For the period ended 31 December 2022 (Unaudited)	For the period ended 31 December 2021 (Unaudited)
C. Cash flows from financing activities		
Interest paid	(1,75,517)	(1,64,609)
Payments of Lease liability	(75,279)	(49,981)
Payments for Interest portion of lease liability	-	(29,140)
Expenses incurred for increase in authorised share capital	(25)	-
Proceeds from issue of Equity Share capital	23,37,344	-
Proceeds from Share application money pending allotment	50,000	-
Proceeds from/ (repayment) of long term loans (net)	(60,051)	2,19,313
Net cash generated from/ (used in) financing activities	20,76,473	(24,418)
Net increase/ (decrease) in cash and cash equivalents	(1,09,438)	(76,875)
Cash and cash equivalents at the beginning of the year	(2,55,570)	(2,19,511)
Cash and cash equivalents at the end of the year	(3,65,008)	(2,96,386)
Cash and cash equivalents:		
Balances with banks in current account including sweep In deposit	78,384	43,090
Deposits with original maturity of less than three months	2,036	1,962
Cheques on hand	223	370
Cash on hand	598	785
Bank overdraft	(4,46,250)	(3,42,594)
Total cash and cash equivalents	(3,65,009)	(2,96,386)

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.

In terms of our report attached

For Ramesh C Agrawal & Co.

Chartered Accountants

Firm Registration No.: 001770C

Rohitashwa RC Agrawal

Partner

Membership No.: 408904

Place: New Delhi

Date: 13.02.2023

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)

Rajiv Kumar

Director (Finance)

DIN: 09811051

J.P Chowdhary

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

Statement of Unaudited Consolidated Change in Statement of Equity for period ended 31st December 2022
(All amounts are in INR lakh, unless otherwise stated)

a. Equity share capital

Particulars	Consolidated
Balance as at 1 April 2021	5,00,000
Changes in Equity Share Capital due to prior period errors	-
Restated Balance as at 1 April 2021	5,00,000
Changes in equity share capital during the period ended 31 March 2022	-
Balance as at 31 March 2022	5,00,000
Changes in equity share capital during the period ended 31 December 2022	23,37,344
Balance as at 31 December 2022	28,37,344

b. Other equity

Particulars	Consolidated					Total
	Reserves and surplus					
	Capital reserve	General reserve	Retained earnings	Capital contribution from shareholder	Share Application Money Pending Allotment	
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 31 March 2022	-	-	(6,98,162)	-	-	(6,98,162)
Expenses incurred for increase in authorised share capital	-	-	(25)	-	-	(25)
Other comprehensive income/ (expense) for the period ended 31 March 2022	-	-	(1,130)	-	-	(1,130)
Balance as at 31 March 2022	40,21,116	4,90,075	(6,40,146)	98,318	-	39,69,363
(Loss) for the period ended 31 December 2022	-	-	(5,45,716)	-	-	(5,45,716)
Expenses incurred for increase in authorised share capital	-	-	(25)	-	-	(25)
Share Application Money Pending allotment	-	-	-	-	50,000	50,000
Other comprehensive income/ (expense) for the period ended 31 December 2022	-	-	6,101	-	-	6,101
Balance as at 31 December 2022	40,21,116	4,90,075	(11,79,786)	98,318	50,000	34,79,724

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

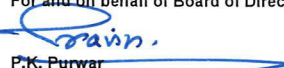
In terms of our report attached
For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. - 003770C

Rohitashwa RC Agrawal
Partner
Membership No. - 408804

Place: New Delhi

Date: 13.02.2023

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)


Rajiv Kumar
Director (Finance)
DIN: 09811051


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

Annexure A: Details of Statement of Unaudited Consolidated Financial Results for the Quarter/Nine months ended 31 December 2022

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

1 Revenue from operations

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue from sale of services						
Telephones (other than Wireless in Local Loop)	23,647	26,913	38,131	77,889	1,07,389	1,35,646
Cellular	1,38,727	1,43,784	1,37,101	4,24,833	3,90,334	5,27,051
Broad band services	15,286	18,414	27,027	55,105	96,278	1,23,739
Leased Lines	75,070	61,430	69,068	2,18,306	2,11,938	3,15,681
Leasing of fiber infra	29,247	23,450	15,729	66,097	38,119	51,510
Other enterprise services	4,598	2,954	6,711	15,413	8,032	14,338
FTTH	53,697	49,438	41,072	1,50,573	1,11,943	1,59,016
Lease income from passive infrastructure	24,764	25,746	23,966	77,324	76,375	1,01,558
Interconnection usage charges (IUC) from other service providers	17,366	25,939	13,711	58,752	43,824	54,892
	3,82,402	3,78,068	3,72,516	11,44,292	10,84,232	14,83,431
Other operating revenue						
Sale to third party from telecom factories	790	406	(0)	1,281	208	208
Profit from manufacturing activities of factories	1,002	56	-	1,058	8	266
Other operating income	53,166	55,104	9,396	1,16,796	21,503	1,82,655
Other	6,523	2,449	3,027	12,672	8,944	14,566
	61,481	58,015	12,422	1,31,807	30,663	1,97,695
Total	4,43,883	4,36,083	3,84,938	12,76,099	11,14,895	16,81,126

2 Other income

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Interest income on						
Financial assets at amortised cost:						
Deposits with banks	992	845	324	2,030	1,078	1,323
Loans	55	75	66	192	196	274
Other	80	466	100	7,276	207	599
Income tax refund	21	-	-	21	5,393	6,988
	1,148	1,386	490	9,519	6,874	9,184
Other non-operating income						
Profit on sale of property, plant and equipment (net)	614	231	429	1,306	1,242	1,926
Income from liquidated damages	28	-	-	28	-	-
Excess liabilities written back no longer required	8,673	50,503	31,909	86,153	89,213	1,79,715
Profit on termination of lease contract(s)	23	44	119	104	298	755
Rent on staff quarters	6,422	6,391	5,101	18,265	14,792	21,777
Foreign exchange fluctuation gain (net)	106	-	-	106	-	-
Sale of scrap	10	-	2,460	776	8,142	-
Others	4,206	2,893	2,311	9,487	7,279	10,981
	20,082	60,062	42,328	1,16,225	1,20,966	2,15,154
Total	21,230	61,448	42,818	1,25,744	1,27,840	2,24,338

2



Annexure A: Details of Statement of Unaudited Consolidated Financial Results for the Quarter/Nine months ended 31 December 2022

3 Employee benefits expense

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Salaries, wages, allowances and other benefits	1,57,022	1,53,635	1,49,523	4,61,619	4,31,255	5,82,389
Expenses related to compensated absences	1,548	6,461	3,477	8,031	13,591	22,227
Contribution towards pension	4,486	4,451	4,495	13,399	13,667	18,223
Contribution towards superannuation	3,892	4,071	3,610	11,675	10,329	13,989
Contribution towards employees provident fund	10,180	9,953	9,480	29,863	27,157	36,765
Contribution towards Employees State Insurance	50	47	46	144	135	181
Expense related to post-employment defined benefit plans	5,187	14,598	2,673	22,913	8,124	11,290
Contribution towards leave salary	233	200	225	632	656	862
Half pay leaves	-	-	-	-	-	536
Medical expenses	17,015	18,694	6,591	46,749	25,552	37,878
Staff welfare expenses	9	7	53	25	111	157
	1,99,622	2,12,117	1,80,173	5,95,050	5,30,577	7,24,497
Less : Allocated to capital work-in-progress and others	1,093	1,298	1,036	3,261	4,266	7,630
Total	1,98,529	2,10,819	1,79,137	5,91,789	5,26,311	7,16,867

4 Finance cost

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Interest expense on			-			
Financial liabilities at amortised cost:			-			
Bonds Series I & II	17,450	16,565	16,731	50,344	49,828	67,448
Loans	39,645	42,956	36,652	1,24,149	1,12,241	1,48,017
Less: Moratorium gain	-	-	-	-	-	-
Less: Capitalised	(50)	(47)	(2,155)	(144)	(135)	(181)
	57,145	59,568	55,538	1,74,637	1,62,204	2,15,646
Subscriber deposits	-	-	-	-	-	-
Others	7	602	805	879	2,405	4,743
Lease liabilities	10,359	7,103	9,810	25,841	27,074	36,858
Unwinding of discount on decommissioning liabilities	424	613	916	1,834	3,238	4,482
Total	67,935	67,886	67,069	2,03,191	1,94,921	2,61,729

5 Depreciation and amortisation expense

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Depreciation on property, plant and equipment	82,019	81,548	1,00,018	2,43,049	2,95,142	3,98,122
Amortisation on intangible assets	37,950	61,692	15,833	1,15,277	47,319	62,801
Amortisation on Right to use assets	25,024	17,395	18,441	59,697	53,516	69,881
Total	1,44,993	1,60,635	1,34,291	4,18,023	3,95,977	5,30,804

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Bharat Sanchar Nigam Limited

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Annexure A: Details of Statement of Unaudited Consolidated Financial Results for the Quarter/Nine months ended 31 December 2022

6 Other expenses

Particulars	Consolidated					
	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Rent	2,298	3,502	767	8,632	7,285	9,684
Lease charges	355	565	346	1,603	2,787	3,661
Rates and taxes	1,769	1,439	1,795	3,844	3,767	7,040
Power and fuel	46,650	54,133	47,427	1,42,963	1,42,416	1,91,102
Insurance	19	25	9	76	104	124
Bank charges	183	20	118	242	197	261
Repairs and maintenance on:	-	-	-	-	-	-
Buildings	938	1,237	1,255	3,263	3,561	5,399
Plant and machinery	18,737	21,774	14,999	54,853	48,402	75,852
Cables	12,934	14,350	5,079	31,431	11,801	19,292
Others	8,811	9,146	9,255	25,900	29,470	42,112
Consumption of stores and spare parts	3,241	4,234	6,050	10,522	12,086	18,222
Professional and consultancy charges	595	737	421	2,076	859	2,028
Audit fees	35	36	35	106	98	479
Printing and stationery	172	145	109	482	354	530
Commission on franchise services	8,300	9,714	6,804	27,276	18,082	31,444
Advertisement	14	1	2	21	14	31
Business promotion and marketing expenses	130	104	170	289	199	424
Travelling expenses	617	581	425	1,632	1,815	2,259
Postage and courier charges	68	53	56	156	124	200
Security services	1,340	1,824	1,804	5,261	5,608	8,756
Vehicle running expenses (including hired vehicles)	2,869	3,660	3,253	9,562	8,775	12,269
Interconnection usage charges (IUC) to other service providers	15,749	19,975	22,591	51,037	47,949	71,465
Lease expense on passive infrastructure	11,339	20,076	13,827	43,942	39,493	54,454
Expenditure on services, goods and other expenses	7,318	7,635	5,879	22,210	13,491	26,175
Revenue Share to Business Partners	29,160	26,616	21,669	79,008	63,954	89,830
Housekeeping charges	3,918	4,580	3,572	11,992	11,493	17,943
Transponder charges	9,736	20,990	9,346	55,734	27,886	37,378
Expenditure on LWE operation	5,355	931	5,511	6,728	13,126	15,271
Penalty for customer application form (CAF) verification	24	32	26	128	150	240
Write off and losses (other than bad debts)	2,179	3,331	2,720	8,596	15,787	27,308
Bad debt provision other than services	60	-	195	314	588	1,735
Bad debt written off	3,821	7,491	7,171	14,072	14,263	41,119
Loss allowance for trade receivables and disputed bills	3,311	4,222	2,590	11,670	13,030	20,138
Write off of unrecovered service tax/ GST	548	704	345	1,975	686	2,007
Foreign exchange fluctuation loss (net)	-	17	23	34	66	90
Loss from manufacturing activities of factories	-	-	146	73	-	-
Expenditure on construction contracts	24,520	30,881	228	59,698	1,586	1,08,770
Hiring charges of machinery lines	11	11	27	34	64	63
Payment of financial disincentive to telecom regulatory Authority of India	-	-	-	-	1	-
Loss on sale of scrap	(0)	1,028	-	1,028	-	6,213
	2,27,124	2,75,800	1,96,042	6,98,463	5,61,415	9,51,368
Less : Allocated to capital project works and others	76	133	149	265	741	1,284
Total	2,27,048	2,75,667	1,95,893	6,98,198	5,60,674	9,50,084



Bharat Sanchar Nigam Limited

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Annexure B: Segment Information

An operating segment is a component of the Company 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 Company 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			Nine months ended		Year ended
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue						
	(a) Revenue from operations						
	- Basic	45,984	45,337	46,591	1,31,013	1,32,802	1,92,445
	- Cellular	1,90,961	1,91,351	1,75,843	5,61,921	5,03,164	6,66,395
	- Broadband	86,854	76,516	75,055	2,40,368	2,22,581	3,03,775
	- Enterprise	1,20,007	1,22,828	87,417	3,42,637	2,56,228	5,18,307
	- Unallocated	78	53	32	161	119	204
	Total	4,43,883	4,36,083	3,84,938	12,76,099	11,14,894	16,81,126
	(b) Other income						
	- Basic	15,073	56,437	38,417	98,661	97,334	1,73,145
	- Cellular	2,301	(791)	1,739	3,269	14,413	21,439
	- Broadband	450	259	365	775	748	4,422
	- Enterprise	2,255	4,150	1,806	13,511	8,463	16,135
	- Unallocated	3	8	2	9	8	11
	Total	20,082	60,062	42,329	1,16,225	1,20,966	2,15,152
	Net segment revenue	4,63,965	4,96,145	4,27,267	13,92,324	12,35,860	18,96,278
2	Segment results						
	(a) Operating profit/(loss) before interest, depreciation and taxes						
	- Basic	(1,72,843)	(1,38,301)	(1,41,146)	(4,74,205)	(4,21,712)	(5,52,748)
	- Cellular	63,399	45,821	45,839	1,68,339	1,51,288	1,59,657
	- Broadband	57,801	47,517	45,950	1,61,080	1,68,431	2,29,636
	- Enterprise	57,221	40,755	54,206	1,45,356	1,46,055	2,49,167
	- Unallocated	(696)	(19,262)	(590)	(1,960)	(2,438)	(3,073)
	Total	4,882	(23,470)	4,260	(1,390)	41,624	82,639
	(b) Depreciation and amortisation	(1,44,993)	(1,60,635)	(1,34,292)	(4,18,023)	(3,95,977)	(5,30,804)
	(c) Interest income	1,148	1,386	490	9,519	6,874	9,185
	(d) Interest expenses	(67,934)	(67,888)	(67,070)	(2,03,192)	(1,94,921)	(2,59,182)
	Profit/(loss) before tax and exceptional items	(2,06,897)	(2,50,607)	(1,96,610)	(6,13,086)	(5,42,400)	(6,98,162)
	Exceptional items						
	- Unallocated	20,079	47,291	-	67,370	-	-
	Tax expense						
	-	-	-	-	-	-	-
	Profit/(loss) after tax and Exceptional items	(1,86,818)	(2,03,316)	(1,96,610)	(5,45,716)	(5,42,400)	(6,98,162)
3	Segment assets						
	- Basic	18,30,761	21,15,852	11,74,949	18,30,761	11,74,949	8,73,746
	- Cellular	36,03,074	38,25,440	34,76,362	36,03,074	34,76,362	32,98,236
	- Broadband	26,96,248	25,59,464	24,69,942	26,96,248	24,69,942	24,60,819
	- Enterprise	24,34,704	23,69,013	21,80,214	24,34,704	21,80,214	24,69,767
	- Unallocated	49,65,261	39,13,770	37,21,633	49,65,261	37,21,633	35,29,230
	Total	155,30,048	147,83,540	130,23,099	155,30,048	130,23,099	126,31,798
4	Segment liabilities						
	- Basic	34,01,849	22,33,175	26,07,491	34,01,849	26,07,491	24,56,090
	- Cellular	9,40,600	12,19,870	9,57,151	9,40,600	9,57,151	9,03,959
	- Broadband	1,74,569	1,45,354	83,750	1,74,569	83,750	97,344
	- Enterprise	11,79,783	12,24,362	10,76,285	11,79,783	10,76,285	12,98,221
	- Unallocated	35,16,178	34,58,311	36,72,241	35,16,178	36,72,241	34,06,819
	Total	92,12,980	82,81,073	83,96,918	92,12,980	83,96,918	81,62,433



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

Annexure C :- Notes to the limited reviewed Consolidated financial results for the Quarter/ 9 months ended 31 December, 2022:

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.
2. The above financial results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 13, 2023. The Statutory Auditors have carried out Limited Review of the above financial results for the Quarter / Nine Months ended December 31, 2022.
3. These financial results have been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) as 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 year ended March 31, 2022.

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 Company at each balance sheet date.

- a. As of the date of results, the non-convertible debentures (NCDs) Series-I of INR 850,000 lakh, issued by the Company on 23.09.2021, are rated "CRISIL AAA(CE)/Stable" by CRISIL Limited, "CARE AAA(CE)/ Stable" by CARE Ratings Limited.
- b. As of the date of results, the non-convertible debentures (NCDs) Series-II Tranche-A of INR 418,470 lakh, issued by the Company on 22.12.2022, are rated "CRISIL AAA(CE)/Stable" by CRISIL Ratings Limited, "IND AAA(CE)/ Stable" by India Ratings & Research Private Limited.
- c. 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. The details of next due date for the payment of interest along with amount due are given in the table below:-

S.No.	Particulars	Interest due date	Interest due (Rs. In Lakh)	Status of payment
1	6.79% BSNL Bonds 2030 Series-I	September 23, 2022	29,095	Paid
2	6.79% BSNL Bonds 2030 Series-I	March 23, 2023	28,620	Not yet due
3	7.72% BSNL Bonds 2032 Series-II	June 22, 2023	16,109	Not yet due

- d. 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 750,000 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 in 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.

These preference shares had fallen due for redemption, upon completion of 20 years from the date of issue. However, the reissuance of these shares has been approved by the GoI in the Cabinet Meeting held on July 27, 2022 (Please also refer Note 8(b) below). The reissue of shares was approved in the Extra-ordinary General Meeting of the Company, held September 26, 2022, and the petition has been filed with NCLT on October 06, 2022. The process of redemption and reissue of shares will be completed in due course upon completion of the NCLT proceedings. The hearing before NCLT is adjourned to March 20, 2023. In view, of pending issuance, the liability of INR 7,50,000 lakh is shown as non-current.

e. Other Information:

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

Debt service coverage ratio	Earnings before tax, depreciation, interest and exceptional item/ (Interest Expenses + Scheduled principal repayment of long term debt, preference shares and lease liability during the period)
Interest service coverage ratio	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	Revenue from operations / Average Trade Receivables



Operating margin (%)	EBIT – Other Income / Revenue from operations
Net profit margin (%)	Profit After Tax / Revenue from operations

6. Nil amount (March 31, 2022: INR 4,000 lakh) is shown as earmarked bank balance parked in overdraft, pertaining to Government Projects.
7. (a) In pursuance of Cabinet approval, communicated through DoT OM No. 20-28/2022-PR dated 02.08.2022, DoT is in the process of finalizing the AGR dues of BSNL and certification thereof. The said dues will be settled through equity infusion by the Govt.

Meanwhile, an amount of INR 5,83,585 lakh (31 March 2022 INR Nil), stated as AGR dues in the Hon'ble Supreme Court Judgment in Civil Appeal No. 6328-6399 of 2015, together with an estimated interest upto 31.07.2022 of INR 1,69,141 lakh (31 March 2022 INR Nil) has been provided for in the current quarter in addition to INR 80,976 lakh (31 March 2022 INR Nil) against provisionally assessed LF dues for FY 2014-15 to FY 2021-22 communicated by DoT during the current quarter. The above has been recognized as an exceptional item in the current quarter. An amount of INR 4,52,709 lakh has already been provided for in the previous quarter basis the communication received from DoT.

Considering provisional demands towards SUC are yet to be communicated by DoT, earlier demands of CCAs with regard to SUC amounting to INR 5,83,551 lakh (31 March 2022 INR 5,83,551 lakh) and an estimated interest on SUC dues, in the above referred judgment, amounting to INR 1,38,835 lakh (31 March 2022 INR 1,01,978 lakh) have been considered as contingent liability.

(b) A provision of INR 25,119 lakh (31 March 2022 INR Nil) has been made for the amount recoverable from DoT on account of excess LF/SUC for the FY 2014-15 to 2018-19, during the quarter and the same is disclosed as an exceptional item in the Statement of Profit & Loss.

- 8(a) Pursuant to Cabinet Approval dated 23.10.2019 the Company has implemented VRS for employees of 50 years and above age with payment of ex-gratia supported to budgetary allocation by the Government of India, the Company has raised Sovereign Guarantee Bonds of Rs. 8,50,000 lakh with tenure of 10 years. The matters of administrative allotment of spectrum for providing 4G services, and monetization of land, buildings, towers & fibre assets are in progress in accordance with the Cabinet Approval and the policy of GOI in this regard.
- 8(b) Further, Union Cabinet in its meeting held on July 27, 2022, approved revival measures having focus on infusing fresh capital for upgrading BSNL services, allocating spectrum, de-stressing its balance sheet, and augmenting its fibre network by merging Bharat Broadband Nigam Limited (BBNL) with BSNL. The measures are as follows:
- Allotment of Spectrum through equity infusion ; Spectrum frequencies of 106 MHz (with effect from February 29, 2020) and 22 MHz (with effect from October 27, 2022) in 20 LSAs in the band of 900 MHz has been done for a validity period of 20 years, in the Quarter ended September 30, 2022 through equity capital infusion of INR 23,37,344 lakh (Cost of Spectrum being INR 19,80,800 lakh and the amount of GST being INR 3,56,544 lakh).
 - Financial support (by equity infusion) of INR 2247100 lakh for capex. Out of this, INR 301,300 lakh has been received so far in the form of equity infusion (equity shares in respect of the same are pending for allotment) - INR 50,000 Lakh received in the quarter ending September 30, 2022, and INR 251,300 lakh in January 2023.
 - The Viability Gap Funding claim of INR 13,78,900 lakh, raised by BSNL for the period 2014-15 to 2019-20 was approved for disbursement. Out of this, INR 500,000 lakh was received in the quarter ending September 30, 2022, INR 8,78,900 lakh has been received in January 2023 (refer note 11 below also). Further approval was given for similar reimbursement to be allowed for FY 2020-21 and onwards for five years subject to a ceiling of INR 7,20,000 lakh for this duration of six years.
 - Authorised Capital was approved to be increased to INR 1,50,00,000 lakh to accommodate the infusion of capital. The necessary formalities for the same were completed on October 04, 2022.
 - Sovereign Guarantee will be provided to BSNL to raise long term bonds for an amount of INR 22,82,800 lakh for debt restructuring. The first tranche of the Bonds amounting to INR 4,18,470 lakh has been raised in the current Quarter (Refer para 5 above).
 - AGR dues of BSNL will be settled by conversion into equity. The Funds will be provided by the Government to settle the GST dues thereupon (Please also refer note 7(a) above).
 - 9% Non-cumulative Preference Share of INR 7,50,000 lakh will be reissued to the Government. (Please refer 5(d) above).
 - Merger of BBNL with BSNL has been approved, and the transaction Advisor (consultant) has been appointed in this connection.
- 8(c) As regards the merger of MTNL with BSNL, the Government of India, has decided to constitute a committee to recommend the way forward.
- 8(d) USOF has awarded the contract for Operation and Maintenance, First Line Maintenance and utilization of BharatNet network of about 5 lakh RKM OFC route and its associated equipments, to BSNL for a period of one year with effect from July 1, 2022, extendable with mutual consent. The payment from USOF to BSNL will be made as per actuals based on tendered discovered cost plus administrative and establishment (AE&EC) charges.
- 8(e) BSNL has submitted the claim for disbursement of Viability Gap Funding in respect of Rural Wireline Operations, for FY 2020-21, and 2021-22 amounting to INR 2,16,947 lakh and INR 2,23,428 lakh respectively. (Refer Note 8 (b) (iii) above also)
- 8(f) Spectrum allotted by DOT in 900 MHz band has been capitalised as Intangible assets of INR 16,39,420 Lakhs in quarter ending September 30, 2022 and INR 3,41,380 Lakhs in December 31, 2022.
9. Shareholders approved the resolution for increase in authorised share capital of the company from INR 40,00,000 lakh to INR 1,50,00,000 lakh with effect from 4th October 2022 at AGM held on 26th September 2022. The stamp duty of INR 25 lakh paid on 4th October 2022 to increase authorised share capital has been adjusted with Other Equity (Retained Earnings) in the current quarter.

10. Below is the break up of borrowings and loans of the Company excluding preference shares:-

Particulars	(Amount in Rs.lakh)	
	As at 31-12-2022	As at 31-03-2022
Bonds (Series I)	8,48,227	8,42,254
Bonds (Series II)	4,18,205	-
Bank Overdraft	4,46,250	3,45,825
Loans	16,17,703	21,01,934
Total	33,30,385	32,90,013

11. The details of Exceptional items (Expense/Income) for the period are reported below :-

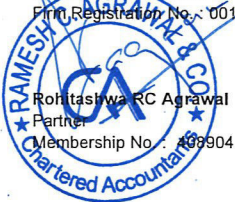
Particulars	(Amount in Rs.lakh)	
	Quarter ending December 31, 2022	Quarter ending September 30, 2022
Viability Gap Funding / Rural Telephony Subsidy	8,78,900	5,00,000
Provision for AGR Dues demand (LF / SUC Expense)	(8,33,702)	(4,52,709)
Provision against Claim Receivable from DoT towards LF etc	(25,119)	-
Exceptional item - (Expense) /Income	20,079	47,291



12. Inventory Turnover ratio is not applicable as the Company is not into business of selling any goods and Capital Redemption ratio / Debenture Redemption ratio is also not applicable as the Company does not have distributable profits.
13. 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 Company 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.
14. The Company is in the process of reconciling various balances related to government projects with the customers / vendors.
15. Previous period/ year figures have been re-grouped or reclassified, to conform to such current period's classification.

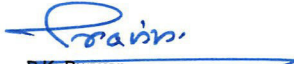
In terms of our report attached

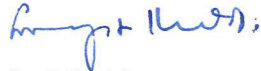
For Ramesh C Agrawal & Co.
Chartered Accountants
Firm Registration No. 001770C



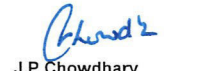
Place: New Delhi
Date: 13.02.2023

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)


Rajiv Kumar
Director (Finance)
DIN: 09811051


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