

**JET AIRWAYS (INDIA) LIMITED**

Regd. Office : Siroya Centre, Sahar Airport Road, Andheri (East), Mumbai - 400 099.

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2013**

Sr. No.	Particulars	Amount (₹ in lakhs)					
		Quarter Ended			Nine Months Ended		Year Ended
		31.12.2013 (Unaudited)	30.09.2013 (Unaudited)	31.12.2012 (Unaudited)	31.12.2013 (Unaudited)	31.12.2012 (Unaudited)	31.03.2013 (Audited)
<b>1.</b>	<b>Income from Operations</b>						
	a. Income from Operations (Net)	422,941	378,823	394,139	1,179,642	1,204,159	1,588,186
	b. Other Operating Income (Refer Note 2)	30,646	40,647	26,438	93,930	88,908	97,073
	<b>Total Income from Operations</b>	<b>453,587</b>	<b>419,470</b>	<b>420,577</b>	<b>1,273,572</b>	<b>1,293,067</b>	<b>1,685,259</b>
<b>2.</b>	<b>Expenses</b>						
	a. Aircraft Fuel Expenses	191,484	181,080	168,853	526,903	533,730	699,200
	b. Aircraft Lease Rentals	42,367	42,855	30,600	121,570	89,240	123,210
	c. Employees Remuneration and Benefits	48,373	43,733	36,783	136,983	115,793	154,424
	d. Depreciation and Amortisation	22,955	22,339	22,419	66,142	70,387	92,657
	e. Selling and Distribution Expenses	35,068	37,278	29,089	104,542	97,144	135,856
	f. Other Expenses	135,961	157,777	99,272	416,868	320,692	482,276
	<b>Total Expenses</b>	<b>476,208</b>	<b>485,062</b>	<b>387,016</b>	<b>1,373,008</b>	<b>1,226,986</b>	<b>1,687,623</b>
<b>3.</b>	<b>(Loss) / Profit from Operations before Other Income, Finance Cost and Exceptional Items (1-2)</b>	(22,621)	(65,592)	33,561	(99,436)	66,081	(2,364)
<b>4.</b>	Other Income : (Refer Note 3)	16,746	7,307	4,545	29,958	20,404	55,058
<b>5.</b>	<b>(Loss) / Profit from Operations before Finance Cost and Exceptional Items (3+4)</b>	(5,875)	(58,285)	38,106	(69,478)	86,485	52,694
<b>6.</b>	Finance Cost (Net)	23,025	25,005	24,839	71,443	82,044	111,898
<b>7.</b>	<b>(Loss) / Profit after Finance Cost but before Exceptional Items (5-6)</b>	(28,900)	(83,290)	13,267	(140,921)	4,441	(59,204)
<b>8.</b>	<b>Exceptional Items : (Refer Note 5)</b>						
	a. Compensation Credit	-	-	-	-	-	29,314
	b. Salary arrears	-	-	-	-	-	(15,990)
	c. Unrealised Exchange Gain / (Loss)	2,111	(5,921)	(4,806)	(11,445)	(4,740)	(5,504)
	d. Marked to Market - Derivatives	-	110	717	938	1,980	2,834
<b>9.</b>	<b>(Loss) / Profit from Ordinary Activities before Tax (7+8)</b>	<b>(26,789)</b>	<b>(89,101)</b>	<b>9,178</b>	<b>(151,428)</b>	<b>1,681</b>	<b>(48,550)</b>
<b>10.</b>	<b>Tax Expense :</b>						
	Current Tax	-	-	678	-	678	-
	Deferred Tax	-	-	678	-	678	-
	MAT Credit Reversal / (Entitlement)	-	-	-	-	-	-
	Short / (Excess) Tax Provisions (Net) for Earlier Years	-	-	-	-	-	-
<b>11.</b>	<b>(Loss) / Profit from Ordinary Activities after Tax ( 9-10)</b>	<b>(26,789)</b>	<b>(89,101)</b>	<b>8,500</b>	<b>(151,428)</b>	<b>1,003</b>	<b>(48,550)</b>
<b>12.</b>	Extraordinary Item	-	-	-	-	-	-
<b>13.</b>	<b>Net (Loss) / Profit (11-12)</b>	<b>(26,789)</b>	<b>(89,101)</b>	<b>8,500</b>	<b>(151,428)</b>	<b>1,003</b>	<b>(48,550)</b>
<b>14.</b>	Paid up Equity Share Capital (Face Value of Rupees 10/- each)	11,360	8,633	8,633	11,360	8,633	8,633
<b>15.</b>	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)						(106,683)
<b>16.</b>	Basic and Diluted EPS before and after Extraordinary Item (in Rupees) * (Face Value of Rupees 10/- each)	<b>(27.12)</b>	<b>(103.20)</b>	<b>9.85</b>	<b>(167.33)</b>	<b>1.16</b>	<b>(56.23)</b>
<b>* Not annualised in respect of Quarterly Results</b>							
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>						
<b>17.</b>	<b>Public Shareholding</b>						
	Number of Shares (Face Value of Rupees 10/- each)	55,662,718	21,583,503	17,265,806	55,662,718	17,265,806	17,265,806
	Percentage of holding (%)	49%	25%	20%	49%	20%	20%
<b>18.</b>	<b>Promoters and Promoter Group Shareholding</b>						
	a) Pledged / Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of Total Promoters and Promoter Group Shareholding (%)	-	-	-	-	-	-
	- Percentage of Total Share Capital of Company (%)	-	-	-	-	-	-
	b) Non - Encumbered						
	- Number of Shares	57,934,665	64,750,508	69,068,205	57,934,665	69,068,205	69,068,205
	- Percentage of Total Promoters and Promoter Group Shareholding (%)	100%	100%	100%	100%	100%	100%
	- Percentage of Total Share Capital of Company (%)	51%	75%	80%	51%	80%	80%
<b>B</b>	<b>INVESTOR COMPLAINTS</b>						
	Opening	<b>NIL</b>					
	Received during the quarter	<b>7</b>					
	Disposed off during the quarter	<b>7</b>					
	Remaining unresolved at the end of the quarter	<b>NIL</b>					



**UNAUDITED STANDALONE SEGMENTWISE REVENUE, RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2013**

The Company, considering its higher level of international operations and internal financial reporting based on geographic segment, has identified geographic segment as primary segment. The geographic segment consists of: a) Domestic (air transportation within India) b) International (air transportation outside India).

Particulars	Amount (₹ in lakhs)					
	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Segment Revenue : (Primarily Passenger, Cargo, Excess Baggage and Leasing of Aircraft)</b>						
Domestic	191,355	161,618	182,226	523,941	545,197	707,910
International	262,232	257,852	238,351	749,631	747,870	977,349
<b>Total</b>	<b>453,587</b>	<b>419,470</b>	<b>420,577</b>	<b>1,273,572</b>	<b>1,293,067</b>	<b>1,685,259</b>
<b>Segmental Result :</b>						
Domestic	95,429	72,264	100,745	261,209	286,904	366,585
International	115,778	116,951	108,561	340,865	332,617	436,822
<b>Total</b>	<b>211,207</b>	<b>189,215</b>	<b>209,306</b>	<b>602,074</b>	<b>619,521</b>	<b>803,407</b>
Less : Finance Cost	23,025	25,005	24,839	71,443	82,044	111,898
Depreciation and Amortisation	22,955	22,339	22,419	66,142	70,387	92,657
Other Unallocable Expenditure	210,873	232,468	153,326	635,368	483,053	713,114
Add : Other Unallocable Revenue	16,746	7,307	4,545	29,958	20,404	55,058
Add : Exceptional Items (Net)	2,111	(5,811)	(4,089)	(10,507)	(2,760)	10,654
<b>Loss before tax</b>	<b>(26,789)</b>	<b>(89,101)</b>	<b>9,178</b>	<b>(151,428)</b>	<b>1,681</b>	<b>(48,550)</b>
Less : Taxes	-	-	678	-	678	-
<b>Loss after tax</b>	<b>(26,789)</b>	<b>(89,101)</b>	<b>8,500</b>	<b>(151,428)</b>	<b>1,003</b>	<b>(48,550)</b>

Note : The Company believes that it is not practical to identify fixed assets used in the Company's business or liabilities contracted, to any of the reportable segments, as the fixed assets are used interchangeably between segments. Accordingly, no disclosure relating to total segment assets and liabilities have been made.

**Notes :**

- The above results have been reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors at its Meeting held on 7th February, 2014. The Statutory Auditors have carried out a limited review of the above results pursuant to Clause 41 of the Listing Agreement.
- Other Operating Income includes :  
Income from leasing of Aircraft and Engine, for the Quarter and Nine months ended 31st December, 2013 of ₹ 16,471 lakhs and ₹ 49,847 lakhs respectively. The corresponding income for the Quarter and Nine months ended 31st December, 2012 was ₹ 12,001 lakhs and ₹ 36,110 lakhs respectively. The income for the Quarter ended 30th September, 2013 was ₹ 22,042 lakhs. The income for the Year ended 31st March, 2013 was ₹ 50,559 lakhs.
- Other Income includes :  
Profit on Sale and Leaseback of Engine during the Quarter and Nine months ended 31st December, 2013 is ₹ 2,981 lakhs. The corresponding Profit on Sale and Leaseback of Aircraft for the Quarter and Nine Months ended 31st December, 2012 was ₹ Nil and ₹ 5,653 lakhs respectively. The income for the quarter ended 30th September, 2013 was ₹ Nil. Profit on Sale and Leaseback of Aircraft and Landing Rights for the Year ended 31st March, 2013 was ₹ 30,348 lakhs.
- The Company is re-negotiating the Maintenance Agreement for its wide body Aircraft Engines. As a result, "Other Expenses" do not includes an estimated expenditure of ₹ 12,336 lakhs pursuant to terms offered by the Service Provider.
- a) Refers to certain compensation received for delayed delivery of Aircraft from one of the Aircraft manufacturers in the Year ended 31st March, 2013.  
b) Refers to salary arrears finalised for various categories of employees with retrospective effect in the Year ended 31st March, 2013.  
c) Unrealised exchange Gain / (Loss) refers to the notional Gain / (Loss) arising out of the restatement of the unhedged portion of foreign currency monetary assets and liabilities (other than asset backed borrowings). In line with the Notification dated 29th December, 2011 issued by the Ministry of Corporate Affairs, the Company exercised the option given in the paragraph 46A of Accounting Standard - 11 "The Effects of Changes in foreign exchange rates". Accordingly, the Company has, with effect from April 1, 2011, amortised the foreign exchange loss incurred on long term foreign currency monetary items over the balance period of such long term foreign currency monetary items. The amortised portion of foreign exchange (Gain) / Loss (net) incurred on long term foreign currency monetary items for the Quarter and Nine Months ended 31st December, 2013 is ₹ (1,069) lakhs and ₹ 606 lakhs respectively. For the quarter ended 30th September, 2013 it was ₹ 1,903 lakhs. The corresponding amount for the Quarter and Nine Months ended 31st December, 2012 was ₹ 879 lakhs and ₹ 4,657 lakhs respectively. For the Year ended 31st March, 2013 it was ₹ 5,429 lakhs. The unamortised portion carried forward as on 31st December, 2013 is ₹ 13,618 lakhs (₹ 9,649 lakhs for the Year ended 31st March, 2013).
- The Company had acquired 100% of the shareholding of Sahara Airlines Limited (SAL) (now known as Jet Lite (India) Limited) in April, 2007. As per the Share Purchase Agreement (SPA) as amended by the subsequent Consent Award, the mutually agreed sale consideration was to be paid to the Selling Shareholders (SICCL) in four equal interest free instalments by 30th March, 2011. As a result of certain disputes that arose between the parties, both the parties had filed petitions in the Hon'ble Bombay High Court for breach of SPA as amended by the subsequent Consent Award. The Hon'ble Bombay High Court delivered its Judgment on 4th May, 2011 whereby SICCL's demand for restoration of the original price of ₹ 200,000 lakhs was denied and the Purchase Consideration was sealed at the revised amount of ₹ 145,000 lakhs. However, in its judgment, the Hon'ble Bombay High Court has awarded interest at 9% p.a. on the delayed payments made to SICCL largely on account of ongoing legal dispute. In view of this Order, a sum of ₹ 11,643 lakhs became payable as interest which has been duly discharged by the Company. As a result of this discharge, the undertaking given by the Company in April 2009 for not creating any encumbrance or alienation of its moveable or immovable assets and properties in any manner other than in the normal course of the business, stands released.  
Though the Company had complied with the order of the Hon'ble Bombay High Court, based on legal advice, it filed an appeal with the Division Bench of the Hon'ble Bombay High Court contesting the levy of interest. SICCL also filed an appeal with the Division Bench of the Hon'ble Bombay High Court for restoration of the purchase consideration to ₹ 200,000 lakhs and for interest to be awarded at 18% p.a. as against the 9% p.a. awarded by the Hon'ble Bombay High Court.  
The Division Bench of the Hon'ble Bombay High Court heard the matter and vide its order dated 17th October, 2011 dismissed both the appeals as being not maintainable in view of jurisdictional issue. The Company has since filed Special Leave Petitions (SLP) before the Hon'ble Supreme Court challenging both the orders of 4th May, 2011 and 17th October, 2011. SICCL had earlier filed a SLP before the Hon'ble Supreme Court for increased compensation and interest.  
Both the SLPs, filed by Jet Airways as well as SICCL, came up for hearing before the Supreme Court. The Supreme Court directed the parties to file the Counter and Rejoinder which has since been filed. The Supreme Court also recorded that the statement made by Jet Airways, as recorded in the order dated 6th May, 2011 passed by the Hon'ble Bombay High Court, would continue till further orders.  
The Company has filed its Counter Affidavit in the SLPs filed by SICCL and the Hon'ble Supreme Court has granted further time to SICCL to file their Rejoinder.  
Pending adjudication of the matter by the Hon'ble Supreme Court, the interest payment of ₹ 11,643 lakhs effected by the Company on 5th May, 2011 has not been recognised in the Statement of Profit and Loss.



7. The Company has equity and preference investments aggregating to ₹ 164,500 lakhs in Jet Lite (India) Limited, a wholly owned subsidiary, and has advanced an interest free loan amounting to ₹ 180,170 lakhs as on 31st December, 2013 (as on 31st March, 2013 it was ₹ 133,660 lakhs). The Subsidiary Company continues to incur losses and has negative net worth as on 31st December, 2013. Based on the business plans of the Subsidiary Company, an external valuer had valued the equity interest in the Subsidiary as on 31st March, 2013. The current exposure of the Company's investments in and the loans outstanding to its Subsidiary as on 31st December, 2013 exceeds this valuation by ₹ 46,270 lakhs. The Auditors have qualified this matter in their review report accompanying the unaudited financial results for the quarter ended 30th September, 2013 as well as in the current quarter.

The Company has already initiated the process of implementing changes to its business model based on the outcome of the study on future network synergy and fleet planning by Seabury APG, a renowned domain expert and will re-evaluate its exposure in the subsidiary at the year end with the help of an independent valuer.

8. Pursuant to Shareholders' approval sought at an Extra Ordinary General Meeting held on 24th May, 2013, Company at its Board Meeting held on 20th November, 2013 approved the issue and allotment of 27,263,372 Equity Shares of the face value of ₹ 10 each fully paid at a price of ₹ 754.7361607 per share (including a premium of ₹ 744.7361607 per share) aggregating to ₹ 2057,66,52,711.02 to Etihad PJSC on a preferential basis per terms of the Investment Agreement entered between Etihad PJSC and the Company on April 24, 2013 and amendments thereto. Following the preferential allotment, Etihad PJSC holds 24% of the post issued paid up share capital of the Company. With this strategic investment, the Management expects to improve operating cash flows through cost synergies, revenue management, network synergy, leasing out aircraft etc. These measures are expected to result in sustainable cash flows and accordingly the statement of financial results continue to be presented on a going concern basis, which contemplates realisation of assets and settlement of liabilities in the normal course of business.

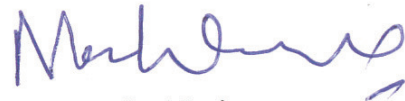
Details of funds raised through preferential allotment and its utilisation are as under:

Particulars	₹ in Lakhs
Funds received through Preferential Allotment	205,767
<b>Utilisation :-</b>	
Repayment of debts	53,327
For general purpose	152,440
<b>Total funds utilised</b>	<b>205,767</b>

9. The Company at its Board Meeting held on 20th November, 2013 approved the sale of 'Jet Privilege' Frequent Flyer Programme to its subsidiary, Jet Privilege Private Limited as a going concern on a slump sale basis. The Company and Etihad Airways PJSC have also agreed to make equity investment in Jet Privilege Private Limited. Subsequent to this equity investment, Etihad Airways PJSC will hold 50.10% (with the Company holding approximately 49.90%) in Jet Privilege Private Limited. The consummation of the transaction is subject to requisite regulatory approvals. The Company is in the process of seeking the approval of its Shareholders, as stipulated under section 180(1)(a) of the Companies Act, 2013, by way of a Postal Ballot.

10. The figures for the previous corresponding periods have been regrouped / reclassified, wherever necessary, to make them comparable.

**For and on behalf of the Board of Directors  
Jet Airways (India) Limited**



**Naresh Goyal  
Chairman**

**Place : Mumbai  
Dated : 7th February, 2014**

**Deloitte Haskins & Sells LLP**  
Chartered Accountants  
Tower 3, 27<sup>th</sup>-32<sup>nd</sup> Floor, India Bulls Finance Centre,  
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**Chaturvedi & Shah**  
Chartered Accountants  
714-715 Tulsiani Chambers,  
212, Nariman Point,  
Mumbai 400 021.

## INDEPENDENT AUDITORS' REVIEW REPORT

To,  
The Board of Directors of Jet Airways (India) Limited,

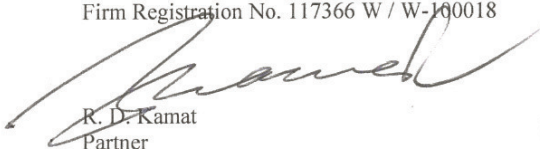
1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of Jet Airways (India) Limited (the Company) for the quarter and nine months ended 31<sup>st</sup> December, 2013 ("the statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges, except for the disclosures regarding 'Public Shareholding', 'Promoter and Promoter Group Shareholding' and 'Number of Investor Complaints' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.
2. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed audit and accordingly, we do not express an audit opinion.
3. We draw attention to Note no. 7 of the Statement regarding amount of investments in and advances to its wholly owned major subsidiary aggregating to Rs. 344,670 lakh as at 31<sup>st</sup> December 2013 (Rs. 328,111 lakh as at 30<sup>th</sup> September 2013). Such exposure exceeds the latest available valuation of the equity interest of the subsidiary as assessed by an external valuer, by Rs. 46,270 lakhs (Rs. 29,721 lakhs as at 30<sup>th</sup> September 2013) which shortfall has not been recognized in the Statement and is subject to further adjustment which cannot be reliably determined currently as the same is dependent upon the changes in the business model being implemented in response to the study by the independent expert agency appointed by the management as referred in the Note. Key sources of estimation uncertainty include impact of future network synergy and fleet planning. This was also the subject matter of our report qualified for quarter and six months ended 30<sup>th</sup> September 2013.

Based on our review, except for the effects of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying Statement, has not been prepared in accordance with applicable Accounting Standards notified under the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13<sup>th</sup> September 2013 of the Ministry of Corporate Affairs) and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement with Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. Attention is invited to notes to the Statement as under:
  - (a) Note no. 6 which describes the uncertainty related to the outcome of the Special Leave Petition pending before the Honourable Supreme Court of India pertaining to the continuing litigation with erstwhile shareholders of Jet Lite (India) Limited. The amount of Rs. 11,643 lakh discharged by the Company towards interest in terms of the order passed by the Honourable High Court of Bombay during 2011-12 has not been recognised as interest in the accounts based on legal advice and pending outcome of the petition.
  - (b) Note no. 8 regarding preparation of the Statements on going concern basis for the reasons stated therein. The appropriateness of assumption of going concern is dependent upon realisation of the synergies from alliance with the Strategic Partner and/or the Company's ability to raise requisite finance/generate cash flows in future to meet its obligations, including financial support to its subsidiary.

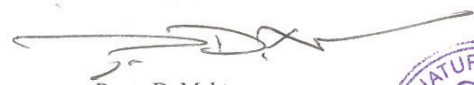
Our report is not qualified in respect of the above matters.

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
Firm Registration No. 117366 W / W-100018

  
R. D. Kamat  
Partner  
Membership No. 36822  
Place: Mumbai  
Date: 7<sup>th</sup> February 2014



**For Chaturvedi & Shah**  
Chartered Accountants  
Firm Registration No. 101720W

  
Parag D. Mehta  
Partner  
Membership No. 113904

