

- SpiceJet Merchandise Private Limited (“SMPL”), SpiceJet Technic Private Limited (“STPL”) and Canvin Real Estate Private Limited (“CREPL”) were incorporated on July 18, 2016, October 5, 2016 and November 16, 2017 respectively, as wholly owned subsidiaries of the Company, each having a paid-up share capital of Rs. 100,000 (10,000 equity shares of Rs.10 each). SMPL, STPL and CREPL are principally engaged in the business of trading of goods; and provision of technological services relating to the aviation, aerospace and defence industry; and real estate businesses, respectively. As permitted by the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR”) the Company has opted to additionally submit quarterly and year-to-date consolidated results for the current year. The consolidated financial results includes the results of the Company and its subsidiaries SMPL, STPL and CREPL (together, the “group”). The comparative information in respect of the consolidated financial results for the quarter and nine-month period ended December 2016 that have been presented as a result of such option, have been prepared by the management and have not been subjected to limited review. (Also, refer note 9 below).
- The standalone and consolidated financial results for the quarter and nine-month period ended December 31, 2017 have been reviewed by the Audit Committee in their meeting held on February 06, 2018 and approved by the Board of Directors at their meeting on February 07, 2018.
- Based on internal reporting provided to the chief operating decision maker, the standalone financial results relate to “Air transport services” as the only segment of the Company. Consolidated segment information for the group is as follows:

Particulars	Quarter ended			Period ended		Year ended
	(Unaudited) December 31, 2017	(Unaudited) September 30, 2017	(Unaudited) December 31, 2016	(Unaudited) December 31, 2017	(Unaudited) December 31, 2016	(Audited) March 31, 2017
Segment Revenue						
a. Air transport services	20,819.5	18,143.0	16,424.1	57,657.9	45,655.5	61,912.7
b. Others	24.7	9.9	-	43.8	-	1.0
Total	20,844.2	18,152.9	16,424.1	57,701.7	45,655.5	61,913.7
Segment Results						
a. Air transport services	2,406.7	1,049.2	1,809.1	5,203.5	3,888.5	4,300.8
b. Others	(11.8)	(3.9)	(1.7)	(36.6)	(4.5)	(28.5)
Total	2,394.9	1,045.3	1,807.4	5,166.9	3,884.0	4,272.3
Segment Assets						
a. Air transport services	39,192.1	36,827.4	30,008.5	39,192.1	30,008.5	29,697.6
b. Others	258.0	234.5	83.4	258.0	83.4	182.5
Total	39,450.1	37,061.9	30,091.9	39,450.1	30,091.9	29,880.1
Segment Liabilities						
a. Air transport services	40,422.6	40,443.7	36,634.0	40,422.6	36,634.0	35,999.5
b. Others	26.4	13.4	9.5	26.4	9.5	6.6
Total	40,449.0	40,457.1	36,643.5	40,449.0	36,643.5	36,006.1

Segment revenue and expenses:

Segment revenue and expenses represent relevant amounts that are either directly attributable to individual segments or are attributable to individual segments on a reasonable basis of allocation.

Segment assets and liabilities:

Segment assets and liabilities include all relevant amounts pertaining to a segment, which are directly attributable to individual segments or are attributable to individual segments on a reasonable basis of allocation.

- The Company, had in earlier financial years, received amounts aggregating Rs 5,790.9 Million from Mr. Kalanithi Maran and M/S KAL Airways Private Limited (“erstwhile promoters”) as advance money towards proposed allotment of certain securities (189,091,378 share warrants and 3,750,000 non-convertible cumulative redeemable preference shares, issuable based on approvals to be obtained), to be adjusted at the time those securities were to be issued. Pursuant to the legal proceedings in this regard before the Hon’ble High Court of Delhi (“Court”) between the erstwhile promoters, the present promoter and the Company, the Court, in its order dated July 29, 2016, without expressing anything on the merits of the dispute, ordered the Company to deposit the amount of Rs. 5,790 Million as security with the Court, in 5 equal monthly instalments, and directed the parties to take necessary steps for the purpose of constitution of an Arbitral Tribunal.

During the quarter ended September 30, 2017, the Company’s appeal against this order was dismissed by Hon’ble Division Bench of the Court (“Division Bench”). As a consequence, the Company was required to secure an amount of Rs. 3,290 Million through a bank guarantee in favour of the Registrar General of the Delhi High Court (“Registrar”) and to deposit the balance amount of Rs. 2,500 Million with the Registrar. The Company has complied with these requirements during the previous quarter.

The parties to the aforementioned litigation have concurrently initiated arbitration proceedings which are ongoing before a 3 member arbitral tribunal. The erstwhile promoters have made various claims against the Company and the present promoter, citing various purported breaches / non-compliances with the terms of the Share Sale & Purchase Agreement (“SSPA”) dated January 29, 2015. The Company and the current promoter have disputed all such claims citing various grounds including non-compliances with the terms of the SSPA by the erstwhile promoters themselves. The arbitration is currently in progress, and the final outcome of the matter is currently not ascertainable.

In view of the uncertainties involved as explained above, management believes that the manner, timing and other related aspects of adjustment of these amounts, are currently not determinable. The effects of this matter may attract the consequent provisions (including penal provisions) of applicable provisions of law, including deeming provisions, relating to acceptance of deposits. Based on their assessment and legal advice obtained, management is of the view that any possible consequential effects, including penal consequences and any compounding thereof, will not have a material impact on the financial results of the Company. Accordingly, no adjustments have been made for any such consequential penal effects in this regard.

5 As at December 31, 2017, the Company has total equity of (Rs. 925.6 Million), including accumulated losses of Rs. 16,837.8 Million. As of that date, the Company's total liabilities (including Rs. 5,790.9 million referred to in Note 4 above) exceed its total assets by Rs. 925.6 Million, as a result of historical market factors and the matter described in Note 4 above. These factors result in a material uncertainty that may cause significant doubt about the Company's ability to continue as a going concern.

As a result of various operational, commercial and financial measures implemented over the last two years, the Company has significantly improved its liquidity position, and generated operating cash flows during that period. The Company has also earned profit after tax of Rs 4,307.2 million for the year ended March 31, 2017 and Rs 5,205.2 million for the nine-month period ended December 31, 2017. In view of the foregoing, and having regard to industry outlook and also management's current assessment of the outcome of the matters stated in Note 4 above, management is of the view that the Company will be able to maintain profitable operations and raise funds as necessary, in order to meet its liabilities as they fall due. Accordingly, these financial results have been prepared on the basis that the Company will continue as a going concern for the foreseeable future.

6 Having regard to the status of the matters relating to the allotment and conversion of share warrants, as stated in Note 4, it is not possible to determine the dilutive effect, if any, of those on Diluted Earnings Per Share calculations. Accordingly, diluted earnings per share for various periods presented in these financial results do not include the dilutive impact in respect of share warrants stated in Note 4 above.

7 Exceptional items in respect of the year ended March 31, 2017 pertain to write-back of provision of Rs 385.5 Million of vendor claims in arbitration at the time, to the extent management believes such claims are not likely to subsist, based on management's assessment of the dispute, submissions during arbitration, contractual terms and legal advice obtained by the Company.

8 The Company has paid under protest, amounts aggregating Rs. 470.3 million representing Integrated Goods and Services Tax ('IGST') and Basic Customs duty ('BCD'), on overseas repairs and replacement of various aircraft equipment, which in the opinion of management and expert advice obtained, is not subject to such levy. Accordingly, these amounts have been considered as recoverable and no further adjustments have been made in this regard as at December 31, 2017.

9 Previous periods' / year's figures have been regrouped / reclassified wherever considered necessary to conform to current periods' presentation. SMPL, STPL and CREPL were incorporated as wholly owned subsidiaries of the Company on July 18, 2016, October 5, 2016 and November 16, 2017 respectively. Accordingly the figures for the current period are strictly not comparable with those of the previous periods.

For SpiceJet Limited

Place: Gurugram, Haryana
Date: February 07, 2018

Ajay Singh
Chairman and Managing Director