



**SPICEJET LIMITED**

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**Statement of unaudited Standalone Financial Results for the quarter ended 30 June 2023**

(Rupees in millions, unless otherwise stated)

S.No.	Particulars	Quarter ended		Year ended	
		30 June 2023 (Unaudited)	31 March 2023 (Refer note 1)	30 June 2022 (Unaudited)	31 March 2023 (Audited)
<b>1</b>	<b>Income</b>				
	a) Revenue from operations	18,436.33	20,437.02	23,711.22	85,719.97
	b) Other operating revenues	1,581.07	1,011.55	856.43	2,968.43
	<b>Total revenue from operations</b>	<b>20,017.40</b>	<b>21,448.57</b>	<b>24,567.65</b>	<b>88,688.40</b>
	Other income	2,663.18	3,573.66	216.41	10,460.46
	<b>Total income</b>	<b>22,680.58</b>	<b>25,022.23</b>	<b>24,784.06</b>	<b>99,148.86</b>
<b>2</b>	<b>Expenses</b>				
	a) Operating expenses				
	- Aviation turbine fuel	7,043.16	10,029.34	14,043.85	47,716.54
	- Aircraft lease rentals	1,203.88	1,706.22	435.82	3,755.73
	- Airport charges	1,582.59	2,091.19	2,035.90	7,955.15
	- Aircraft maintenance costs	2,361.43	2,411.96	3,453.01	11,670.97
	- Other operating costs	718.57	648.45	747.70	2,959.20
	b) Purchases of stock-in-trade	227.87	221.28	341.60	957.84
	c) Changes in inventories of stock-in-trade	(33.41)	12.93	(87.33)	(54.92)
	d) Employee benefits expense	2,010.21	2,124.94	2,100.28	8,438.71
	e) Finance costs	1,220.81	1,183.34	1,295.13	5,056.51
	f) Depreciation and amortisation expense	2,072.54	2,241.77	2,801.80	10,193.64
	g) Other expenses	2,191.38	2,827.63	1,812.60	8,740.13
	h) Foreign exchange loss/(gain), (net) (refer note 10)	35.93	(645.41)	3,691.96	6,789.51
	<b>Total expenses</b>	<b>20,634.96</b>	<b>24,853.64</b>	<b>32,672.32</b>	<b>114,179.01</b>
<b>3</b>	<b>Profit/(loss) before exceptional items and taxes (1-2)</b>	<b>2,045.62</b>	<b>168.59</b>	<b>(7,888.26)</b>	<b>(15,030.15)</b>
4	Exceptional items	-	-	-	-
<b>5</b>	<b>Profit/(loss) before tax (3+4)</b>	<b>2,045.62</b>	<b>168.59</b>	<b>(7,888.26)</b>	<b>(15,030.15)</b>
6	Tax expense	-	-	-	-
<b>7</b>	<b>Profit/(loss) for the quarter/year (5-6)</b>	<b>2,045.62</b>	<b>168.59</b>	<b>(7,888.26)</b>	<b>(15,030.15)</b>
<b>8</b>	<b>Other comprehensive income (net of tax)</b>				
	Items that will not be reclassified to profit or loss				
	Remeasurement (loss)/gain on defined benefit obligations	(0.28)	(61.18)	8.91	(1.10)
	Income-tax impact		-	-	-
<b>9</b>	<b>Total comprehensive income (7+8)</b>	<b>2,045.34</b>	<b>107.41</b>	<b>(7,879.35)</b>	<b>(15,031.25)</b>
<b>10</b>	<b>Paid-up equity share capital (Face value Rs. 10 per equity share)</b>	<b>6,018.46</b>	<b>6,018.46</b>	<b>6,017.97</b>	<b>6,018.46</b>
<b>11</b>	<b>Other equity</b>				<b>(38,334.53)</b>
<b>12</b>	<b>Earnings per share</b>				
	a) Basic (Rs.)	3.40	0.28	(13.11)	(24.99)
	b) Diluted (Rs.)	3.40	0.28	(13.11)	(24.99)
	See accompanying notes to the Statement of Unaudited Standalone Financial Results	<b>Earnings per share information not annualised</b>			

## Notes to the Statement of unaudited standalone financial results for the quarter ended 30 June 2023

3. The standalone financial results for the quarter ended 30 June 2023 have been reviewed by the Audit Committee held on 11 August 2023 and approved by the Board of Directors at their meeting held on 14 August 2023 and these have been subjected to a limited review by the Statutory Auditors of the Company. The standalone financial results for the quarter ended 31 March 2023 are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures upto the end of the third quarter of the respective relevant financial year, which were subject to limited review.
4. The Company has presented segment information in the consolidated financial results. Accordingly, in terms of Paragraph 4 of Ind AS 108 'Operating Segments', no disclosures related to segments are presented in standalone financial results.
5. The Company entered into a Business Transfer Agreement ("BTA") with its subsidiary namely SpiceXpress and Logistics Private Limited ("SXPL") on 31 March 2023 for transfer of its cargo business undertaking as a going concern, on slump sale basis, for a total consideration of Rs. 25,557.70 million. Accordingly, SXPL is now carrying cargo business effective 1 April 2023. As per terms of the BTA, the slump sale consideration is being discharged by SXPL by issuance of securities in the combination of equity shares and compulsorily convertible debentures.
6. The Company had, in earlier financial years, received amounts aggregating to Rs. 5,790.9 million from Mr. Kalanithi Maran and KAL Airways Private Limited (together, "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 Company was required to secure an amount of Rs. 3,290.89 million through a bank guarantee in favour of the Registrar General of the Court ("Registrar") and to deposit the balance amount of Rs. 2,500 million with the Registrar. The Company has complied with these requirements in September 2017.

The parties to the aforementioned litigation concurrently initiated arbitration proceedings before a three-member arbitral tribunal (the "Tribunal"), which pronounced its award on 20 July 2018 (the "Award"). In terms of the Award, the Company was required to (a) refund an amount of approximately Rs. 3,082.19 million to the counterparty, (b) explore the possibility of allotting non-convertible cumulative redeemable preference shares in respect of approximately Rs. 2,708.70 million, failing which, refund such amount to the counterparty, and (c) pay interest calculated to be Rs. 924.66 million (being interest on the amount stated under (a) above, in terms of the Award). The amounts referred to under (a) and (b) above, aggregating Rs. 5,790.89 million, continue to be carried as current liabilities without prejudice to the rights of the Company under law. Further, the Company was entitled to receive from the counterparty, under the said Award, an amount of Rs. 290.00 million as counter-claim. Consequent to the Award, and without prejudice to the rights and remedies it may have in the matter, the Company accounted for Rs. 634.66 million as an exceptional item (net) during the year ended 31 March 2019, being the net effect of amount referred to under (c) and counter-claim receivable of Rs. 290.00 million, above. During the year ended 31 March 2019, the Court had ordered release of Rs. 2,500 million, out of the amount deposited by the Company, to the counterparty, subject to certain conditions as enumerated by the Court in its order. Further, pursuant to an order of the Court dated 20 September 2019, the Company has remitted an additional Rs. 582.19 million out of the guarantee placed with the Court, to the counterparty, in October 2019. All such payments made have been included under other non-current assets.

The Company, its present promoter and the counterparties had challenged before the Court various aspects of the Award, including the above-mentioned interest obligations and rights ("Section 34 Petitions"). The Court vide its order dated 2 September 2020 in the said matter, directed the Company to deposit an amount of Rs. 2,429.37 million of interest component under the Award (including the amount of Rs. 924.66 million provided for as indicated earlier, without prejudice to the rights of the Company under law). The Company preferred a Special Leave Petition before the Hon'ble Supreme Court of India ("Supreme Court") against the aforesaid Order and the Supreme Court pursuant to its order dated 13 February 2023 has modified the said order dated 2 September 2020 passed by the Court and directed to release the bank guarantee placed with the Court (aggregating to Rs. 2,707.81 million) to the counterparty towards quantum of principal sum due under the Award and pay an amount of Rs. 750.00 million to the counterparty within period of three months towards liability on account of interest pending disposal of Section 34 Petitions. The said amount of bank guarantee has been released to the counterparties during the quarter ended 31 March 2023 and accordingly entire principal of Rs. 5,790.9 million has been paid. However, the Company was unable to pay Rs. 750.00 million to the counterparty within the prescribed timeline and filed an application with Supreme Court for extension of time which was dismissed.

The Court vide its judgements dated 31 July 2023 has dismissed Section 34 Petitions filed by the Company, its present promoter and the counterparties. The Company is examining the judgment(s) and is in the process of taking appropriate remedial steps including preferring an appeal before the appellate jurisdiction. While the Company deposited the entire principal of Rs. 5,790.9 million as per the direction of the Court in September 2017 which has also been subsequently paid to the counterparty and there are adjustments to be made for the counter-claim of the Company, the Court vide its orders dated 29 May 2023, 24 July 2023 and 9 August 2023, inter-alia, has directed to deposit entire amount outstanding towards interest and file affidavit of assets as per the directions of the Court.

In view of the foregoing, the management is of the view that it is not possible to determine the effects of any such obligations and rights (including any additional/consequential obligations and rights). Accordingly, no further adjustments have been made in this regard, to these standalone financial results. The auditors have qualified their review report for the quarter ended 30 June 2023 in this reference.

7. The effects of the matter stated in Note 6 above 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, the management is of the view that any possible consequential effects (including penal consequences and any compounding thereof), of past events and actions in relation to the foregoing, are not likely to have a material impact on the standalone financial results of the Company. Accordingly, no adjustments have been made for any such consequential penal effects in this regard.
8. Certain aircraft/engine lessors have filed application(s) under Section 9 of the Insolvency and Bankruptcy Code, 2016 due to alleged non-payment. The Company has certain disputes in the matter and the amounts claimed are not debts and accordingly the Company is defending such matters. Basis the review of applications filed and the legal interpretation of the law supported by views of legal expert, the management is of the view that there are fair chances of having a favourable outcome for the Company.
9. The Company has earned a net profit (after comprehensive income) of Rs. 2,045.34 million for the quarter ended 30 June 2023, respectively, and as of that date, the Company has negative retained earnings of Rs. 72,110.20 million and negative net worth of Rs. 30,264.34 million. The negative retained earnings have been primarily driven by adjustments on account of implementation of Ind AS 116 during financial year 2019-20, adverse foreign exchange rates, fuel prices, pricing pressures, other business factors and the impact of Covid-19 in last few years, whose effects have also impacted the standalone financial results for the quarter ended 30 June 2023.

On account of its operational and financial position, and the impact of the Covid-19 pandemic in earlier periods, the Company has deferred payments to various parties, including lessors and other vendors and its dues to statutory authorities. Where determinable, the Company has accrued for additional liabilities, if any, on such delays in accordance with contractual terms/applicable laws and regulations and based on necessary estimates and assumptions. Additionally, the Company has also accounted for liabilities arising out of various litigation settlements. However, it is not practically possible to determine the amount of all such costs or any penalties or other similar consequences resulting from contractual or regulatory non-compliances. The management is confident that they will be able to negotiate further settlements in order to minimize/avoid any or further penalties. Further, the Company continues to defend itself in certain litigations at various Appellate/Judicial levels including matters summarised in Note 6 and 8.

The Company continues to implement various measures such as return to service of its grounded fleet, enhancing customer experience, improving selling and distribution, revenue management, fleet rationalization, optimizing aircraft utilization, redeployment of capacity in key focus markets, management and employee compensation revision, renegotiation of contracts and other costs control measures, to help the Company establish consistent profitable operations and cash flows in the future.

With increase in passenger operation and yields, the Company has earned revenue from passenger business of Rs. 18,436.33 million for the quarter ended 30 June 2023 as compared to Rs. 18,451.82 million for the quarter ended 31 March 2023. Till 31 March 2023, the Company had received funds aggregating to Rs. 3,023.00 million under Emergency Credit Line Guarantee Scheme ('ECLGS') scheme. The Company has further received Rs. 3,412.96 million under ECLGS scheme during the quarter ended 30 June 2023. Subsequent to quarter-end, the Company received disbursement of additional funds aggregating to Rs. 2,000 million as eligible under ECLGS scheme and the Company has also initiated the process for issue of fresh equity/equity warrants to the promoter group for value aggregating to Rs. 5,000 million and is further considering raising of fresh capital through issue of eligible securities to qualified institutional buyer, in accordance with applicable law. The part of above proceeds will be used in maintenance of its grounded fleet for getting these aircrafts return to service which will lead to additional revenue. Additionally, the Company is in process of seeking shareholder approval to issue equity shares to one of the large lessor against some of its outstanding dues. Based on the foregoing and its effect on business plans and cash flow projections, the management is of the view that the Company will be able to achieve profitable operations and raise

funds as necessary, in order to meet its liabilities as they fall due. Accordingly, these standalone financial results have been prepared on the basis that the Company will continue as a going concern for the foreseeable future. The auditors have drawn 'Material Uncertainty Related to Going Concern' paragraph in their review report in this regard.

10. Foreign exchange gain of Rs. 25.17 million for the quarter ended 30 June 2023 (foreign exchange gain of Rs. 279.68 million and foreign exchange loss of Rs. 3,962.71 million for the quarter and year ended 31 March 2023, respectively, foreign exchange loss of Rs. 1,726,27 million for the quarter ended 30 June 2022), arising from restatement of lease liabilities.
11. During the quarter ended 30 June 2023, no additional stock options were granted to employees and no stock options were exercised by eligible employees under employee stock option scheme of the Company.
12. Other non-current assets as at 30 June 2023 include Rs. 598.44 million (Rs. 582.44 million as on 31 March 2023) represents amount paid under protest towards Integrated Goods and Services Tax ('IGST') and Basic Customs duty, on re-import of various aircraft engine/equipment repaired outside India, which is in the opinion of the Management and based on expert advice obtained, is not subject to such levy. Accordingly, these amounts have been considered as recoverable. Further, in January 2021, the Company has received favourable order in reference to one of the matters for which tax is paid under protest, from the Customs Excise and Service Tax Appellate Tribunal ('CESTAT'), New Delhi in respect of this matter. The customs authorities have filed an appeal before the Hon'ble Supreme Court of India ('the Supreme Court') against the CESTAT order. The matter is yet to be decided by the Supreme Court and no stay on CESTAT order has been granted by the Supreme Court till date. Further, the customs authorities vide customs amendment notification dated 19 July 2021 has amended earlier customs exemption notification to reiterate their position that IGST is applicable on re-import of goods after repair. However, the Company based on the legal advice from counsels, continues to believe that no IGST is payable on such re-import of repaired aircraft, aircraft engines and other certain aircraft parts. Accordingly, the above amounts paid under protest till 30 June 2023 have been shown as recoverable.
13. Previous periods'/year's figures have been regrouped/reclassified wherever considered necessary to conform to current periods'/year's presentation.

**For SpiceJet Limited**

**Place:** Gurugram  
**Date:** 14 August 2023

Sd/-  
**Ajay Singh**  
**Chairman and Managing Director**



**SPICEJET LIMITED**

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Statement of unaudited Consolidated Financial Results for the quarter ended 30 June 2023

(Rupees in millions, unless otherwise stated)

S.No.	Particulars	Quarter ended			Year Ended
		30 June 2023 (Unaudited)	31 March 2023 (Refer note 1)	30 June 2022 (Unaudited)	31 March 2023 (Audited)
<b>1</b>	<b>Income</b>				
	a) Revenue from operations	19,174.32	20,439.11	23,715.32	85,767.49
	b) Other operating revenues	861.61	1,011.56	856.43	2,968.44
	<b>Total revenue from operations</b>	<b>20,035.93</b>	<b>21,450.67</b>	<b>24,571.75</b>	<b>88,735.93</b>
	Other income	2,632.76	3,535.09	171.40	10,234.77
	<b>Total income</b>	<b>22,668.69</b>	<b>24,985.76</b>	<b>24,743.15</b>	<b>98,970.70</b>
<b>2</b>	<b>Expenses</b>				
	a) Operating expenses				
	- Aviation turbine fuel	7,078.93	10,029.35	14,043.85	47,716.55
	- Aircraft lease rentals	1,203.88	1,706.21	435.82	3,755.72
	- Airport charges	1,582.64	2,091.19	2,035.92	7,955.18
	- Aircraft maintenance costs	2,265.20	2,370.05	3,304.07	11,349.84
	- Other operating costs	665.43	598.04	697.43	2,760.62
	b) Purchases of stock-in-trade	227.87	260.72	341.60	997.28
	c) Changes in inventories of stock-in-trade	(33.41)	(29.20)	(83.39)	(72.73)
	d) Employee benefits expense	2,135.09	2,218.52	2,188.88	8,800.07
	e) Finance costs	1,228.05	1,202.81	1,295.75	5,077.60
	f) Depreciation and amortisation expense	2,083.07	2,248.37	2,810.71	10,227.41
	g) Other expenses	2,220.09	2,963.22	1,816.74	8,709.01
	h) Foreign exchange loss/(gain), (net) (refer note 10)	35.60	(611.30)	3,691.96	6,823.62
	<b>Total expenses</b>	<b>20,692.44</b>	<b>25,047.98</b>	<b>32,579.34</b>	<b>114,100.17</b>
<b>3</b>	<b>Profit/(loss) before exceptional items and taxes (1-2)</b>	<b>1,976.25</b>	<b>(62.22)</b>	<b>(7,836.19)</b>	<b>(15,129.47)</b>
<b>4</b>	Exceptional items		-	-	-
<b>5</b>	<b>Profit/(loss) before tax (3+4)</b>	<b>1,976.25</b>	<b>(62.22)</b>	<b>(7,836.19)</b>	<b>(15,129.47)</b>
<b>6</b>	Profit/(loss) for the quarter/year (5-6)	-	-	-	-
<b>7</b>	<b>Profit/(loss) for the quarter/year (5-6)</b>	<b>1,976.25</b>	<b>(62.22)</b>	<b>(7,836.19)</b>	<b>(15,129.47)</b>
<b>8</b>	<b>Other comprehensive income (net of tax)</b>				
	Items that will not be reclassified to profit or loss				
	Remeasurement (loss)/gain on defined benefit obligations	(0.88)	(61.79)	8.91	(0.48)
	Income-tax impact	-	-	-	-
<b>9</b>	<b>Total comprehensive income (7+8)</b>	<b>1,975.37</b>	<b>(124.01)</b>	<b>(7,827.28)</b>	<b>(15,129.95)</b>
<b>10</b>	<b>Net profit/(loss) attributable to:</b>				
	- Owners of the Holding Company	1,976.46	(62.02)	(7,837.29)	(15,127.65)
	- Non-controlling interests	(0.20)	(0.20)	1.10	(1.82)
<b>11</b>	<b>Other comprehensive income attributable to:</b>				
	- Owners of the Holding Company	(0.68)	(61.59)	8.91	(0.48)
	- Non-controlling interests	(0.20)	(0.20)	-	-
<b>12</b>	<b>Total comprehensive income attributable to:</b>				
	- Owners of the Holding Company	1,975.78	(123.61)	(7,828.38)	(15,128.13)
	- Non-controlling interests	(0.40)	(0.40)	1.10	(1.82)
<b>13</b>	<b>Paid-up equity share capital (Face value Rs. 10 per equity share)</b>	<b>6,018.46</b>	<b>6,018.46</b>	<b>6,017.97</b>	<b>6,018.46</b>
<b>14</b>	<b>Other equity</b>				<b>(64,521.56)</b>
<b>15</b>	<b>Earnings per share</b>				
	a) Basic (Rs.)	3.28	(0.10)	(13.02)	(25.14)
	b) Diluted (Rs.)	3.28	(0.10)	(13.02)	(25.14)
		<b>Earnings per share information not annualised</b>			
	See accompanying notes to the statement of Unaudited Consolidated Financial Results				

**Notes to the Statement of unaudited consolidated financial results for the quarter ended 30 June 2023**

3. The consolidated financial results for the quarter ended 30 June 2023 have been reviewed by the Audit Committee at their meeting held on 11 August 2023 and approved by the Board of Directors at their meeting held on 14 August 2023 and these have been subjected to a limited review by the Statutory Auditors of the SpiceJet Limited (the “Holding Company” or the “Company”). The consolidated financial results for the quarter ended 31 March 2023 are the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures upto the end of the third quarter of the respective relevant financial year, which were subject to limited review. The above statement includes the financial information of the following subsidiaries of the Company:
- SpiceJet Merchandise Private Limited
  - SpiceJet Technic Private Limited
  - Canvin Real Estate Private Limited
  - SpiceJet Interactive Private Limited
  - Spice Shuttle Private Limited
  - Spice Club Private Limited
  - SpiceXpress and Logistics Private Limited
  - SpiceTech System Private Limited
  - Spice Ground Handling Services Private Limited

The Company and its subsidiaries are together referred as the Group.

4. Operating segments of the Group are Air Transport Services and Freight and Logistics Services. Air Transport Services include, inter alia, passenger transport and ancillary cargo operations arising from passenger aircraft operations. Accordingly, below segment information is presented in these consolidated financial results.

Particulars	(Rs. in million)			
	Quarter ended			Year ended
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	30-Jun-23	31-Mar-23	30-Jun-22	31-Mar-23
<b>Segment revenue</b>				
a. Air transport services	20,021.11	20,912.96	22,257.62	82,728.50
b. Freight and logistics services*	728.82	595.69	2,391.05	6,244.52
c. Others	3.51	2.10	4.10	47.53
d. Elimination	(717.51)	(60.08)	(81.02)	(284.62)
<b>Total</b>	<b>20,035.93</b>	<b>21,450.67</b>	<b>24,571.75</b>	<b>88,735.93</b>
<b>Segment results</b>				
a. Air transport services	1,873.59	472.93	(8,071.76)	(15,040.65)
b. Freight and logistics services	78.27	(204.93)	183.50	308.72
c. Others	24.39	(330.22)	52.07	(397.54)
<b>Profit/(loss)</b>	<b>1,976.25</b>	<b>(62.22)</b>	<b>(7,836.19)</b>	<b>(15,129.47)</b>
<b>Segment assets</b>				
a. Air transport services	72,599.56	76,677.20	95,481.15	76,677.20
b. Freight and logistics services	2,000.66	647.22	1,761.05	647.22
c. Others	347.35	381.31	941.01	381.31
<b>Total assets</b>	<b>74,947.57</b>	<b>77,705.73</b>	<b>98,183.21</b>	<b>77,705.73</b>
<b>Segment liabilities</b>				
a. Air transport services	127,753.51	133,032.82	146,764.42	133,032.82
b. Freight and logistics services	1,913.49	1,396.48	1,281.17	1,396.48
c. Others	1,806.55	1,782.86	1,363.88	1,782.86
<b>Total liabilities</b>	<b>131,473.55</b>	<b>136,212.16</b>	<b>149,409.47</b>	<b>136,212.16</b>

\* This includes inter-segment revenue

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.

5. The Company entered into a Business Transfer Agreement (“BTA”) with its subsidiary namely SpiceXpress and Logistics Private Limited (“SXPL”) on 31 March 2023 for transfer of its cargo business undertaking as a going concern, on slump sale basis, for a total consideration of Rs. 25,557.70 million. Accordingly, SXPL is now carrying cargo business effective 1 April 2023. As per terms of the BTA, the slump sale consideration is being discharged by SXPL by issuance of securities in the combination of equity shares and compulsorily convertible debentures.
6. The Company had, in earlier financial years, received amounts aggregating to Rs. 5,790.9 million from Mr. Kalanithi Maran and KAL Airways Private Limited (together, “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 Company was required to secure an amount of Rs. 3,290.89 million through a bank guarantee in favour of the Registrar General of the Court (“Registrar”) and to deposit the balance amount of Rs. 2,500 million with the Registrar. The Company has complied with these requirements in September 2017.

The parties to the aforementioned litigation concurrently initiated arbitration proceedings before a three-member arbitral tribunal (the “Tribunal”), which pronounced its award on 20 July 2018 (the “Award”). In terms of the Award, the Company was required to (a) refund an amount of approximately Rs. 3,082.19 million to the counterparty, (b) explore the possibility of allotting non-convertible cumulative redeemable preference shares in respect of approximately Rs. 2,708.70 million, failing which, refund such amount to the counterparty, and (c) pay interest calculated to be Rs. 924.66 million (being interest on the amount stated under (a) above, in terms of the Award). The amounts referred to under (a) and (b) above, aggregating Rs. 5,790.89 million, continue to be carried as current liabilities without prejudice to the rights of the Company under law. Further, the Company was entitled to receive from the counterparty, under the said Award, an amount of Rs. 290.00 million as counter-claim. Consequent to the Award, and without prejudice to the rights and remedies it may have in the matter, the Company accounted for Rs. 634.66 million as an exceptional item (net) during the year ended 31 March 2019, being the net effect of amount referred to under (c) and counter-claim receivable of Rs. 290.00 million, above. During the year ended 31 March 2019, the Court had ordered release of Rs. 2,500 million, out of the amount deposited by the Company, to the counterparty, subject to certain conditions as enumerated by the Court in its order. Further, pursuant to an order of the Court dated 20 September 2019, the Company has remitted an additional Rs. 582.19 million out of the guarantee placed with the Court, to the counterparty, in October 2019. All such payments made have been included under other non-current assets.

The Company, its present promoter and the counterparties had challenged before the Court various aspects of the Award, including the above-mentioned interest obligations and rights (“Section 34 Petitions”). The Court vide its order dated 2 September 2020 in the said matter, directed the Company to deposit an amount of Rs. 2,429.37 million of interest component under the Award (including the amount of Rs. 924.66 million provided for as indicated earlier, without prejudice to the rights of the Company under law). The Company preferred a Special Leave Petition before the Hon’ble Supreme Court of India (“Supreme Court”) against the aforesaid Order and the Supreme Court pursuant to its order dated 13 February 2023 has modified the said order dated 2 September 2020 passed by the Court and directed to release the bank guarantee placed with the Court (aggregating to Rs. 2,707.81 million) to the counterparty towards quantum of principal sum due under the Award and pay an amount of Rs. 750.00 million to the counterparty within period of three months towards liability on account of interest pending disposal of Section 34 Petitions. The said amount of bank guarantee has been released to the counterparties during the quarter ended 31 March 2023 and accordingly entire principal of Rs. 5,790.9 million has been paid. However, the Company was unable to pay Rs. 750.00 million to the counterparty within the prescribed timeline and filed an application with Supreme Court for extension of time which was dismissed.

The Court vide its judgements dated 31 July 2023 has dismissed Section 34 Petitions filed by the Company, its present promoter and the counterparties. The Company is examining the judgment(s) and is in the process of taking appropriate remedial steps including preferring an appeal before the appellate jurisdiction. While the Company deposited the entire principal of Rs. 5,790.9 million as per the direction of the Court in September 2017 which has also been subsequently paid to the counterparty and there are adjustments to be made for the counter-claim of the Company, the Court vide its orders dated 29 May 2023, 24 July 2023 and 9 August 2023, inter-alia, has directed to deposit entire amount outstanding towards interest and file affidavit of assets as per the directions of the Court.

In view of the foregoing, the management is of the view that it is not possible to determine the effects of any such obligations and rights (including any additional/consequential obligations and rights). Accordingly, no further

adjustments have been made in this regard, to these consolidated financial results. The auditors have qualified their review report for the quarter ended 30 June 2023 in this reference.

7. The effects of the matter stated in Note 6 above 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, the management is of the view that any possible consequential effects (including penal consequences and any compounding thereof), of past events and actions in relation to the foregoing, are not likely to have a material impact on the consolidated financial results of the Company. Accordingly, no adjustments have been made for any such consequential penal effects in this regard.
8. Certain aircraft/engine lessors have filed application(s) under Section 9 of the Insolvency and Bankruptcy Code, 2016 due to alleged non-payment. The Company has certain disputes in the matter and the amounts claimed are not debts and accordingly the Company is defending such matters. Basis the review of applications filed and the legal interpretation of the law supported by views of legal expert, the management is of the view that there are fair chances of having a favourable outcome for the Company.
9. The Group has earned a net profit (after comprehensive income) of Rs. 1,975.37 million for the quarter ended 30 June 2023, respectively, and as of that date, the Group has negative retained earnings of Rs. 72,747.52 million and negative net worth of Rs. 56,530.66 million. The negative retained earnings have been primarily driven by adjustments on account of implementation of Ind AS 116 during financial year 2019-20, adverse foreign exchange rates, fuel prices, pricing pressures, other business factors and the impact of Covid-19 in last few years, whose effects have also impacted the consolidated financial results for the quarter ended 30 June 2023.

On account of its operational and financial position, and the impact of the Covid-19 pandemic in earlier periods, the Company has deferred payments to various parties, including lessors and other vendors and its dues to statutory authorities. Where determinable, the Company has accrued for additional liabilities, if any, on such delays in accordance with contractual terms/applicable laws and regulations and based on necessary estimates and assumptions. Additionally, the Company has also accounted for liabilities arising out of various litigation settlements. However, it is not practically possible to determine the amount of all such costs or any penalties or other similar consequences resulting from contractual or regulatory non-compliances. The management is confident that they will be able to negotiate further settlements in order to minimize/avoid any or further penalties. Further, the Company continues to defend itself in certain litigations at various Appellate/Judicial levels including matters summarised in Note 6 and 8.

The Group continues to implement various measures such as return to service of its grounded fleet, enhancing customer experience, improving selling and distribution, revenue management, fleet rationalization, optimizing aircraft utilization, redeployment of capacity in key focus markets, management and employee compensation revision, renegotiation of contracts and other costs control measures, to help the Company establish consistent profitable operations and cash flows in the future.

With increase in passenger operation and yields, the Company has earned revenue from passenger business of Rs. 18,436.33 million for the quarter ended 30 June 2023 as compared to Rs. 18,451.82 million for the quarter ended 31 March 2023. Till 31 March 2023, the Company had received funds aggregating to Rs. 3,023.00 million under Emergency Credit Line Guarantee Scheme ('ECLGS') scheme. The Company has further received Rs. 3,412.96 million under ECLGS scheme during the quarter ended 30 June 2023. Subsequent to quarter-end, the Company received disbursement of additional funds aggregating to Rs. 2,000 million as eligible under ECLGS scheme and the Company has also initiated the process for issue of fresh equity/equity warrants to the promoter group for value aggregating to Rs. 5,000 million and is further considering raising of fresh capital through issue of eligible securities to qualified institutional buyer, in accordance with applicable law. The part of above proceeds will be used in maintenance of its grounded fleet for getting these aircrafts return to service which will lead to additional revenue. Additionally, the Company is in process of seeking shareholder approval to issue equity shares to one of the large lessor against some of its outstanding dues. Based on the foregoing and its effect on business plans and cash flow projections, the management is of the view that the Group will be able to achieve profitable operations and raise funds as necessary, in order to meet its liabilities as they fall due. Accordingly, these consolidated financial results have been prepared on the basis that the Group will continue as a going concern for the foreseeable future. The auditors have drawn 'Material Uncertainty Related to Going Concern' paragraph in their review report in this regard.

10. Foreign exchange gain of Rs. 25.17 million for the quarter ended 30 June 2023 (foreign exchange gain of Rs. 279.68 million and foreign exchange loss of Rs. 3,962.71 million for the quarter and year ended 31 March 2023, respectively, foreign exchange loss of Rs. 1,726.27 million for the quarter ended 30 June 2022), arising from restatement of lease liabilities.



11. During the quarter ended 30 June 2023, no additional stock options were granted to employees and no stock options were exercised by eligible employees under employee stock option scheme of the Company.
12. Other non-current assets as at 30 June 2023 include Rs. 598.44 million (Rs. 582.44 million as on 31 March 2023) represents amount paid under protest towards Integrated Goods and Services Tax ('IGST') and Basic Customs duty, on re-import of various aircraft engine/equipment repaired outside India, which is in the opinion of the Management and based on expert advice obtained, is not subject to such levy. Accordingly, these amounts have been considered as recoverable. Further, in January 2021, the Company has received favourable order in reference to one of the matters for which tax is paid under protest, from the Customs Excise and Service Tax Appellate Tribunal ('CESTAT'), New Delhi in respect of this matter. The customs authorities have filed an appeal before the Hon'ble Supreme Court of India ('the Supreme Court') against the CESTAT order. The matter is yet to be decided by the Supreme Court and no stay on CESTAT order has been granted by the Supreme Court till date. Further, the customs authorities vide customs amendment notification dated 19 July 2021 has amended earlier customs exemption notification to reiterate their position that IGST is applicable on re-import of goods after repair. However, the Company based on the legal advice from counsels, continues to believe that no IGST is payable on such re-import of repaired aircraft, aircraft engines and other certain aircraft parts. Accordingly, the above amounts paid under protest till 30 June 2023 have been shown as recoverable.
13. Previous periods'/year's figures have been regrouped/reclassified wherever considered necessary to conform to current periods'/year's presentation.

**For SpiceJet Limited**

**Place:** Gurugram  
**Date:** 14 August 2023

Sd/-  
**Ajay Singh**  
**Chairman and Managing Director**