



SPICEJET LIMITED

Regd Office : Indira Gandhi International Airport, Terminal 1D, New Delhi 110 037

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Statement of Unaudited Standalone Financial Results for the quarter and year to date period ended 30 September 2021

(Rupees in millions, unless otherwise stated)

S.No.	Particulars	Quarter ended			Year to date period ended		Year ended
		30 September 2021 Unaudited	30 June 2021 Unaudited	30 September 2020 Unaudited	30 September 2021 Unaudited	30 September 2020 Unaudited	31 March 2021 Audited
1	Income						
	a) Revenue from operations	13,017.07	10,479.77	10,160.82	23,496.84	14,993.22	49,487.38
	b) Other operating revenues	408.91	417.54	389.03	826.45	703.52	1,846.39
	Total revenue from operations	13,425.98	10,897.31	10,549.85	24,323.29	15,696.74	51,333.77
	Other income (refer notes 7 and 9)	1,961.01	1,761.22	2,379.92	3,722.23	4,278.70	8,663.53
	Total income	15,386.99	12,658.53	12,929.77	28,045.52	19,975.44	59,997.30
2	Expenses						
	a) Operating expenses						
	- Aviation turbine fuel	6,150.53	4,850.86	2,784.52	11,001.39	3,676.57	15,288.35
	- Aircraft lease rentals	1,722.40	1,561.93	336.06	3,284.33	580.72	2,484.84
	- Airport charges	1,837.63	1,425.73	1,452.60	3,263.36	2,184.37	6,466.17
	- Aircraft maintenance costs	2,539.31	2,083.80	2,455.06	4,623.11	4,147.11	11,220.88
	- Other operating costs	1,206.41	1,059.13	969.59	2,265.54	1,697.68	4,349.63
	b) Employee benefits expense	1,612.99	1,653.17	1,063.80	3,266.16	2,758.58	6,762.36
	c) Finance costs	1,136.75	1,372.86	1,391.48	2,509.61	2,788.66	4,809.87
	d) Depreciation and amortisation expense	3,416.21	3,479.11	4,155.82	6,895.32	8,638.12	15,579.56
	e) Other expenses	1,451.66	1,226.15	1,129.43	2,677.81	1,960.22	5,255.83
	f) Foreign exchange loss/(gain), (net) (refer note 12)	(69.88)	1,236.56	(1,682.65)	1,166.68	(1,396.56)	(2,237.17)
	Total expenses	21,004.01	19,949.30	14,055.71	40,953.31	27,035.47	69,980.32
3	Loss before exceptional items and taxes (1-2)	(5,617.02)	(7,290.77)	(1,125.94)	(12,907.79)	(7,060.03)	(9,983.02)
4	Exceptional items	-	-	-	-	-	-
5	Loss before tax (3+4)	(5,617.02)	(7,290.77)	(1,125.94)	(12,907.79)	(7,060.03)	(9,983.02)
6	Tax expense	-	-	-	-	-	-
7	Loss for the period/year (5-6)	(5,617.02)	(7,290.77)	(1,125.94)	(12,907.79)	(7,060.03)	(9,983.02)
8	Other comprehensive income (net of tax)						
	Items that will not be reclassified to profit or loss						
	Remeasurement gains and (losses) on defined benefit obligations	45.57	4.25	(29.25)	49.82	(21.51)	17.01
	Income-tax impact	-	-	-	-	-	-
9	Total comprehensive income (7+8)	(5,571.45)	(7,286.52)	(1,155.19)	(12,857.97)	(7,081.54)	(9,966.01)
10	Paid-up equity share capital (Face value Rs.10 per equity share)	6,013.88	6,013.53	6,002.75	6,013.88	6,002.75	6,009.37
11	Other equity						(31,724.67)
12	Earnings per share						
	a) Basic (Rs.)	(9.34)	(12.12)	(1.88)	(21.46)	(11.76)	(16.61)
	b) Diluted (Rs.) (Refer note 5)	(9.34)	(12.12)	(1.88)	(21.46)	(11.76)	(16.61)
		Earnings per share information not annualised					
	See accompanying notes to the Statement of Unaudited Standalone Financial Results						



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Notes to the Statement of Unaudited Standalone Financial Results - 30 September 2021

1 Statement of Assets and Liabilities

(Rupees in millions, unless otherwise stated)

Particulars	As at 30 September 2021 (Unaudited)	As at 31 March 2021 (Audited)
A ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	13,756.84	14,525.29
(b) Capital work in progress	58.35	58.35
(c) Right of use assets	50,846.59	55,381.47
(d) Intangible assets	55.25	94.69
(e) Investments in subsidiaries	20.90	20.90
(f) Financial assets		
(i) Investments	0.17	0.61
(ii) Loans	375.76	552.26
(iii) Other financial assets	9,137.81	9,899.08
(g) Income-tax assets	278.35	304.26
(h) Other non-current assets (refer note 5)	5,668.35	7,134.13
Sub-total: Non-current assets	80,198.37	87,971.04
2 Current assets		
(a) Inventories	1,480.09	1,558.28
(b) Financial assets		
(i) Investments	4.27	4.16
(ii) Trade receivables	3,370.49	3,464.22
(iii) Other receivables (refer note 7)	20,209.16	16,933.84
(iv) Cash and cash equivalents	411.21	296.00
(v) Bank balances other than (iv) above	283.80	24.33
(vii) Other financial assets	2,734.52	1,690.52
(c) Other current assets	3,463.31	1,812.85
Sub-total: Current assets	31,956.85	25,784.20
TOTAL ASSETS	112,155.22	113,755.24
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	6,013.88	6,009.37
(b) Other equity	(44,561.73)	(31,724.67)
Sub-total: Equity	(38,547.85)	(25,715.30)
2 Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,821.02	3,026.74
(ii) Lease liabilities	49,085.40	53,615.67
(b) Provisions	4,475.43	5,049.94
(c) Other non-current liabilities	127.08	135.62
Sub-total: Non-current liabilities	57,508.93	61,827.97
3 Current liabilities		
(a) Financial liabilities		
(i) Borrowings	8,467.57	7,652.38
(ii) Lease liabilities	36,094.25	30,846.57
(iii) Trade payables		
a. Total outstanding dues of micro enterprises and small enterprises	491.93	518.22
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	23,623.35	16,588.07
(iv) Other financial liabilities	860.38	413.31
(b) Other current liabilities (refer note 7)	17,534.38	16,250.80
(c) Provisions	6,122.28	5,373.22
Sub-total: Current liabilities	93,194.14	77,642.57
TOTAL - EQUITY AND LIABILITIES	112,155.22	113,755.24



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Notes to the Statement of Unaudited Standalone Financial Results - 30 September 2021

2. Cash flow statement for the period ended 30 September 2021

(Rupees in millions, unless otherwise stated)

Particulars		For the year to date period ended	
		30 September 2021	30 September 2020
		(Unaudited)	(Unaudited)
Cash flows from operating activities			
Loss before tax		(12,907.79)	(7,060.03)
Adjustments for:			
Depreciation and amortisation expense		6,895.32	8,638.12
Impairment recognised/(reversed) of trade receivables		23.57	(1.43)
Profit on sale of property, plant and equipment (net)		(0.18)	(0.31)
Advances/other balances written off		12.98	26.59
Share based payment expense		20.90	35.01
Liabilities/provision no longer required written back		(234.92)	(915.28)
Interest on lease liabilities		1,621.60	1,908.43
Other borrowing cost		888.02	880.24
Net gain on financial assets measured at fair value through profit or loss		(0.11)	(0.17)
Finance income		(319.45)	(278.38)
Unrealised foreign exchange (gain)/loss		1,133.87	(1,612.54)
Operating (loss)/profit before working capital changes		(2,866.19)	1,620.25
Movements in working capital :			
Trade and other receivables		(2,999.04)	(2,888.15)
Inventories		78.19	86.24
Other financial assets		(17.85)	(461.97)
Other assets		(266.28)	(157.58)
Trade payables		4,010.54	4,253.56
Other financial liabilities		363.74	(123.68)
Other liabilities		1,275.04	(326.35)
Provisions		631.74	(2,260.78)
Cash flows from/(used in) operations		209.89	(258.46)
Income taxes received/(paid) (net of refunds)		25.91	167.56
Net cash flows from/(used in) operating activities	A	235.80	(90.89)
Cash flows from investing activities			
Purchase of property, plant and equipment and capital work in progress (including capital advances)		(16.45)	(344.81)
Proceeds from sale of property, plant and equipment		0.36	0.31
Loans received back/(given) to subsidiaries (net)		206.50	(300.86)
Purchase of investments		-	(0.11)
Deposits/proceeds from bank deposits (net)		(259.47)	117.53
Margin money (given)/received back (net)		(164.85)	2,084.04
Finance income received		253.63	416.26
Net cash flows from investing activities	B	19.72	1,972.36
Cash flows from financing activities			
Proceeds from issue of equity shares on exercise of stock options		4.51	1.99
Proceeds of long-term borrowings		1,475.18	-
Movement in short-term borrowings (net)		-	71.01
Repayment of lease liabilities (including interest)		(1,438.24)	(1,745.20)
Finance costs paid		(176.18)	(178.39)
Net cash used in financing activities	C	(134.73)	(1,850.59)
Net increase in cash and cash equivalents	(A+B+C)	120.79	30.88
Effects of exchange difference on cash and cash equivalents held in foreign currency		(5.58)	(4.98)
Cash and cash equivalents at the beginning of the year		296.00	281.55
Cash and cash equivalents at the end of the year		411.21	307.45
Notes :			
Components of cash and cash equivalents			
Balance with banks in current accounts		346.18	239.90
Fixed deposits		0.33	0.13
Cash on hand		64.70	67.42
		411.21	307.45

Notes to the Statement of unaudited standalone financial results for the quarter ended 30 September 2021 and year-to-date period from 1 April 2021 to 30 September 2021

3. The standalone financial results for the quarter ended 30 September 2021 and year to date period from 1 April 2021 to 30 September 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 12 November 2021 and is subject to a limited review by the statutory auditors.
4. Operating segments of the Company are Air Transport Services, and Freighter 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 standalone financial results.

Particulars	Quarter ended			Period ended		Year ended
	(Unaudited) 30 Sept 2021	(Unaudited) 30 June 2021	(Unaudited) 30 Sept 2020	(Unaudited) 30 Sept 2021	(Unaudited) 30 Sept 2020	(Audited) 31 March 2021
Segment Revenue						
a. Air transport services	8,485.98	6,214.37	8,280.08	14,700.35	11,768.29	40,494.38
b. Freighter and logistics services*	4,978.90	4,727.94	2,269.77	9,706.84	3,928.45	11,175.39
c. Elimination	(38.90)	(45.00)	-	(83.90)	-	(336.00)
Total	13,425.98	10,897.31	10,549.85	24,323.29	15,696.74	51,333.77
Segment Results						
a. Air transport services	(4,955.87)	(7,593.72)	(1,335.11)	(12,549.59)	(7,751.26)	(11,292.03)
b. Freighter and logistics services	(661.15)	302.95	209.17	(358.20)	691.23	1,309.01
Total	(5,617.02)	(7,290.77)	(1,125.94)	(12,907.79)	(7,060.03)	(9,983.02)
Segment Assets						
a. Air transport services	110,859.78	111,276.80	119,203.12	110,859.78	119,203.12	112,632.42
b. Freighter and logistics services	1,295.44	1,014.90	844.30	1,295.44	844.30	1,122.82
Total	112,155.22	112,291.70	120,047.42	112,155.22	120,047.42	113,755.24
Segment Liabilities						
a. Air transport services	149,492.56	144,060.87	142,663.77	149,492.56	142,663.77	138,477.71
b. Freighter and logistics services	1,210.51	1,218.08	237.41	1,210.51	237.41	992.83
Total	150,703.07	145,278.95	142,901.18	150,703.07	142,901.18	139,470.54

* This includes inter-segment revenue

Segment revenue and expenses, and segment assets and liabilities, 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 had, in earlier financial years, received amounts aggregating 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.

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 of past interest/servicing charges. 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 interest/servicing charges receivable of Rs. 290.00 million, above. During the quarter 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 have challenged various aspects of the Award, including the above-mentioned interest obligations and rights, petitions for which have been admitted by the Court, as a result of which the matter is currently sub-judice.

Further, 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 against the aforesaid Order and the Hon'ble Supreme Court of India pursuant to its order dated 6 November 2020, has stayed the deposit of Rs.2,429.37 million. Accordingly, based on the foregoing and also legal advice obtained by management, no additional amounts have been accounted for in this regard.

In view of the foregoing and pending outcome of the aforesaid challenges at the Court, 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 results. The auditors have included an 'emphasis of matter' paragraph in their review report, in respect of this matter and the matter stated in Note 8 below.

6. The effects of the matter stated in Note 5 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.
7. Following the worldwide grounding during March 2019 of Boeing 737 MAX aircraft due to technical reasons, the Company's fleet of thirteen Boeing 737 MAX aircraft continues to be grounded. Despite its inability to undertake revenue operations, the Company continues to incur various costs with respect to these aircraft. As a result of the above, and the uncertainty in timing of return operations of these aircraft, the Company is in the process of raising claims on the aircraft manufacturer towards cost and losses, which are currently under discussion. Consequently, and without in any manner limiting or prejudicing the legal and the commercial rights of the Company towards its claim in this regard, certain costs (including, inter alia, aircraft and supplemental lease rentals and certain other identified expenses relating to the Boeing 737 MAX aircraft) aggregating Rs. 1,460.85 million and Rs. 2,896.54 million for the quarter and half year ended 30 September 2021 (Rs. 1,435.69 million for quarter ended 30 June 2021, Rs. 1,388.70 million and Rs. 2,789.18 million for the quarter and half year ended 30 September 2020 and Rs. 5,604.48 for the year ended 31 March 2021) have been recognised as other income. Further, Company has recognised the related foreign exchange loss on restatement of these balances of Rs. 7.20 million for the quarter ended 30 September 2021 and foreign exchange gain of Rs. 187.34

million for the half year ended 30 September 2021 (foreign exchange gain of Rs. 194.53 million for the quarter ended 30 June 2021 and foreign exchange loss of Rs. 184.65 million and Rs.171.93 million for the quarter and half year ended 30 September 2020 respectively, and foreign exchange loss of Rs.270.61 million for the year ended 31 March 2021). Based on current advanced stage of discussions with the aircraft manufacturer and considering the interim offer received from the aircraft manufacturer, its own assessment and legal advice obtained by the Company, the management is confident of realization of the income recognized by the Company upon conclusion of discussions with the aircraft manufacturer. The auditors have qualified their review report in this regard.

8. The Covid-19 pandemic (declared as such by the World Health Organisation on 11 March 2020), has contributed to a significant decline and volatility, and a significant decrease in economic activity, in global and Indian markets. The Indian Government had announced a strict lockdown to contain the spread of the virus till 31 May 2020, which was extended by certain states, with varying levels of relaxations. The impact of Covid-19 has led to significant disruptions and dislocations for individuals and businesses and has had consequential impact of grounding the passenger airline operations. The Company is required to adhere to various regulatory restrictions, which severely impacts its operations and have their own additional financial implications. As per Government guidelines, the Company had stopped all passenger travel from 25 March 2020 to 24 May 2020. The Government allowed operations of the domestic flights effective 25 May 2020 in a calibrated manner. However, the scheduled international/commercial passenger service is continued to be suspended. The operation was ramping up in a phased manner in accordance with Government directions, however starting March 2021, the second wave of the Covid-19 has hit the country which leads to significant drop in demand and as per revised Government guidelines the domestic operation was also restricted which continued to have severe impact on the Company's revenue and profitability for the quarter ended 30 September 2021.

The impact of Covid-19 is not specific to the Company but is applicable across the entire aviation industry within and outside India. While there is uncertainty in the revenue operation in the short-term which is expected to normalise in the long-term. It is also to be noted that while generally the passenger business was either suspended or very low demand during the lockdown period and/or restricted operation period, the Company further enhanced its cargo operations which were fulfilled by dedicated fleet of freighter aircraft and passenger converted aircraft.

The Company has also renegotiated/is renegotiating various operating contracts (including, in particular, contracts with aircraft lessors, as referred in Note 9 below), and has reassessed their maintenance provisions (having regard to contractual obligations and current maintenance conditions), based on the anticipated scale of operations in the immediate future and the Company's expectations of the timing of re-introduction of Boeing 737 Max aircraft into its operations. Further, the Company is in negotiations with lessors/lenders regarding deferment of dues and other waivers, and also assessed the recoverability and carrying values of its assets while preparing the standalone financial result for the quarter ended 30 September 2021. The management is confident that they have considered all known potential impacts arising from the Covid-19 pandemic on the Company's business, and where relevant, have accounted for the same in these standalone financial results. However, the full extent of impact of the Covid-19 pandemic on the Company's operations, and financial metrics will depend on future developments across the geographies that the Company operates in, and the governmental, regulatory and the Company's responses thereto, which is continuing to be highly uncertain and incapable of estimation at this time. The impact of the Covid-19 pandemic on the financial position and its financial performance might be different from that estimated as at the date of approval of these standalone financial results. The auditors have drawn an 'emphasis of matter' in their review report in this regard.

9. Pursuant to the renegotiations with lessors, the Company has recognised the impact (as reduction in finance cost) of Rs. 162.91 million for the quarter ended 30 September 2021 (Rs. Nil for the quarter ended 30 June 2021, Rs. 1,210.62 million for the year ended 31 March 2021 and Rs. 125.16 million for the quarter ended 30 September 2020) in these standalone financial results, arising from rental concessions concluded, in line with the guidance prescribed in Ind AS 116, read with the amendment thereto vide Ministry of Corporate Affairs notification dated 24 July 2020 and 18 June 2021, relating to Covid-19-Related Rent Concessions.
10. The Company has incurred net loss (after other comprehensive income) of Rs. 5,571.45 million and Rs. 12,857.97 million for the quarter and half year ended 30 September 2021, respectively, and as of that date, the Company has negative retained earnings of Rs. 54,764.62 million and negative net worth of Rs. 38,547.85 million. The losses have been primarily driven by adjustments on account of implementation of Ind AS 116, adverse foreign exchange rates, fuel prices, pricing pressures, and the impact of Covid-19 (first wave and recent second wave), whose effects have continued to have an impact on the financial results for the quarter and half year ended 30 September 2021.

On account of its operational and financial position, and the impact of the ongoing Covid-19 pandemic, 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. 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 settlements in order to minimize/avoid any or further penalties. In view of the foregoing, no amounts of such penalties have been recorded in these standalone financial results.

The Company continues to implement various measures such as 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. Further, improvements in certain macroeconomics factors relevant to the Company's business and operations, as well as the renegotiation with vendors discussed in Note 8 above, and the Company's expectations of the timing of re-introduction of Boeing 737 MAX aircraft into its operations are expected to increase operational efficiency and support cash-profitable operations.

With increased Cargo operations as compared to previous year, the Company has earned revenue of Rs. 4,978.90 million during the current quarter as compared to Rs. 4,727.94 million in the quarter ended 30 June 2021 and Rs. 2,269.77 million in the quarter ended 30 September 2020. Due to revised guidelines of the Government on restriction in operation effective 20 April 2021 which leads to low demand, the Company has earned revenue from passenger business of Rs. 8,485.98 million during the current quarter, compared to Rs. 6,214.37 million in the quarter ended 30 June 2021 and Rs. 8,280.08 million for the quarter ended 30 September 2020. The Company also continues to remain confident of accommodation of the aircraft manufacturer in respect of the matter discussed in Note 7 above. During this quarter, the Company has able to raise funds for an amount of Rs. 200 million in addition to Rs. 1,270.00 million raised during the quarter ended 30 June 2021, under Emergency Credit Line Guarantee Scheme ('ECLGS') scheme. Further, the Company is in continuous discussions with banks/financial institution to raise additional funds. Based on the foregoing and their 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. These conditions indicate the existence of uncertainty that may create doubt about the Company's ability to continue as a going concern. However, based on the factors mentioned in this note including re-negotiation of payment terms to various parties, the management is of the view that the going concern basis of accounting is appropriate. The auditors have included 'Material Uncertainty Related to Going Concern' paragraph in their review report.

11. The aircraft manufacturer of Q400 aircraft initiated a claim against the Company in the foreign court amounting to approximately Rs. 3,200 million for declarations, liquidated damages, interest and costs relating to the Company's alleged breaches of, and the manufacturer's purported termination of the purchase agreement for certain undelivered aircraft. The foreign court has decided a summary judgement in favour of the aircraft manufacturer and the aircraft manufacturer has filed an execution petition before Indian court of law for execution of the said summary judgement. The said execution petition is presently contested by the Company in accordance with applicable laws and the same is pending adjudication. Further, the Company is also evaluating alternative legal possibilities in the given scenario. In view of the foregoing and pending outcome of the aforesaid challenges, 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) and accordingly, no further adjustments have been made in this regard, to these standalone financial results.
12. Foreign exchange gain of Rs. 188.62 million for the quarter ended 30 September 2021 and foreign exchange loss of Rs. 877.65 million for the half year ended 30 September 2021 (foreign exchange loss of Rs. 1,066.27 million for the quarter ended 30 June 2021, foreign exchange gain of Rs. 1,709.05 million and Rs. 1,458.35 million for the quarter and half year ended 30 September 2020 respectively and Rs. 2,246.99 million for the year ended 31 March 2021), arising from restatement of lease liabilities.
13. During the quarter, no additional stock options were granted to employees and 35,000 stock options were exercised by eligible employees under employee stock option scheme of the Company.
14. Other non-current assets as at 30 September 2021 include Rs. 1,159.13 million (Rs. 1,389.81 million as on 30 June 2021) 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. During this quarter, 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 September 2021 have been shown as recoverable.

15. Previous periods/year's figures have been regrouped/reclassified wherever considered necessary to conform to current periods' presentation.

For SpiceJet Limited

Place: Gurugram
Date: 12 November 2021

Ajay Singh
Chairman and Managing Director



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Statement of Unaudited Consolidated Financial Results for the quarter and year to date period ended 30 September 2021 (Rupees in millions, unless otherwise stated)

S.No.	Particulars	Quarter ended			Year to date period ended		Year Ended	
		30 September 2021 Unaudited	30 June 2021 Unaudited	30 September 2020 Unaudited	30 September 2021 Unaudited	30 September 2020 Unaudited	31 March 2021 Audited	
1	Income							
	a) Revenue from operations	13,045.19	10,832.40	10,316.57	23,877.59	15,212.52	49,868.07	
	b) Other operating revenues	409.20	417.60	389.05	826.80	703.54	1,846.41	
	Total revenue from operations	13,454.39	11,250.00	10,705.62	24,704.39	15,916.06	51,714.48	
	Other income (refer note 7 and 9)	1,870.84	1,699.87	2,337.42	3,570.71	4,185.87	8,268.76	
	Total income	15,325.23	12,949.87	13,043.04	28,275.10	20,101.93	59,983.24	
2	Expenses							
	a) Operating expenses							
	- Aviation turbine fuel	6,150.53	4,850.86	2,784.52	11,001.39	3,676.57	15,288.35	
	- Aircraft lease rentals	1,722.40	1,585.77	355.28	3,308.17	620.76	2,662.55	
	- Airport charges	1,837.64	1,425.82	1,452.62	3,263.46	2,184.39	6,469.95	
	- Aircraft maintenance costs	2,456.74	2,062.89	2,384.66	4,519.63	4,048.95	10,993.52	
	- Purchase of stock-in-trade	47.49	292.82	57.25	340.31	138.01	250.84	
	- Changes in inventory of stock-in-trade	12.06	(35.72)	-	(23.66)	-	(74.64)	
	- Other operating costs	1,171.10	1,023.05	971.57	2,194.15	1,699.67	4,310.83	
	b) Employee benefits expense	1,663.78	1,714.91	1,073.34	3,378.69	2,771.77	6,852.78	
	c) Finance costs	1,137.75	1,373.96	1,391.49	2,511.71	2,788.67	4,816.57	
	d) Depreciation and amortisation expense	3,425.34	3,488.08	4,161.82	6,913.42	8,644.33	15,611.93	
	e) Other expenses	1,475.89	1,242.04	1,149.27	2,717.93	1,986.66	5,337.05	
	f) Foreign exchange loss/(gain), (net) (refer note 12)	(69.88)	1,236.56	(1,682.65)	1,166.68	(1,396.56)	(2,237.63)	
	Total expenses	21,030.84	20,261.04	14,099.17	41,291.88	27,163.22	70,282.10	
3	Loss before exceptional items and taxes (1-2)	(5,705.61)	(7,311.17)	(1,056.13)	(13,016.78)	(7,061.29)	(10,298.86)	
4	Exceptional items	-	-	-	-	-	-	
5	Loss before tax (3+4)	(5,705.61)	(7,311.17)	(1,056.13)	(13,016.78)	(7,061.29)	(10,298.86)	
6	Tax expense	-	-	-	-	-	-	
7	Loss for the period/year (5-6)	(5,705.61)	(7,311.17)	(1,056.13)	(13,016.78)	(7,061.29)	(10,298.86)	
8	Other comprehensive income (net of tax)							
	Items that will not be reclassified to profit or loss							
	Remeasurement gains and (losses) on defined benefit obligations	45.55	4.25	(29.25)	49.80	(21.51)	16.99	
	Income-tax impact	-	-	-	-	-	-	
9	Total comprehensive income (7+8)	(5,660.06)	(7,306.92)	(1,085.38)	(12,966.98)	(7,082.80)	(10,281.87)	
10	Net loss for the year attributable to:							
	- Owners of the Holding Company	(5,705.57)	(7,311.17)	(1,056.13)	(13,016.74)	(7,061.29)	(10,298.86)	
	- Non-controlling interests	(0.04)	-	-	(0.04)	-	-	
11	Other comprehensive income for the year attributable to:							
	- Owners of the Holding Company	45.55	4.25	(29.25)	49.80	(21.51)	16.99	
	- Non-controlling interests	-	-	-	-	-	-	
12	Total comprehensive income for the year attributable to:							
	- Owners of the Holding Company	(5,660.02)	(7,306.92)	(1,085.38)	(12,966.94)	(7,082.80)	(10,281.87)	
	- Non-controlling interests	(0.04)	-	-	(0.04)	-	-	
13	Paid-up equity share capital (Face value Rs.10 per equity share)	6,013.88	6,013.53	6,002.75	6,013.88	6,002.75	6,009.37	
14	Other equity						(32,051.85)	
15	Earnings per share							
	a) Basic (Rs.)	(9.49)	(12.16)	(1.76)	(21.64)	(11.76)	(17.14)	
	b) Diluted (Rs.) (refer note 5)	(9.49)	(12.16)	(1.76)	(21.64)	(11.76)	(17.14)	
		Earnings per share information not annualised						
	See accompanying notes to the statement of Unaudited Consolidated Financial Results							



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Notes to the Statement of Unaudited Consolidated Financial Results - 30 September 2021

1 Statement of Assets and Liabilities			(Rupees in millions, unless otherwise stated)	
Particulars	As at 30 September 2021 (Unaudited)	As at 31 March 2021 (Audited)		
A ASSETS				
1 Non-current assets				
(a) Property, plant and equipment	14,019.87	14,792.13		
(b) Capital work-in-progress	58.35	58.35		
(c) Right of use assets	50,869.66	55,411.94		
(d) Intangible assets	77.59	123.16		
(e) Financial assets				
(i) Investments	0.17	0.61		
(ii) Other financial assets	9,039.76	9,828.88		
(f) Income-tax assets	278.78	304.46		
(g) Other non-current assets (refer note 5)	5,668.35	7,134.13		
Sub-total: Non-current assets	80,012.53	87,653.66		
2 Current assets				
(a) Inventories	1,618.39	1,672.92		
(b) Financial assets				
(i) Investments	4.27	4.16		
(ii) Trade receivables	3,427.69	3,211.19		
(iii) Other receivables (refer note 7)	20,209.16	16,933.84		
(iv) Cash and cash equivalents	440.65	330.91		
(v) Bank balances other than (iv) above	283.80	24.33		
(vi) Other financial assets	2,812.63	1,720.57		
(c) Other current assets	3,766.63	2,124.59		
Sub-total: Current assets	32,563.22	26,022.51		
TOTAL - ASSETS	112,575.75	113,676.17		
B EQUITY AND LIABILITIES				
1 Equity				
(a) Equity share capital	6,013.88	6,009.37		
(b) Other equity	(44,997.79)	(32,051.82)		
Equity attributable to the owners of the Holding Company	(38,983.91)	(26,042.45)		
(c) Non-controlling interests	(0.04)	-		
Sub-total: Equity	(38,983.95)	(26,042.45)		
2 Non-current liabilities				
(a) Financial liabilities				
(i) Borrowings	3,821.02	3,026.74		
(ii) Lease liabilities	49,098.50	53,635.92		
(b) Provisions	4,480.84	5,055.34		
(c) Other non-current liabilities	127.08	135.62		
Sub-total: Non-current liabilities	57,527.44	61,853.62		
3 Current liabilities				
(a) Financial liabilities				
(i) Borrowings	8,467.57	7,652.38		
(ii) Lease liabilities	36,109.71	30,862.03		
(iii) Trade payables				
a. Total outstanding dues of micro enterprises and small enterprises	491.93	518.22		
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	24,293.71	16,767.28		
(iv) Other financial liabilities	890.15	422.18		
(b) Other current liabilities (refer note 7)	17,650.62	16,265.32		
(c) Provisions	6,128.57	5,377.59		
Sub-total: Current liabilities	94,032.26	77,865.00		
TOTAL - EQUITY AND LIABILITIES	112,575.75	113,676.17		



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Notes to the Statement of Unaudited Consolidated Financial Results - 30 September 2021

2. Cash flow statement for the period ended 30 September 2021

		(Rupees in millions, unless otherwise stated)	
		For the year to date period ended	
		30 September 2021	30 September 2020
		(Unaudited)	(Unaudited)
Cash flows from operating activities			
Loss before tax and exceptional items		(13,016.78)	(7,061.29)
Adjustments for:			
Depreciation and amortisation expense		6,913.42	8,644.33
Provision for doubtful claims and advances		-	-
Impairment recognised/(reversed) of trade receivables		34.06	(1.43)
Profit on sale of property, plant and equipment (net)		(0.18)	(0.31)
Advances/other balances written off		12.99	26.59
Share based payment expense		20.90	35.01
Liabilities/provision no longer required written back		(204.92)	(915.27)
Interest on lease liabilities		1,623.69	1,908.43
Other borrowing cost		888.02	880.24
Net gain on financial assets measured at fair value through profit or loss		(0.11)	(0.18)
Finance income		(288.83)	(278.50)
Unrealised foreign exchange (gain)/loss		1,143.86	(1,612.59)
Operating (loss)/profit before working capital changes		(2,873.88)	1,625.03
Movements in working capital:			
Trade and other receivables		(3,319.76)	(3,261.32)
Inventories		54.53	86.23
Other financial assets		(68.68)	(406.94)
Other assets		(257.87)	(183.46)
Trade payables		4,501.69	4,523.02
Other financial liabilities		384.59	(127.35)
Other liabilities		1,376.76	(320.79)
Provisions		633.67	(2,260.35)
Cash flows from/(used in) operations		431.05	(325.93)
Income taxes received/(paid) (net of refunds)		25.68	170.55
Net cash flows from/(used in) operating activities		456.73	(155.38)
Cash flow from investing activities			
Purchase of property, plant and equipment and capital work in progress (including capital advances)		(16.45)	(361.43)
Proceeds from sale of property, plant and equipment		0.36	0.31
Purchase of investments		-	(0.10)
Proceeds from bank deposits		(259.47)	117.53
(Paid)/received in margin money		(164.85)	2,084.04
Finance income received		253.63	416.36
Net cash (used in)/flows from investing activities		(186.78)	2,256.71
Cash flow from financing activities			
Proceeds from issue of equity shares on exercise of stock options		4.51	1.99
Repayment of long-term borrowings		1,475.18	-
Movement in short-term borrowings (net)		-	71.01
Repayment of lease liabilities (including interest)		(1,458.18)	(1,745.24)
Finance costs paid		(176.14)	(178.45)
Net cash used in financing activities		(154.63)	(1,850.69)
Net increase in cash and cash equivalents		115.32	250.64
Effects of exchange difference on cash and cash equivalents held in foreign currency		(5.58)	(4.98)
Cash and cash equivalents at the beginning of the year		330.91	298.08
Cash and cash equivalents at the end of the year		440.65	543.74
Notes :			
Components of cash and cash equivalents			
Balance with banks in current accounts		375.62	476.19
Fixed deposits		0.33	0.13
Cash on hand		64.70	67.42
		440.65	543.74

Notes to the Statement of unaudited consolidated financial results for the quarter ended 30 September 2021 and year-to-date period from 1 April 2021 to 30 September 2021

3. The consolidated financial results for the quarter ended 30 September 2021 and year to date period from 1 April 2021 to 30 September 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 12 November 2021 and is subject to a limited review by the statutory auditors. The above statement includes the financial information of the following subsidiaries of the SpiceJet Limited (the “Holding Company” or 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 (from 11 November 2020), and
 - Spice Ground Handling Services Private Limited (from 13 October 2020)
4. Operating segments of the Group are Air Transport Services, and Freighter 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 standalone financial results.

(Rs in millions)

Particulars	Quarter ended			Period ended		Year ended
	(Unaudited) 30 Sept 2021	(Unaudited) 30 June 2021	(Unaudited) 30 Sept 2020	(Unaudited) 30 Sept 2021	(Unaudited) 30 Sept 2020	(Audited) 31 March 2021
a. Air transport services	8,485.98	6,214.49	8,280.08	14,700.47	11,768.29	40,501.91
b. Freighter and logistics services	4,978.90	4,727.94	2,269.77	9,706.84	3,928.45	11,175.39
c. Others	28.41	352.57	155.77	380.98	219.32	373.18
d. Elimination	(38.90)	(45.00)	-	(83.90)	-	(336.00)
Total	13,454.39	11,250.00	10,705.62	24,704.39	15,916.06	51,714.48
a. Air transport services	(4,955.87)	(7,593.69)	(1,307.32)	(12,549.56)	(7,740.50)	(11,379.70)
b. Freighter and logistics services	(661.15)	302.95	209.17	(358.20)	691.23	1,309.01
c. Others	(88.59)	(20.43)	42.02	(109.02)	(12.02)	(228.17)
Total	(5,705.61)	(7,311.17)	(1,056.13)	(13,016.78)	(7,061.29)	(10,298.86)
a. Air transport services	110,395.40	110,558.17	118,784.17	110,395.40	118,784.17	111,701.49
b. Freighter and logistics services	1,295.44	1,014.90	844.30	1,295.44	844.30	1,122.82
c. Others	884.91	730.99	751.19	884.91	751.19	851.85
Total	112,575.75	112,304.07	120,379.66	112,575.75	120,379.66	113,676.17
a. Air transport services	149,381.82	143,342.25	142,839.05	149,381.82	142,839.05	137,780.73
b. Freighter and logistics services	1,210.51	1,218.08	237.41	1,210.51	237.41	992.83
c. Others	967.36	1,078.48	169.54	967.36	169.54	945.06
Total	151,559.70	145,638.81	143,246.00	151,559.70	143,246.00	139,718.62

* This includes inter-segment revenue

Segment revenue and expenses, and segment assets and liabilities, 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 Holding Company had, in earlier financial years, received amounts aggregating 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 Holding Company, the Holding 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 Holding Company has complied with these requirements.

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 Holding 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 Holding Company under law. Further, the Holding Company was entitled to receive from the counterparty, under the said Award, an amount of Rs.290.00 million of past interest/servicing charges. Consequent to the Award, and without prejudice to the rights and remedies it may have in the matter, the Holding 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 interest/servicing charges receivable of Rs.290.00 million, above. During the quarter ended 31 March 2019, the Court had ordered release of Rs.2,500 million, out of the amount deposited by the Holding 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 Holding 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 Holding Company, its present promoter and the counterparties have challenged various aspects of the Award, including the above-mentioned interest obligations and rights, petitions for which have been admitted by the Court, as a result of which the matter is currently sub-judice.

Further, the Court vide its order dated 2 September 2020 in the said matter, directed the Holding 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 Holding Company under law). The Holding Company preferred a Special Leave Petition before the Hon’ble Supreme Court of India against the aforesaid Order and the Hon’ble Supreme Court of India pursuant to its order dated 6 November 2020, has stayed the deposit of Rs. 2,429.37 million. Accordingly, based on the foregoing and also legal advice obtained by management, no additional amounts have been accounted for in this regard.

In view of the foregoing and pending outcome of the aforesaid challenges at the Court, 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 results. The auditors have included an ‘emphasis of matter’ paragraph in their review report, in respect of this matter and the matter stated in Note 8 below.

6. The effects of the matter stated in Note 5 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, 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.

7. Following the worldwide grounding during March 2019 of Boeing 737 MAX aircraft due to technical reasons, the Holding Company's fleet of thirteen Boeing 737 MAX aircraft continues to be grounded. Despite its inability to undertake revenue operations, the Holding Company continues to incur various costs with respect to these aircraft. As a result of the above, and the uncertainty in timing of return operations of these aircraft, the Holding Company is in the process of raising claims on the aircraft manufacturer towards cost and losses, which are currently under discussion. Consequently, and without in any manner limiting or prejudicing the legal and the commercial rights of the Holding Company towards its claim in this regard, certain costs (including, inter alia, aircraft and supplemental lease rentals and certain other identified expenses relating to the Boeing 737 MAX aircraft) aggregating Rs. 1,460.85 million and Rs. 2,896.54 million for the quarter and half year ended 30 September 2021 (Rs. 1,435.69 million for quarter ended 30 June 2021, Rs. 1,388.70 million and Rs. 2,789.18 million for the quarter and half year, 30 September 2020 respectively, and Rs. 5,604.48 for the year ended 31 March 2021) have been recognised as other income. Further, Holding Company has recognised the related foreign exchange loss on restatement of these balances of Rs. 7.20 million for the quarter ended 30 September 2021 and foreign exchange gain of Rs. 187.34 million for the half year ended 30 September 2021 (foreign exchange gain of Rs. 194.53 million for the quarter ended 30 June 2021 and foreign exchange loss of Rs. 184.65 million and Rs. 171.93 million for the quarter and half year ended 30 September 2020 respectively, and foreign exchange loss of Rs.270.61 million for the year ended 31 March 2021). Based on current advanced stage of discussions with the aircraft manufacturer and considering the interim offer received from the aircraft manufacturer, its own assessment and legal advice obtained by the Holding Company, the management is confident of realization of the income recognized by the Holding Company upon conclusion of discussions with the aircraft manufacturer. The auditors have qualified their review report in this regard.
8. The Covid-19 pandemic (declared as such by the World Health Organisation on 11 March 2020), has contributed to a significant decline and volatility, and a significant decrease in economic activity, in global and Indian markets. The Indian Government had announced a strict lockdown to contain the spread of the virus till 31 May 2020, which was extended by certain states, with varying levels of relaxations. The impact of Covid-19 has led to significant disruptions and dislocations for individuals and businesses and has had consequential impact of grounding the passenger airline operations. The Group is required to adhere to various regulatory restrictions, which severely impacts its operations and have their own additional financial implications. As per Government guidelines, the Group had stopped all passenger travel from 25 March 2020 to 24 May 2020. The Government allowed operations of the domestic flights effective 25 May 2020 in a calibrated manner. However, the scheduled international/commercial passenger service is continued to be suspended. The operation was ramping up in a phased manner in accordance with Government directions, however starting March 2021, the second wave of the Covid-19 has hit the country which leads to significant drop in demand and as per revised Government guidelines the domestic operation was also restricted which continued to have severe impact on the Group's revenue and profitability for the quarter ended 30 September 2021.

The impact of Covid-19 is not specific to the Group but is applicable across the entire aviation industry within and outside India. While there is uncertainty in the revenue operation in the short-term which is expected to normalise in the long-term. It is also to be noted that while generally the passenger business was either suspended or very low demand during the lockdown period and/ or restricted operation period, the Group further enhanced its cargo operations which were fulfilled by dedicated fleet of freighter aircraft and passenger converted aircraft.

The Group has also renegotiated/is renegotiating various operating contracts (including, in particular, contracts with aircraft lessors, as referred in Note 9 below), and has reassessed their maintenance provisions (having regard to contractual obligations and current maintenance conditions), based on the anticipated scale of operations in the immediate future and the Group's expectations of the timing of re-introduction of Boeing 737 Max aircraft into its operations. Further, the Group is in negotiations with lessors/lenders regarding deferment of dues and other waivers, and also assessed the recoverability and carrying values of its assets while preparing the Group consolidated financial result for the quarter ended 30 September 2021. The management is confident that they have considered all known potential impacts arising from the Covid-19 pandemic on the Group's business, and where relevant, have accounted for the same in these consolidated financial results. However, the full extent of impact of the Covid-19 pandemic on the Group's operations, and financial metrics will depend on future developments across the geographies that the Group operates in, and the governmental, regulatory and the Group's responses thereto, which is continuing to be highly uncertain and incapable of estimation at this time. The impact of the Covid-19 pandemic on the financial position and its financial performance might be different from that estimated as at the date of approval of these consolidated financial results. The auditors have drawn an 'emphasis of matter' in their review report in this regard.

9. Pursuant to the renegotiations with lessors, the Group has recognised the impact (as reduction in finance cost) of Rs.162.91 million for the quarter ended 30 September 2021 (Rs. Nil for the quarter ended 30 June 2021, Rs.1,210.62 million for the year ended 31 March 2021 and Rs. 125.16 million during the quarter ended 30

September 2020, respectively) in these consolidated financial results, arising from rental concessions concluded, in line with the guidance prescribed in Ind AS 116, read with the amendment thereto vide Ministry of Corporate Affairs notification dated 24 July 2020 and 18 June 2021, relating to Covid-19-Related Rent Concessions.

10. The Group incurred net loss (after other comprehensive income) of Rs. 5,660.02 million and Rs. 12,966.94 million for the quarter and half year ended 30 September 2021, respectively, and as of that date, the Group has negative retained earnings of Rs. 55,200.68 million and negative net worth (except non-controlling interest) of Rs. 38,983.91 as at 30 September 2021. The losses have been primarily driven by adjustments on account of implementation of Ind AS 116, adverse foreign exchange rates, fuel prices, pricing pressures, and the impact of Covid-19 (first wave and recent second wave), whose effects have continued to have an impact on the financial results for the quarter and half year ended 30 September 2021.

On account of its operational and financial position, and the impact of the ongoing Covid-19 pandemic, the Group has deferred payments to various parties, including lessors and other vendors and its dues to statutory authorities. Where determinable, the Group 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. 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 settlements in order to minimize/avoid any or further penalties. In view of the foregoing, no amounts of such penalties have been recorded in these consolidated financial results.

The Group continues to implement various measures such as 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 Group establish consistent profitable operations and cash flows in the future. Further, improvements in certain macroeconomics factors relevant to the Group's business and operations, as well as the renegotiation with vendors discussed in Note 7 above, and the Group's expectations of the timing of re-introduction of Boeing 737 MAX aircraft into its operations are expected to increase operational efficiency and support cash-profitable operations.

With increased Cargo operations as compared to previous year, the Group has earned revenue of Rs. 4,978.90 million during the current quarter, compared to Rs. 4,727.94 million in the quarter ended 30 June 2021 and Rs. 2,269.77 million in the quarter ended 30 September 2020. Due to revised guidelines of the Government on restriction in operation effective 20 April 2021 which leads to low demand, the Group has earned revenue from passenger business of Rs. 8,485.98 million during the current quarter, compared to Rs. 6,214.49 million in the quarter ended 30 June 2021 and Rs. 8,280.08 million for the quarter ended 30 September 2020. The Group also continues to remain confident of accommodation of the aircraft manufacturer in respect of the matter discussed in Note 7 above. During this quarter, the Holding Company has able to raise funds from Bank for an amount of Rs 200 million in addition to Rs. 1,270.00 million raised during the quarter ended 30 June 2021, under Emergency Credit Line Guarantee Scheme ('ECLGS') scheme. Further, the Group is in continuous discussions with banks/financial institution to raise additional funds. Based on the foregoing and their 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. These conditions indicate the existence of uncertainty that may create doubt about the Group's ability to continue as a going concern. However, based on the factors mentioned in this note including re-negotiation of payment terms to various parties, the management is of the view that the going concern basis of accounting is appropriate. The auditors have included 'Material Uncertainty Related to Going Concern' paragraph in their review report.

11. The aircraft manufacturer of Q400 aircraft initiated a claim against the Holding Company in the foreign court amounting to approximately Rs.3,200 million for declarations, liquidated damages, interest and costs relating to the Holding Company's alleged breaches of, and the manufacturer's purported termination of the purchase agreement for certain undelivered aircraft. The foreign court has decided a summary judgement in favour of the aircraft manufacturer and the aircraft manufacturer has filed an execution petition before Indian court of law for execution of the said summary judgement. The said execution petition is presently contested by the Holding Company in accordance with applicable laws and the same is pending adjudication. Further, the Holding Company is also evaluating alternative legal possibilities in the given scenario. In view of the foregoing and pending outcome of the aforesaid challenge, 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) and accordingly, no further adjustments have been made in this regard, to these consolidated financial results.

12. Foreign exchange gain of Rs.188.62 million for the quarter ended 30 September 2021 and foreign exchange loss of Rs. 877.65 million for the half year ended 30 September 2021 (foreign exchange loss of Rs.1,066.27 million for the quarter ended 30 June 2021, foreign exchange gain of Rs.1,709.05 million and Rs.1,458.35 million for the quarter and half year ended 30 September 2020 respectively and Rs.2,246.99 million for the year ended 31 March 2021), arising from restatement of lease liabilities.
13. During the quarter, no additional stock options were granted to employees and 35,000 stock options were exercised by eligible employees under employee stock option scheme of the Holding Company.
14. Other non-current assets as at 30 September 2021 include Rs. 1,159.13 million (Rs. 1,389.81 million as on 30 June 2021) represents amount paid under protest towards Integrated Goods and Services Tax 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 Holding 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. During this quarter, 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 Holding 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 September 2021 have been shown as recoverable
15. Previous periods/year's figures have been regrouped/reclassified wherever considered necessary to conform to current periods' presentation.

For SpiceJet Limited

Place: Gurugram
Date: 12 November 2021

Ajay Singh
Chairman and Managing Director