

F.No.1000/14/2013-WF/Auction
Government of India
Ministry of Communication & IT
Department of Telecommunications

18th February, 2014

Subject: Auction of 1800MHz and 900 MHz Spectrum: Update on Payment Methodology.

With reference to Section 4.5 (Payment Terms) of the Notice Inviting Applications dated 12.12.2013, all Successful Bidders in the 1800MHz and 900MHz Auction are hereby informed that they can make payment of the required amount through either one of the following two methods:

1. Through Demand Draft in favour of “Pay and Accounts Officer (HQ), DoT, New Delhi” drawn on a Scheduled Commercial Bank payable at Delhi. The Demand Draft/s must be accompanied by a covering letter listing the band, service areas and corresponding amounts in respect of which the payment is being made and handed over to the Pay and Accounts Officer (HQ), DoT, Room No. 801, Sanchar Bhawan, Ashoka Road, New Delhi during working hours from Monday to Friday;

OR

2. Through Real Time Gross settlement (RTGS)/ Core Banking facility as per the following instructions:-

(A) The Successful Bidder’s request to its Bank for transfer through RTGS, which is used for inter-bank transfers of money: or through Core Banking, if its account is with State bank of India (SBI), should contain the following details:

- (i) Bidder’s name and Account holder’s name;
- (ii) Branch’s name: **SBI New Delhi, Main Branch, IFSC Code SBIN0000691**
- (iii) Name of the A/c : **“DoT, 1800MHz & 900MHz Bands Spectrum Auction”**;
- (iv) Account No. : **32647292194**

(B) Successful Bidders need to ensure that the remitting Bank puts “Bidder’s name, band and the number of service area/s for which the payment pertains” under the column “Sender to Receiver information “ in case of RTGS, or in the “Narration Line” in case of remitting bank being SBI (core banking) while transferring the money.

(C) Successful Bidders must take the UTR Number (in case of RTGS) or Journal Number (in case remitting bank is SBI and method of transfer is core banking) of credit transaction to the Account as detailed in (A) above and mail the following information to vijendratandon@gmail.com and rckumar.dot@gmail.com:

- (a) In case of RTGS-UTR Number of credit transaction.

OR

In case of Core Banking (Remitting bank being SBI)-

- (i) Journal Number of the credit transaction;
 - (ii) SBI Account Number from which the amount has been transferred;
 - (iii) Cheque Number (if any) used to transfer the money;
 - (iv) Date of transaction.
- (b) Name of the Company;
 - (c) Total amount transferred;
 - (d) Band, names of the service areas and the corresponding amounts for each of the service areas (total should tally with the figure at (C) above.)

Please note that the last date for payment is **27th February 2014**. If the payment is not received by the last date, the EMD will be forfeited. This will be without prejudice to any other action that DoT might take. The Bidder-wise amounts payable along with instructions is attached (Annexure-I).

After making the payment, the Successful Bidder may apply in accordance with NIA provisions.

Encl: as above (one)

-Sd-

(V. N. TANDON)

Director,

(WF)

Ph. 23036215

9868217076

To all successful bidders in the 1800MHz & 900MHz Band Spectrum auction.

Copy to:

- (i) Wireless Advisor, DoT
- (ii) DDG (AS-I)
- (iii) Director (WR)/ADG(WR)
- (iv) Director (TA-II)/PAO (HQ), DoT- He may book the amounts received under HoA 127500-103-01-02

Vodafone India Limited

Service Area in 1800 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (33% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Andhra Pradesh	3.00	97.80	97.80	322,740,000.00	129,037,320.00
Delhi	40.00	2912.00	2912.00	9,609,600,000.00	3,842,092,800.00
Gujarat	22.00	1046.32	1046.32	3,452,856,000.00	1,380,514,608.00
Haryana	12.00	64.80	64.80	213,840,000.00	85,497,120.00
Karnataka	25.00	775.00	775.00	2,557,500,000.00	1,022,535,000.00
Kerala	35.00	364.00	364.00	1,201,200,000.00	480,261,600.00
Kolkata	40.00	584.00	584.00	1,927,200,000.00	770,529,600.00
Mumbai	41.00	2230.40	2230.40	7,360,320,000.00	2,942,789,760.00
Punjab	3.00	32.40	32.40	106,920,000.00	42,748,560.00
Rajasthan	4.00	20.80	20.80	68,640,000.00	27,443,520.00
Uttar Pradesh (East)	20.00	256.00	256.00	844,800,000.00	337,766,400.00
Total	245	8,383.52	8,383.52	27,665,616,000.00	11,061,216,288.00
Total Service Areas in which Blocks Won		11			

Service Area in 900 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (25% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Delhi	5.00	3704.80	3704.80	9,262,000,000.00	5,471,619,120.00
Kolkata	7.00	1362.41	1362.41	3,406,025,000.00	2,012,143,329.00
Mumbai	11.00	6193.99	6193.99	15,484,975,000.00	9,147,903,831.00
Total	23	11,261.20	11,261.20	28,153,000,000.00	16,631,666,280.00
Total Service Areas in which Blocks Won		3			

Grand Total of the amount to be paid	19,644.72 (in Rs. Crores)	Upfront- 55,818,616,000.00 (in Rs.)	Installment- 27,692,882,568.00 (in Rs.)
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Bharti Airtel Limited

Service Area in 1800 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (33% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Andhra Pradesh	44.00	1434.40	1434.40	4,733,520,000.00	1,892,547,360.00
Delhi	35.00	2548.00	2548.00	8,408,400,000.00	3,361,831,200.00
Himachal Pradesh	51.00	61.20	61.20	201,960,000.00	80,747,280.00
Jammu & Kashmir	13.00	15.86	15.86	52,338,000.00	20,925,684.00
Karnataka	44.00	1364.00	1364.00	4,501,200,000.00	1,799,661,600.00
Kerala	25.00	260.00	260.00	858,000,000.00	343,044,000.00
Kolkata	25.00	365.00	365.00	1,204,500,000.00	481,581,000.00
Madhya Pradesh	29.00	292.32	292.32	964,656,000.00	385,687,008.00
Mumbai	30.00	1632.00	1632.00	5,385,600,000.00	2,153,260,800.00
North East	35.00	49.00	49.00	161,700,000.00	64,650,600.00
Orissa	25.00	80.00	80.00	264,000,000.00	105,552,000.00
Punjab	41.00	442.80	442.80	1,461,240,000.00	584,230,320.00
Rajasthan	41.00	213.20	213.20	703,560,000.00	281,296,080.00
Tamil Nadu	25.00	1040.00	1040.00	3,432,000,000.00	1,372,176,000.00
West Bengal	22.00	108.24	108.24	357,192,000.00	142,811,856.00
Total	485	9,906.02	9,906.02	32,689,866,000.00	13,070,002,788.00
Total Service Areas in which Blocks Won		15			

Service Area in 900 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (25% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Delhi	6.00	4445.76	4445.76	11,114,400,000.00	6,565,942,944.00
Kolkata	7.00	1362.41	1362.41	3,406,025,000.00	2,012,143,329.00
Mumbai	5.00	2815.45	2815.45	7,038,625,000.00	4,158,138,105.00
Total	18	8,623.62	8,623.62	21,559,050,000.00	12,736,224,378.00
Total Service Areas in which Blocks Won		3			

Grand Total of the amount to be paid	18,529.64 (In Rs. Crores)	Upfront-54,248,916,000.00 (in Rs.)	Installment-25,806,227,166.00 (in Rs.)
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Aircel Limited

Service Area in 1800 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (33% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Jammu & Kashmir	9.00	10.98	10.98	36,234,000.00	14,487,012.00
North East	9.00	12.60	12.60	41,580,000.00	16,624,440.00
Rajasthan	8.00	41.60	41.60	137,280,000.00	54,887,040.00
Uttar Pradesh (East)	9.00	115.20	115.20	380,160,000.00	151,994,880.00
West Bengal	6.00	29.52	29.52	97,416,000.00	38,948,688.00
Total	41	209.90	209.90	692,670,000.00	276,942,060.00
Total Service Areas in which Blocks Won		5			

Grand Total of the amount to be paid	209.90 (in Rs. Crores)	Upfront- 692,670,000.00 (in Rs.)	Installment- 276,942,060.00 (in Rs.)
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Idea Cellular Limited

Service Area in 1800 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (33% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Andhra Pradesh	30.00	978.00	978.00	3,227,400,000.00	1,290,373,200.00
Delhi	3.00	218.40	218.40	720,720,000.00	288,156,960.00
Gujarat	8.00	380.48	380.48	1,255,584,000.00	502,005,312.00
Haryana	30.00	162.00	162.00	534,600,000.00	213,742,800.00
Karnataka	25.00	775.00	775.00	2,557,500,000.00	1,022,535,000.00
Kerala	50.00	520.00	520.00	1,716,000,000.00	686,088,000.00
Madhya Pradesh	35.00	352.80	352.80	1,164,240,000.00	465,484,320.00
Maharashtra	45.00	2613.15	2613.15	8,623,395,000.00	3,447,790,110.00
Mumbai	10.00	544.00	544.00	1,795,200,000.00	717,753,600.00
North East	25.00	35.00	35.00	115,500,000.00	46,179,000.00
Punjab	40.00	432.00	432.00	1,425,600,000.00	569,980,800.00
Total	301	7,010.83	7,010.83	23,135,739,000.00	9,250,089,102.00
Total Service Areas in which Blocks Won		11			

Service Area in 900 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (25% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Delhi	5.00	3704.80	3704.80	9,262,000,000.00	5,471,619,120.00
Total	5	3,704.80	3,704.80	9,262,000,000.00	5,471,619,120.00
Total Service Areas in which Blocks Won		1			

Grand Total of the amount to be paid	10,715.63 (in Rs. Crores)	Upfront- 32,397,739,000.00 (in Rs.)	Installment- 14,721,708,222.00 (in Rs.)
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Reliance JIO Infocomm Limited

Service Area in 1800 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (33% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Andhra Pradesh	29.00	945.40	945.40	3,119,820,000.00	1,247,360,760.00
Assam	27.00	194.94	194.94	643,302,000.00	257,203,836.00
Bihar	0.00	0.00	0.00	-	-
Delhi	27.00	1965.60	1965.60	6,486,480,000.00	2,593,412,640.00
Gujarat	30.00	1426.80	1426.80	4,708,440,000.00	1,882,519,920.00
Karnataka	25.00	775.00	775.00	2,557,500,000.00	1,022,535,000.00
Kerala	25.00	260.00	260.00	858,000,000.00	343,044,000.00
Kolkata	25.00	365.00	365.00	1,204,500,000.00	481,581,000.00
Madhya Pradesh	32.00	322.56	322.56	1,064,448,000.00	425,585,664.00
Maharashtra	25.00	1451.75	1451.75	4,790,775,000.00	1,915,438,950.00
Mumbai	33.00	1795.20	1795.20	5,924,160,000.00	2,368,586,880.00
North East	32.00	44.80	44.80	147,840,000.00	59,109,120.00
Orissa	25.00	80.00	80.00	264,000,000.00	105,552,000.00
Tamil Nadu	31.00	1289.60	1289.60	4,255,680,000.00	1,701,498,240.00
West Bengal	28.00	137.76	137.76	454,608,000.00	181,760,544.00
Total	394	11,054.41	11,054.41	36,479,553,000.00	14,585,188,554.00
Total Service Areas in which Blocks Won		14			

Grand Total of the amount to be paid	11,054.41 (in Rs. Crores)	Upfront- 36,479,553,000.00 (in Rs.)	Installment- 14,585,188,554.00 (in Rs.)
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Telewings Communication Services Limited

Service Area in 1800 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (33% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Andhra Pradesh	7.00	228.20	228.20	753,060,000.00	301,087,080.00
Assam	30.00	216.60	216.60	714,780,000.00	285,782,040.00
Bihar	11.00	94.82	94.82	312,906,000.00	125,105,508.00
Uttar Pradesh (East)	9.00	115.20	115.20	380,160,000.00	151,994,880.00
Uttar Pradesh (West)	10.00	189.90	189.90	626,670,000.00	250,554,060.00
Total	67	844.72	844.72	2,787,576,000.00	1,114,523,568.00
Total Service Areas in which Blocks Won		5			

Grand Total of the amount to be paid	844.72 (in Rs. Crores)	Upfront- 2,787,576,000.00 (in Rs.)	Installment- 1,114,523,568.00 (in Rs.)
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Reliance Communication Limited

Service Area in 1800 MHz Band	Total Blocks Won	Total Winning Amount (In Rs. Crores)	Amount to be paid (in case of full upfront payment) (In Rs. Crores)	Upfront Payment Amount in case of Deferred Payment Option (33% of Final Bid Amount) (In Rs.)	Installment and FBG Amount (in case of Deferred Payment Option) (INR)
Mumbai	3.00	163.20	163.20	538,560,000.00	215,326,080.00
Total	3	163.20	163.20	538,560,000.00	215,326,080.00
Total Service Areas in which Blocks Won		1			

Grand Total of the amount to be paid	163.20 (in Rs. Crores)	Upfront- 538,560,000.00 (in Rs.)	Installment- 215,326,080.00 (in Rs.)
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Instructions:

1. Successful bidders shall have the option of either making full upfront payment by **27-02-2014**, in accordance with the payment methodology as detailed in this letter, or of using the deferred payment option as detailed in Para 2, detailed below.

2. (a) Upfront payment of the amount, as given in the tables on preceding pages, to be made by **27-02-2014**, in accordance with the payment methodology.

(b) The 1st Instalment of the balance due shall become due on the third anniversary of the scheduled date of the first payment. Subsequent instalment shall become due on the same date of each following year. Pre-payment of one or more instalments will be allowed on each annual anniversary date of the first upfront payment, based upon the principle that the net present value of the payment is protected.

(c) The successful bidder shall securitize the annual instalment for the deferred payment through a financial bank guarantee (FBG) **to be given separately for each of the Service Area in each Band where the bidder has won spectrum (in the format, as specified in Clause 8.3.2.1 in Amendment No. 2 to NIA, the date of NIA in the format to be read as 12th December 2013)** of an amount of one annual instalment. On payment of 1st instalment and each instalment thereafter, the financial bank guarantee shall be renewed for a further period of one year and submitted at least one month prior to the date of expiry of validity of the financial bank guarantee submitted earlier. In case of non-renewal, the Financial Bank Guarantee will be encashed and the amount kept as non-interest bearing deposit with the DoT till such bank guarantee is renewed and instalment due is paid. Payment of due instalment and renewal of Financial Bank Guarantee (FBG) shall be done by the successful bidder as per the schedule without the necessity for the DoT to raise any demand or notice for the same.

(d) The successful bidder will have to submit an FBG equal to the annual instalment along with the upfront payment which shall be valid for 3 years. FBG may be handed over to Sh. Vijendra N. Tandon, Director(WF), Room No. 1109, Sanchar Bhawan, Ashoka Road, New Delhi. Thereafter, proof of payment and the renewed financial bank guarantee shall be submitted to the WR section of this Directorate. Further monitoring in respect of receipt of payment from the bidder will be done by WR section.

(e) In case of overdue payments, penal interest shall be charged on the delayed amount from the due date at the prime lending rate of the State Bank of India, applicable on the due date, plus 2% (compounded monthly), and a part of the month shall be reckoned as a full month for the purpose of calculation of interest.

(f) If due payments are not received within time plus a grace period of 10 days, the sum shall be recovered by encashing the Financial Bank Guarantee.

(g) In the event of default in payment of instalments, in addition to the action as provided in the paras above, DOT may terminate the license and spectrum allotment/ assignment, in which case, the allotted/ assigned spectrum will revert back to DOT. The FBGs in such cases will be encashed. This would be without prejudice to any other remedy DOT may decide to resort to.