



**TATA**

**TATA COMMUNICATIONS LIMITED**

REGD. OFFICE: VSB, M.G. ROAD, FORT, MUMBAI-400001.

**A. UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2009**

(Rs. in Lakhs)

	Particulars	For the quarter ended December 31,		For the nine months ended December 31,		For the year ended March 31,
		2009	2008	2009	2008	2009
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
1	<b>Revenues from Telecommunication Services</b>	<b>76,975</b>	<b>99,948</b>	<b>237,187</b>	<b>286,250</b>	<b>374,943</b>
2	Expenditure					
	a. Network Costs	32,982	47,093	106,135	138,875	176,137
	b. Operating and Other Expenses	17,585	19,710	46,288	55,639	79,409
	c. Salaries and Related Costs	10,846	9,298	29,848	25,183	35,049
	d. Depreciation and Amortisation	15,156	11,295	40,526	29,473	42,527
	<b>e. Total Expenditure (2a to 2d)</b>	<b>76,569</b>	<b>87,396</b>	<b>222,797</b>	<b>249,170</b>	<b>333,122</b>
3	<b>Profit from Operations before Other Income, Interest and Exceptional Items (1 - 2)</b>	<b>406</b>	<b>12,552</b>	<b>14,390</b>	<b>37,080</b>	<b>41,821</b>
4	Other Income (net)	5,374	3,198	9,485	13,319	17,285
5	<b>Profit before Interest and Exceptional Items (3+4)</b>	<b>5,780</b>	<b>15,750</b>	<b>23,875</b>	<b>50,399</b>	<b>59,106</b>
6	Interest Cost (net)	5,675	3,586	17,284	8,440	12,862
7	<b>Profit after Interest but before Exceptional Items (5-6)</b>	<b>105</b>	<b>12,164</b>	<b>6,591</b>	<b>41,959</b>	<b>46,244</b>
8	Exceptional Items:					
	Expense / (Income)					
	a. Claim Settlement	-	-	-	9,560	9,560
	b. Profit on sale of long term Investment	-	-	-	-	(34,665)
9	<b>Profit from Ordinary Activities before Tax (7-8)</b>	<b>105</b>	<b>12,164</b>	<b>6,591</b>	<b>32,399</b>	<b>71,349</b>
10	Tax Expense (Refer note 4)	(28,075)	3,945	(25,828)	11,041	19,754
11	<b>Net Profit from Ordinary Activities after Tax (9 - 10)</b>	<b>28,180</b>	<b>8,219</b>	<b>32,419</b>	<b>21,358</b>	<b>51,595</b>
12	Extraordinary Items (net of Tax Expense)	-	-	-	-	-
13	<b>Net Profit for the period (11-12)</b>	<b>28,180</b>	<b>8,219</b>	<b>32,419</b>	<b>21,358</b>	<b>51,595</b>
14	Paid up Equity Share Capital (Face value of Rs. 10 per share)	28,500	28,500	28,500	28,500	28,500
15	Reserves excluding Revaluation Reserve	-	-	-	-	630,535
16	Earnings per Share					
	Basic and diluted earnings per share before and after Extraordinary Items (Rs.) (not annualised)	9.89	2.88	11.38	7.49	18.10

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	Particulars	For the quarter ended December 31,		For the nine months ended December 31,		For the year ended March 31,
		2009	2008	2009	2008	2009
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
17	Aggregate of Public shareholding					
	a. Number of shares	46,435,411	44,586,570	46,435,411	44,586,570	43,003,978
	b. Percentage of shareholding	16.29	15.64	16.29	15.64	15.09
18	Promoters and Promoter Group Shareholding					
	a. Pledged / Encumbered					
	- Number of Shares	30,000,000		30,000,000		30,000,000
	- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	13.82		13.82		13.81
	- Percentage of Shares (as a % of the total share capital of the Company)	10.53		10.53		10.53
	b. Non - encumbered					
	- Number of Shares	187,028,873		187,028,873		187,207,342
	- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	86.18		86.18		86.19
	- Percentage of Shares (as a % of the total share capital of the Company)	65.62		65.62		65.69

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**B. SEGMENT INFORMATION:  
Business Segments:**

(Rs. in Lakhs)

Particulars	For the quarter ended December 31,		For the nine months ended December 31,		For the year ended March 31,
	2009	2008	2009	2008	2009
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
<b>Revenues from Telecommunication Services</b>					
Wholesale Voice	29,596	46,679	93,751	133,188	174,059
Enterprise and Carrier Data	32,677	39,892	97,968	112,066	145,046
Others	14,702	13,377	45,468	40,996	55,838
<b>Total</b>	<b>76,975</b>	<b>99,948</b>	<b>237,187</b>	<b>286,250</b>	<b>374,943</b>
<b>Segment result</b>					
Wholesale Voice	8,045	10,234	18,598	22,900	33,052
Enterprise and Carrier Data	23,755	30,589	80,992	86,285	113,129
Others	7,614	7,194	24,626	24,739	34,184
<b>Total</b>	<b>39,414</b>	<b>48,017</b>	<b>124,216</b>	<b>133,924</b>	<b>180,365</b>
Less:					
(i) Interest Cost (net)	5,675	3,586	17,284	8,440	12,862
(ii) Other Unallocable Expenses (net)	33,634	32,267	100,341	83,525	121,259
<b>Profit before Taxes and Exceptional items</b>	<b>105</b>	<b>12,164</b>	<b>6,591</b>	<b>41,959</b>	<b>46,244</b>
Exceptional Expenses / (Income) (net)	-	-	-	9,560	(25,105)
<b>Profit before Taxes</b>	<b>105</b>	<b>12,164</b>	<b>6,591</b>	<b>32,399</b>	<b>71,349</b>
Tax Expense	(28,075)	3,945	(25,828)	11,041	19,754
<b>Net Profit</b>	<b>28,180</b>	<b>8,219</b>	<b>32,419</b>	<b>21,358</b>	<b>51,595</b>

**Notes to Segments:**

The Company's reportable segments are Wholesale Voice, Enterprise and Carrier Data and Others.

Revenues and expenses, which are directly identifiable to the segments, are attributed to the relevant segment. Expenses on rent of satellite channels and landlines, and royalty and license fee are allocated on the basis of usage. Segment result is segment revenues less segment expenses. Certain costs, including depreciation which is not allocable to segments have been classified as "Other Unallocable Expense (net)".

Telecommunication services are provided utilizing the Company's assets which do not generally make a distinction between the types of services. As a result, fixed assets are used interchangeably between segments. In the absence of a meaningful basis to allocate assets and liabilities between segments, no allocation has been made.

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**Notes:**

1. The above standalone results of the Company for the quarter and nine months ended December 31, 2009 have been subjected to a limited review by the statutory auditors, recommended by the audit committee and were taken on record and approved by the Board of Directors at their meeting held on January 29, 2010.
2. Other Income includes exchange loss (net) of Rs.156 lakhs (previous period gain (net) of Rs.1,052 lakhs) for the quarter ended December 31, 2009, exchange loss (net) of Rs.773 lakhs (previous period gain (net) of Rs.3,702 lakhs) for nine months ended December 31, 2009 and exchange gain (net) of Rs.4,656 lakhs (previous year Rs. nil) for the year ended March 31, 2009.
3. The results for the quarter and nine months ended December 31, 2009 includes debits of Rs. 4,690 lakhs (previous period Rs. nil) and credits of Rs.5,583 lakhs (previous period Rs. nil) relating to earlier periods towards Old Liabilities written back which have been adjusted in Other Income, Revenue from Telecommunications Services, Network Costs and Depreciation.
4. Consequent to a favorable ruling in appeal from the Income Tax Appellate Tribunal in respect of tax demands arising from disallowances in an earlier year, supported further by a legal opinion the provision made for such tax demands amounting to Rs.28,242 lakhs has been reversed in the current quarter and included as a credit under the head "Tax Expense" for the quarter and nine months ended December 31, 2009 (previous period Rs. nil).
5. The previous period's figures have been regrouped and reclassified wherever necessary to make them comparable with the current year's figures.
6. Investor Complaint status:

Outstanding as on October 01, 2009	Total received during the quarter ended December 31, 2009	Total resolved during the quarter ended December 31, 2009	Outstanding as on December 31, 2009
Nil	Nil	Nil	Nil

FOR TATA COMMUNICATIONS LIMITED



N. SRINATH  
MANAGING DIRECTOR &  
CHIEF EXECUTIVE OFFICER

Place : Mumbai.  
Date : January 29, 2010