



TATA COMMUNICATIONS LIMITED

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

A. UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2010

(Rs. In Lakhs)

	Particulars	Stand alone			Consolidated		
		For the quarter ended June 30,		For the year ended March 31,	For the quarter ended June 30,		For the year ended March 31,
		2010	2009	2010	2010	2009	2010
1	Revenues from Telecommunication and Other Services	84,401	84,289	321,804	288,450	256,167	1,102,556
2	Expenditure						
	a. Network Costs	37,113	37,911	141,504	175,558	138,915	646,899
	b. Operating and Other Expenses	13,774	15,036	63,812	47,027	47,897	200,709
	c. Salaries and Related Costs	11,619	9,507	41,844	39,889	33,559	153,712
	d. Depreciation and Amortisation	14,332	12,339	57,473	38,286	32,468	151,080
	e. Total Expenditure (2a to 2d)	76,838	74,793	304,633	300,760	252,839	1,152,400
3	Profit / (Loss) from Operations before Other Income, Interest and Exceptional Items (1 - 2)	7,563	9,496	17,171	(12,310)	3,328	(49,844)
4	Other Income (net)	2,719	735	12,575	1,594	6,328	11,953
5	Profit / (Loss) before Interest and Exceptional Items (3 + 4)	10,282	10,231	29,746	(10,716)	9,656	(37,891)
6	Interest (net)	4,346	5,251	20,641	13,328	10,595	52,056
7	Profit / (Loss) after Interest but before Exceptional Items (5 - 6)	5,936	4,980	9,105	(24,044)	(939)	(89,947)
8	Exceptional Items: Expense / (Income)						
	a. Interest on Income Tax Refund	-	-	(21,828)	-	-	(21,828)
9	Profit / (Loss) from Ordinary Activities before Tax (7-8) (Refer note 3)	5,936	4,980	30,933	(24,044)	(939)	(68,119)
10	Tax Expense	1,973	1,786	(17,385)	2,451	3,304	(14,239)
11	Net Profit / (Loss) from Ordinary Activities after Tax (9 - 10)	3,963	3,194	48,318	(26,495)	(4,243)	(53,880)
12	Extraordinary Items (net of Tax Expense)	-	-	-	-	-	-
13	Net Profit / (Loss) before Minority Interest and Associate Loss (11 - 12)	3,963	3,194	48,318	(26,495)	(4,243)	(53,880)
14	Minority Interest	-	-	-	2,504	1,977	8,860

	Particulars	Stand alone			Consolidated		
		For the quarter ended June 30,		For the year ended March 31,	For the quarter ended June 30,		For the year ended March 31,
		2010	2009	2010	2010	2009	2010
15	Share in Loss of Associates	-	-	-	(4,148)	(3,247)	(14,754)
16	Net Profit / (Loss) (13+14+15)	3,963	3,194	48,318	(28,139)	(5,513)	(59,774)
17	Paid up Equity Share Capital (Face value of Rs.10 per share)	28,500	28,500	28,500	28,500	28,500	28,500
18	Reserves excluding Revaluation Reserve	-	-	678,854	-	-	-
19	Earnings Per Share (EPS) Basic and diluted earnings per share before and after Extraordinary Items (Rs.)	1.39	1.12	16.95	(9.87)	(1.93)	(20.97)
20	Aggregate of public shareholding	47,755,749	44,981,327	46,653,301			
	a. Number of shares						
	b. Percentage of shareholding	16.76	15.78	16.37			
21	Promoters and Promoter Group Shareholding						
	a. Pledged / Encumbered						
	- Number of Shares	26,700,000	30,000,000	34,000,000			
	- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	12.30	13.82	15.67			
	- Percentage of Shares (as a % of the total share capital of the Company)	9.37	10.53	11.93			
	b. Non-encumbered						
	- Number of Shares	190,328,873	187,028,873	183,028,873			
	- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	87.70	86.18	84.33			
	- Percentage of Shares (as a % of the total share capital of the Company)	66.78	65.62	64.22			
22	Debt Service Coverage Ratio (DSCR) DSCR = (Profit from Ordinary Activities before Tax and Exceptional Items + Interest on Long-Term Loans) / (Interest on long Term Loans + Repayment of Long-Term Loans during the year)*	0.25	2.01	1.35			
23	Interest Service Coverage Ratio (ISCR) ISCR = (Profit from Ordinary Activities before Tax and Exceptional Items + Interest on Long-Term Loans) / Interest on Long-Term Loans*	2.07	2.01	1.41			

* For the purpose of the computation, Loans having original maturity of more than 360 days are considered as Long-Term Loans.

B. Segment Information:**Business Segments:**

(Rs. in lakhs)

Particulars	Stand alone			Consolidated		
	For the quarter ended June 30,		For the year ended March 31,	For the quarter ended June 30,		For the year ended March 31,
	2010	2009	2010	2010	2009	2010
Revenues from Telecommunication and Other Services						
Global Voice Solutions	25,103	34,114	124,780	159,484	135,204	613,194
Global Data and Managed Services	59,298	50,175	197,024	111,099	105,459	420,541
Others	-	-	-	17,867	15,504	68,821
Total	84,401	84,289	321,804	288,450	256,167	1,102,556
Segment result						
Global Voice Solutions	(1,091)	6,139	25,465	22,528	31,408	113,639
Global Data and Managed Services	46,906	38,285	147,890	81,150	76,738	300,543
Others	-	-	-	9,214	9,107	41,475
Total	45,815	44,424	173,355	112,892	117,253	455,657
Less :						
(i) Interest Cost (net)	4,346	5,251	20,641	13,328	10,595	52,056
(ii) Other Unallocable Expenses (net)	35,533	34,193	143,609	123,608	107,597	493,548
Profit / (Loss) before Taxes and Exceptional Items	5,936	4,980	9,105	(24,044)	(939)	(89,947)
Exceptional Expenses / (Income) (net)	-	-	(21,828)	-	-	(21,828)
Profit / (Loss) before Taxes	5,936	4,980	30,933	(24,044)	(939)	(68,119)
Tax Expense	1,973	1,786	(17,385)	2,451	3,304	(14,239)
Net Profit / (Loss) before Minority Interest and Associate Loss	3,963	3,194	48,318	(26,495)	(4,243)	(53,880)
Minority Interest	-	-	-	2,504	1,977	8,860
Share in Loss of Associates	-	-	-	(4,148)	(3,247)	(14,754)
Net Profit / (Loss) for the period	3,963	3,194	48,318	(28,139)	(5,513)	(59,774)

Notes to Segments:

Effective April 01, 2010, the Company's reportable business segments have been re-aligned into Global Voice Solutions, Global Data and Managed Services (GDMS) and Others to reflect change in the Company's Business and Organization Structure. Accordingly, all network and managed services in the Company and its subsidiaries have been aligned to GDMS and Joint Ventures and Retail Business have been aligned to Others.

Revenues and expenses, which are directly identifiable to the segments, have been attributed to the relevant segments. The allocable enterprise expenses have been allocated on reasonable basis to the relevant segments. Segment result is segment revenues less segment expenses. Certain costs including depreciation which are not allocable to segments have been classified as "Other Unallocable Expenses (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.

Notes:

1. The above results of the Company for the quarter ended June 30, 2010 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 July 28, 2010.
2. Other Income includes exchange gain (net) of Rs.1,023 lakhs (previous period loss (net) of Rs.1,005 lakhs) for the quarter ended June 30, 2010 and exchange loss (net) of Rs. 1,228 lakhs for the year ended March 31, 2010 on stand alone results and exchange loss (net) of Rs. 2,240 lakhs (previous period gain (net) of Rs. 4,655 lakhs) for the quarter ended June 30, 2010 and exchange loss (net) of Rs. 1,653 lakhs for the year ended March 31, 2010 on consolidated results.
3. Standalone Profit from Ordinary Activities before tax for the quarter ended June 30, 2010 includes Rs. 2,560 lakhs (previous period Rs. Nil) of revenues from telecommunication and other services pertaining to previous periods. This has no impact on consolidated results.
4. Effective April 01, 2010, the Company has changed its accounting policy for Financial Instruments for limited purpose of Hedge accounting. The effective portion of Mark-to-market loss on interest rate swaps for quarter ended June 30, 2010 Rs. Nil for standalone and Rs. 1,748 lakhs for consolidated results is recognized in Hedge Fluctuation Reserve.
5. The previous period's figures have been regrouped and reclassified wherever necessary to make them comparable with the current period's figures.
6. Investor Complaint status:

Outstanding as on April 01, 2010	Total received during the quarter ended June 30, 2010	Total resolved during the quarter ended June 30, 2010	Outstanding as on June 30, 2010
Nil	Nil	Nil	Nil

For TATA COMMUNICATIONS LIMITED

N. SRINATH
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place : Mumbai.
Date : July 28, 2010