



TATA COMMUNICATIONS LIMITED

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

A. AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011

(₹ in Lakhs)

	Particulars	Stand alone		Consolidated	
		For the year ended March 31,		For the year ended March 31,	
		2011	2010	2011	2010
1	Revenues from Telecommunication and Other Services	361177	321804	1193199	1102556
2	Expenditure				
	a. Network Costs	154836	141504	712777	646899
	b. Operating and Other Expenses	68693	63812	195164	200709
	c. Salaries and Related Costs	52046	41844	162731	153712
	d. Depreciation and Amortisation	65965	57473	154830	151080
	Total Expenditure (2a to 2d)	341540	304633	1225502	1152400
3	Profit / (Loss) from Operations before Other Income, Interest and Exceptional Items (1 - 2)	19637	17171	(32303)	(49844)
4	Other Income (net)	16217	12575	20109	11953
5	Profit / (Loss) before Interest and Exceptional Items (3 + 4)	35854	29746	(12194)	(37891)
6	Interest Cost (net)	18339	20641	51764	52056
7	Profit / (Loss) after Interest but before Exceptional Items (5 - 6)	17515	9105	(63958)	(89947)
8	Exceptional Items: Expense / (Income)				
	a. Severance Cost	-	-	4601	-
	b. Fixed Assets Written off	2515	-	2515	
	c. Interest on Income Tax Refund	(404)	(21828)	(404)	(21828)
9	Profit / (Loss) from Ordinary Activities before Tax (7-8) (Refer note 3 and 4)	15404	30933	(70670)	(68119)
10	Tax Expense	(852)	(17385)	(878)	(14239)
11	Net Profit / (Loss) from Ordinary Activities after Tax (9 - 10)	16256	48318	(69792)	(53880)
12	Extraordinary Items (net of Tax Expense)	-	-	-	-
13	Net Profit / (Loss) from Ordinary Activities after Tax and Extraordinary Items (11 - 12)	16256	48318	(69792)	(53880)



(₹ in Lakhs)

	Particulars	Stand alone		Consolidated	
		For the year ended March 31,		For the year ended March 31,	
		2011	2010	2011	2010
14	Minority Interest	-	-	10562	8860
15	Share in Loss of Associates	-	-	(18460)	(14754)
16	Net Profit / (Loss) (13+14+15)	16256	48318	(77690)	(59774)
17	Paid up Equity Share Capital (Face value of ₹.10 per share)	28500	28500	28500	28500
18	Paid up Debt Capital	221498	263891	846536	730866
19	Reserves excluding Revaluation Reserve	651510	678854	309948	404266
20	Debenture Redemption Reserve	101811	45734	101811	45734
21	Earnings Per Share (EPS) Basic and diluted earnings per share before and after Extraordinary Items (₹.)	5.70	16.95	(27.26)	(20.97)
22	Aggregate of public shareholding a. Number of shares b. Percentage of shareholding	48030203 16.85	46653301 16.37		
23	Promoters and Promoter Group Shareholding a. Pledged / Encumbered - Number of Shares - Percentage of Shares (as a % of the total shareholding of promoters and promoter group) - Percentage of Shares (as a % of the total share capital of the Company) b. Non-encumbered - Number of Shares - Percentage of Shares (as a % of the total shareholding of promoters and promoter group) - Percentage of Shares (as a % of the total share capital of the Company) c. Shares held by custodian and against which Depository Receipts have been issued- (I) Promoters and promoters group (II) Public	10000000 4.61 3.51 207028873 95.39 72.64 - 19940924	34000000 15.67 11.93 183028873 84.33 64.22 - 21317826		
24	Debt Equity Ratio	0.32	0.36		
25	Debt Service Coverage Ratio (DSCR) #	1.48	3.84		
26	Interest Service Coverage Ratio (ISCR) ##	4.71	4.00		

DSCR = (Profit from Ordinary Activities before Tax and Exceptional Items + Depreciation + Interest on Long-Term Loans) / (Interest on Long-Term Loans + Repayment of Long - Term Loans during the year)*

ISCR = (Profit from Ordinary Activities before Tax and Exceptional Items + Depreciation + Interest on Long -Term Loans) / Interest on Long-Term Loans*

* Loans having original maturity of more than 360 days are considered as Long-Term Loans.



B. Audited Business Segment Information:

(₹. in Lakhs)

Particulars	Stand alone		Consolidated	
	For the year ended March 31,		For the year ended March 31,	
	2011	2010	2011	2010
Revenues from Telecommunication and Other Services				
Global Voice Solutions	101387	124780	652589	613194
Global Data and Managed Services	241919	197024	461591	420541
Others	17871	-	79019	68821
Total	361177	321804	1193199	1102556
Segment result				
Global Voice Solutions	(4930)	25465	101417	113639
Global Data and Managed Services	188131	147890	338265	300543
Others	17334	-	40740	41475
Total	200535	173355	480422	455657
Less :				
(i) Interest Cost (net)	18339	20641	51764	52056
(ii) Other Unallocable Expenses (net)	164681	143609	492616	493548
Profit / (Loss) before Taxes and Exceptional Items	17515	9105	(63958)	(89947)
Exceptional Expenses / (Income) (net)	2111	(21828)	6712	(21828)
Profit / (Loss) before Taxes	15404	30933	(70670)	(68119)
Tax Expense	(852)	(17385)	(878)	(14239)
Net Profit / (Loss) before Minority Interest and Associate Loss	16256	48318	(69792)	(53880)
Minority Interest	-	-	10562	8860
Share in Loss of Associates	-	-	(18460)	(14754)
Net Profit / (Loss) for the period	16256	48318	(77690)	(59774)

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.



C. Audited Balance Sheet as at March 31, 2011

(₹. in Lakhs)

Particulars	Stand alone	
	As at March 31,	
	2011	2010
SHAREHOLDERS' FUNDS:		
(a) Capital	28500	28500
(b) Reserves and Surplus	672248	699578
Loan Funds	221498	263891
Deferred Tax Liability	12593	17511
Total	934839	1009480
Fixed Assets	502597	489095
Investments	183282	250130
Current Assets, Loans and Advances		
(a) Inventories	534	125
(b) Sundry Debtors	76831	63229
(c) Cash and Bank balances	43078	11086
(d) Other current assets	18274	19661
(e) Loans and Advances	305584	375037
Less: Current Liabilities and Provisions		
(a) Liabilities	170486	181416
(b) Provisions	24855	17467
Total	934839	1009480



Notes:

1. The above results of the Company for the year ended March 31, 2011 have been audited 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 August 30, 2011.
2. The Board of Directors at its meeting held on May 29, 2011, proposed a dividend of ₹ 2.00 (previous year ₹. NIL) per equity share.
3. Tata Communications Internet Services Limited (TCISL), a 100% subsidiary of the Company, had filed a scheme of merger with the Bombay High Court on May 4, 2011 for merger of TCISL with the Company. In accordance to the final order dated August 20, 2011 as pronounced by the Bombay High Court the financials have been revised to reflect the merger of TCISL with the Company effective April 01, 2010.
4. Other Income includes:

Net foreign exchange (gain)/loss	(₹. in Lakhs)	
	For the year ended March 31,	
	2011	2010
	Audited	Audited
- Standalone	(1842)	1228
- Consolidated	(3126)	1653

5. Other Income for the year ended March 31, 2011 includes ₹ 6612 lakhs (previous year ₹ 2375 lakhs) towards reversal of liabilities no longer required.
6. Profit from Ordinary Activities before tax for the year ended March 31, 2011 includes ₹ 2654 lakhs (previous year ₹ Nil) of Revenue from telecommunication services of previous year based on settlement with a carrier in the current year.
7. Standalone Profit from Ordinary Activities before tax for the year ended March 31, 2011 includes ₹ 2560 lakhs (previous year ₹. Nil) of Revenues from telecommunication and Other services pertaining to previous year. This has no impact on consolidated results.
8. Effective April 01, 2010, the Company has changed its accounting policy for financial instruments for the limited purpose of hedge accounting. The effective portion of the mark-to-market loss on interest rate swaps for the year ended March 31, 2011 is ₹. Nil in the standalone financial statements and ₹. (312) lakhs in the consolidated financial statements which has been recognized in the Hedge Fluctuation Reserve.
9. Previous year figures have been regrouped / reclassified wherever necessary to conform to the current year's classifications. The results for the current year ended March 31, 2011 include the operations of Tata Communications Internet Service Limited. In view of this, the results for the current year are not comparable with the corresponding period of the previous financial year.
10. The consolidated loss for the year includes loss of ₹ 55102 lakhs (previous year loss of ₹. 46430 lakhs) for the Company's effective holding of 49.01% in Neotel Pty Ltd., South Africa.
11. Investor Complaint status:

Outstanding as on January 01, 2011	Total received during the quarter ended March 31, 2011	Total resolved during the quarter ended March 31, 2011	Outstanding as on March 31, 2011
Nil	Nil	Nil	Nil

For TATA COMMUNICATIONS LIMITED

VINOD KUMAR
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place : Mumbai.
Date : August 30, 2011