



TATA COMMUNICATIONS LIMITED

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

A. AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2010

(Rs.In lakhs)

	Particulars	Stand alone		Consolidated	
		March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009
1	Revenues from Telecommunication and Other Services	321,804	374,943	1,102,556	996,317
2	Expenditure				
	a. Network Costs	141,504	176,137	646,899	530,022
	b. Operating and Other Expenses	63,812	78,602	200,709	205,690
	c. Salaries and Related Costs	41,844	35,553	153,712	124,018
	d. Depreciation and Amortisation	57,473	42,527	151,080	110,227
	e. Total Expenditure (2a to 2d)	304,633	332,819	1,152,400	969,957
3	Profit / (Loss) from Operations before Other Income, Interest and Exceptional Items (1 - 2)	17,171	42,124	(49,844)	26,360
4	Other Income (net)	12,575	16,982	11,953	19,398
5	Profit / (Loss) before Interest and Exceptional Items (3 + 4)	29,746	59,106	(37,891)	45,758
6	Interest (net)	20,641	12,862	52,056	30,130
7	Profit / (Loss) after Interest but before Exceptional Items (5 - 6)	9,105	46,244	(89,947)	15,628
8	Exceptional Items: Expense / (Income)				
	a. Claim Settlement	-	9,560	-	9,560
	b. Profit on sale of long term Investment	-	(34,665)	-	(36,208)
	c. Interest on Income Tax Refund	(21,828)	-	(21,828)	-
9	Profit / (Loss) from Ordinary Activities before Tax (7-8)	30,933	71,349	(68,119)	42,276
10	Tax Expense	(17,385)	19,754	(14,239)	23,073
11	Net Profit / (Loss) from Ordinary Activities after Tax (9 - 10)	48,318	51,595	(53,880)	19,203
12	Extraordinary Items (net of Tax Expense)	-	-	-	-
13	Net Profit / (Loss) before Minority Interest and Associate Loss (11 - 12)	48,318	51,595	(53,880)	19,203
14	Minority Interest	-	-	8,860	13,178
15	Share in Loss of Associates	-	-	(14,754)	(801)
16	Net Profit / (Loss) (13+14+15)	48,318	51,595	(59,774)	31,580

17	Paid up Equity Share Capital (Face value of Rs.10 per share)	28,500	28,500	28,500	28,500
18	Reserves excluding Revaluation Reserve	678,854	630,536	-	-
19	Earnings Per Share (EPS) Basic and diluted earnings per share before and after Extraordinary Items (Rs.)	16.95	18.10	(20.97)	11.08
20	Aggregate of public shareholding				
	a. Number of shares	46,653,301	43,003,978		
	b. Percentage of shareholding	16.37	15.09		
21	Promoters and Promoter Group Shareholding				
	a. Pledged / Encumbered				
	- Number of Shares	34,000,000	30,000,000		
	- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	15.67	13.81		
	- Percentage of Shares (as a % of the total share capital of the Company)	11.93	10.53		
	b. Non-encumbered				
	- Number of Shares	183,028,873	180,207,342		
	- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	84.33	86.19		
	- Percentage of Shares (as a % of the total share capital of the Company)	64.22	65.69		
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)*	1.35	1.22		
23	Interest Service Coverage Ration (ISCR) ISCR = (Profit from Ordinary Activities before Tax and Exceptional Items + Interest on Long-Term Loans)/ Interest on Long-Term Loans*	1.41	4.84		

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

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

(Rs. in lakhs)

Particulars	For the year ended March 31,	
	2010	2009
Revenues from Telecommunication and Other Services		
Wholesale Voice	124,701	174,059
Enterprise and Carrier Data	132,263	145,046
Others	64,840	55,838
Total	321,804	374,943
Segment result		
Wholesale Voice	25,309	33,052
Enterprise and Carrier Data	111,760	113,129
Others	36,286	34,184
Total	173,355	180,365
Less:		
(i) Interest Cost (net)	20,641	12,862
(ii) Other Unallocable Expenses (net)	143,609	121,259
Profit before Taxes and Exceptional Items	9,105	46,244
Exceptional Expenses / (Income) (net)	(21,828)	(25,105)
Profit before Taxes	30,933	71,349
Tax Expense	(17,385)	19,754
Net Profit	48,318	51,595

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 licence fee are allocated on the basis of usage. 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 and related liabilities 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, assets and liabilities cannot be allocated between segments.

Notes:

1. The above results of the Company for the year ended March 31, 2010 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 May 31, 2010.
2. Other Income includes exchange loss (net) of Rs.1,228 lakhs (previous year gain (net) of Rs.4,656 lakhs) and exchange loss (net) of Rs. 1,653 lakhs (previous year loss (net) of Rs. 1,630 lakhs) for stand alone and consolidated results respectively.
3. Tax Expense is net of provision reversed pertaining to financial year 1993 - 94 pursuant to the favourable order received from Income Tax Appellate Tribunal (ITAT). Consequently, the Company has written back tax provision of Rs. 28,001 lakhs.
4. The consolidated loss for the year includes:
 - a. Loss of Rs. 46,430 lakhs (previous year loss of Rs. 13,307 lakhs) for the Company's effective holding in Neotel Pty Ltd., South Africa. The Company's effective share holding in Neotel is 49.01% for 12 months in the current year as against 22.01% for 10 months and 49.01% for 2 months in the previous year
 - b. The Depreciation for the current year has increased by Rs. 40,853 lakhs consequent to significant amount of capitalization done over the last two years.
 - c. Provision for retirals has increased by Rs.16,131 lakhs consequent to changes in actuarial assumptions in its overseas subsidiaries and changes of Gratuity provisions in India
5. The previous year'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 January 01, 2010	Total received during the quarter ended March 31, 2010	Total resolved during the quarter ended March 31, 2010	Outstanding as on March 31, 2010
Nil	1	1	Nil

For TATA COMMUNICATIONS LIMITED

N. SRINATH
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place : Mumbai.
Date : May 31, 2010