



May 30, 2018

BSE Limited
P. J. Towers,
Dalal Street
Mumbai – 400 001

National Stock Exchange of India Limited
Exchange Plaza C-1, Block G,
Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051

Scrip Code: 532371

Scrip Symbol: TTML

Dear Sir/Madam,

Subject: Audited Financial Results for the Quarter and Year ended March 31, 2018

Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached the following:

1. Audited Financial Results for the Quarter and Year ended March 31, 2018 alongwith the Auditors' Report thereon;
2. Declaration on Unmodified Opinion in the Auditors' Report for Financial Year 2017-18;

Thanking you,

Yours faithfully,
For Tata Teleservices (Maharashtra) Limited

Kiran Thacker
Company Secretary

Encl.: As stated above.

TATA TELESERVICES (MAHARASHTRA) LIMITED

Registered Office : Voltas Premises T. B. Kadam Marg Chinchpokli Mumbai 400 033
Tel.:91 22 6667 1414 Fax: 91 22 6660 5335 email : investor.relations@tatatel.co.in
CIN: L64200MH1995PLC086354 Website www.tatateleservices.com

TATA TELESERVICES (MAHARASHTRA) LIMITED

Regd. Office: Voltas Premises, T B Kadam Marg, Chinchpokli, Mumbai - 400 033
Tel.: 91-22-6667 1414 Fax: 91-22-6660 5335, e-mail: investor.relations@tatatel.co.in, website: www.tatateleservices.com
Corporate Identification Number : L64200MH1995PLC086354

(Rs. in Crores, except per share data)

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

Sr. No.	Particulars	Quarter ended			Year ended	
		March 31, 2018 (Audited) (Refer note 7)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited) (Refer note 7)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
I	Income					
	Revenue from operations	381.72	418.38	596.53	1,868.51	2,702.91
	Other income	37.61	15.79	(31.57)	35.49	(14.41)
	Total Income	419.33	434.17	564.96	1,904.00	2,688.50
II	Expenses					
	Employee benefits expenses	24.23	26.63	32.29	103.00	125.90
	Operating and other expenses	347.75	355.97	450.02	1,472.45	1,881.75
	Cost of goods sold	0.42	0.09	1.00	2.31	8.27
	Provision for contingencies	150.23	1.67	4.46	155.82	32.81
		522.63	384.36	487.77	1,733.58	2,048.73
III	Earning before Interest, Depreciation, Amortization and tax (I - II)	(103.30)	49.80	77.19	170.42	639.77
	Depreciation and amortisation expenses	41.69	58.31	137.75	532.91	795.82
	Finance cost	405.06	382.62	363.85	1,568.97	1,282.27
	Finance income	(3.40)	(0.75)	(9.92)	(9.61)	(18.74)
	Profit on sale of current investments	(2.53)	(5.28)	(7.74)	(21.53)	(21.93)
IV	Loss before exceptional items and tax	(544.12)	(385.09)	(406.75)	(1,900.32)	(1,397.65)
	Exceptional items (refer note 2)	137.38	95.66	958.82	7,941.67	958.82
V	Loss before tax	(681.50)	(480.75)	(1,365.57)	(9,841.99)	(2,356.47)
VI	Tax expense	-	-	-	-	-
VII	Loss after tax	(681.50)	(480.75)	(1,365.57)	(9,841.99)	(2,356.47)
	Other Comprehensive Income					
	Items that may be reclassified to profit and loss					
	Effective portion of gains and loss on designated portion of hedging instruments in cash flow hedge	(0.01)	(46.23)	0.18	(67.80)	67.79
	Items that will not be reclassified to profit and loss					
	Remeasurements of defined benefit plans	0.25	0.29	(0.08)	1.12	(0.39)
VIII	Total other comprehensive income	0.24	(45.94)	0.10	(66.68)	67.40
IX	Total comprehensive income / (loss) for the period	(681.26)	(526.69)	(1,365.47)	(9,908.67)	(2,289.07)
X	Paid up equity share capital (Face value Rs. 10/- per share)	1,954.93	1,954.93	1,954.93	1,954.93	1,954.93
XI	Earnings per equity share (Face value of Rs. 10 each)					
	(1) Basic (In Rs.)	(3.48)	(2.46)	(6.99)	(50.34)	(12.05)
	(2) Diluted (In Rs.)	(3.48)	(2.46)	(6.99)	(50.34)	(12.05)
	See accompanying notes to the financial results					

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Particulars	As at March 31, 2018	As at March 31, 2017
	(Audited)	(Audited)
A. ASSETS		
(1) Non-current assets		
(a) Property, plant and equipment	793.66	1,592.45
(b) Capital work-in-progress	26.59	26.87
(c) Intangible assets	53.27	5,867.50
(d) Right to Spectrum earmarked pending allotment	-	2,476.66
(e) Loans and other financial assets	21.05	28.93
(f) Other non-current assets	601.00	661.18
Sub-total - Non-current assets	1,495.57	10,653.59
(2) Current assets		
(a) Inventories	0.13	2.04
(b) Financial assets		
(i) Investments	377.79	679.62
(ii) Trade receivables	157.88	226.91
(iii) Cash and cash equivalents	39.16	37.03
(iv) Loans and other financial assets	16.15	14.50
(c) Income tax assets	53.06	93.86
(d) Other current assets	159.27	198.38
Sub-total - Current assets	803.44	1,252.34
Assets classified as held for sale	1,081.15	-
TOTAL - ASSETS	3,380.16	11,905.93
A. EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share capital	1,954.93	1,954.93
(b) Other equity	(17,114.08)	(7,863.77)
Sub-total - Equity	(15,159.15)	(5,908.84)
(2) Non current liabilities		
(a) Financial liabilities		
(i) Borrowings	7,862.21	10,662.42
(b) Long term provisions	124.21	1.58
Sub-total - Non-current liabilities	7,986.42	10,664.00
(3) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	5,306.44	4,305.36
(ii) Trade payables	482.19	521.25
(iii) Other financial liabilities	2,462.20	1,531.75
(b) Other current liabilities	88.29	109.13
(c) Short term provisions	890.92	683.29
Sub-total - Current liabilities	9,230.04	7,150.77
Liabilities directly associated with assets classified as held for sale	1,322.85	-
TOTAL - EQUITY AND LIABILITIES	3,380.16	11,905.93



Notes:

- 1 The Company has been in talks with a major Mobile operator to restructure its Consumer Mobile Business (CMB), which represents a significant line of business of the Company, either by way of a sale or other arrangements. In contemplation, the parties have, after approval from their respective Board of Directors, entered into a term sheet setting out broad understanding and guidelines. In furtherance of this understanding, the Company has filed a Scheme of arrangement under sections 230 to 232 and other applicable provisions of the Companies Act, 2013 (the 'Scheme'), with the National Company Law Tribunal (NCLT), Mumbai bench on April 10, 2018 after taking approval from the concerned stock exchanges, proposing a demerger of its CMB to the transferee.

Pending the required approvals, no impact of the proposed Scheme has been considered in these financial results, except that Company has made an assessment of assets and liabilities pertaining to CMB (Disposal group), which are proposed to be transferred, in line with the broad understanding and guidelines as set out in the term sheet entered into with the transferee, and recorded it at lower of its carrying amount as at March 31, 2018 and fair value less costs to sell and classified it as 'Assets held for sale'. Considering the significant operational and financial interdependencies of different business units, management continues to identify the Cash Generating Unit (CGU) at the Company level. Accordingly, the disclosure in relation to discontinued operations are not applicable.

- 2 i. Exceptional items during the quarter and the year ended March 31, 2018 comprises of:

(a) Restructuring cost of Rs. 264.30 crores the year ended March 31, 2018. (Rs. 135.04 crores for the quarter ended March 31, 2018 and Rs. 129.26 crores for the quarter ended December 31, 2017).

(b) During the quarter ended September 30, 2017, the Company had recorded Rs. 7,708.63 crores towards impairment loss on its Consumer Mobile Business (CMB) assets, based on assessment of its recoverable value and disclosed the same as an exceptional item. Further, there has been a change of Impairment charge on account of adjustments in the ordinary course of business (Rs. 2.34 crores for the quarter ended March 31, 2018 and Rs. (33.60) crores for the quarter ended December 31, 2017).

- ii. Exceptional items during the year ended March 31, 2017 comprises of:

(a) The Company has an ongoing litigation for recovery of excess payment made towards Access Deficit Charges. This matter is subjudice with Hon'ble Supreme Court. During the year the Company has re-assessed its position and made an additional provision of Rs. 53.41 crores.

(b) The Company has evaluated the value of the 800 MHz spectrum acquired in the auction of March 2015 as per the requirement of Ind AS 36 and recorded an impairment loss of Rs. 905.41 crores and disclosed the same as an exceptional item.

- 3 The accumulated losses of the Company as of March 31, 2018, have exceeded its paid-up capital and reserves. The Company has incurred net loss during the Year Ended March 31, 2018 and the Company's current liabilities exceeded its current assets as at that date. The Company is in discussion for monetization of certain assets, proceeds of which will be used to meet its financial obligations as and when they fall due. Further, the Company has obtained a support letter from its Promoter indicating that the Promoter will take necessary actions to organize for any shortfall in liquidity in Company that may arise to meet its financial obligations and timely repayment of debt during the period of 12 months from the balance sheet date".

Based on the above, the Company is confident of its ability to meet the funds requirement and to continue its business as a going concern and accordingly, the financial results have been prepared on that basis.

- 4 The Company is engaged in the business of providing telecommunication services under Unified License. In the context of Ind AS 108 on 'Segment Reporting', the results are considered to constitute a single reportable primary / business segment.

- 5 Figures for the quarter and year ended March 31, 2017, as applicable, have been reclassified as per details given below:

- i. Pursuant to the Guidance note on Division II - IndAS Schedule III to the Companies Act, 2013 issued by the Institute of Chartered Accountants of India, the Company has made the following reclassification:

(a) Interest accrued on deferred payment liabilities previously presented under "Other non-current financial liabilities" amounting to Rs. 684.52 crores has been reclassified under the head "Non-current financial borrowings" and there is no impact on total non-current liabilities.

(b) Provision for the employee benefits obligation towards compensated absences of Rs. 2.63 crores from "Non-current liabilities" to "Current liabilities"

(c) Capital Creditors amounting to Rs. 14.92 crores from "Trade Payables" to "Other current financial liabilities" and there is no impact on total current liabilities.

- ii. Provision made for contingency included under "Trade payables" amounting to Rs. 48.43 crores have been reclassified under the head "Provisions" and there is no impact on total current liabilities.

iii. Amount paid under dispute in respect of certain ongoing litigations previously presented under "Other non-current financial asset" amounting to Rs. 530.94 crores has been reclassified under "Other non-current asset" and there is no impact on total non-current assets.

iv. Amount billed by the Company amounting to Rs. 4.39 crores that does not meet the revenue recognition criteria has been reclassified from "Other current liabilities" and has now been reduced from "Trade receivables".

- v. Pursuant to the guidance given in Bulletin no.13 issued by Ind-AS Transition Facilitation Group (ITFG), the Company has reclassified 'Other gains/losses' into 'Other income'.

- 6 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on May 30, 2018.

- 7 The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current and previous financial year.



For and on behalf of the Board of Directors


N. Srinath
(Managing Director)
(DIN No. 00058133)



Price Waterhouse Chartered Accountants LLP

The Board of Directors
Tata Teleservices (Maharashtra) Limited
Voltas Premises,
T. B. Kadam Marg,
Chinchpokli,
Mumbai – 400 033

Independent Auditor's Report on the Statement of financial results

1. We have audited the accompanying Statement containing the annual audited financial results of Tata Teleservices (Maharashtra) Limited (the "Company"), for the year ended March 31, 2018 (hereinafter referred to as the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which we have initialed under reference to this report.

Management's Responsibility for the financial results

2. Management is responsible for the preparation of the accompanying Statement. The Management is also responsible for the preparation of the annual statutory financial statements in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the "accounting principles generally accepted in India"), basis which the above Statement containing the annual audited standalone financial results has been prepared. The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Statement based on our audit. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 ("the Act") and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the Statement.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us:
 - (i) the Statement, together with the notes thereon are presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

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Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

- (ii) the Annual audited financial results for the year ended March 31, 2018 as set out in the Statement gives a true and fair view of the total comprehensive income (comprising of profit and other comprehensive income), and other financial information of the Company, for the year ended March 31, 2018 in accordance with the accounting principles generally accepted in India.

Emphasis of Matter

7. We draw your attention to Note 7 of the Statement regarding the figures for the quarter ended March 31, 2018, which are balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year. Our opinion is not qualified in respect of this matter.

Other Matter

8. The Company had prepared the financial results and financial statements for the year ended March 31, 2017 in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013, which were audited by another firm of chartered accountants, who vide their report dated May 12, 2017 issued an unmodified opinion on those financial results and financial statements, respectively.

Our opinion is not modified in respect of these matters.

9. The Statement dealt with by this report has been prepared for the express purpose of filing with Bombay Stock Exchange and National Stock Exchange. This Statement is based on and should be read with the audited financial statements of the Company for the year ended March 31, 2018 on which we issued an unmodified audit opinion vide our report dated May 30, 2018.

Restriction on Use

10. This report is addressed to the Board of Directors of the Company and has been prepared for and only for the purposes set out in paragraph 9 above. This report should not be otherwise used by any other party for any other purpose.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sharmila A. Karve
Partner
Membership Number 043229

Date: May 30, 2018



May 30, 2018

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Scrip Code: 532371

Scrip Symbol: TTML

Dear Sir / Madam,

Subject: Declaration on Unmodified Opinion in the Auditors' Report for the financial year ended March 31, 2018

Ref.: SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), 2015 read with Schedule VIII thereto and above referred SEBI Circular, we hereby declare that the Statutory Auditors of the Company, Price Waterhouse Chartered Accountants LLP (Firm Registration Number - 012754N/N500016), have submitted the Auditors' Report for the financial year ended March 31, 2018 with unmodified opinion.

This is for your information and records.

Thanking you,

Yours faithfully,
For Tata Teleservices (Maharashtra) Limited

Kush S. Bhatnagar
Chief Financial Officer

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