

**Corporate office :**

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**SHYAM**  
TELECOM LTD

**Dated - 11<sup>th</sup> August, 2018**

**The Stock Exchange, Mumbai**

Phiroze Jeejeebhoy Towers

Dalal Street, Mumbai - 400 001

**The National Stock Exchange of India Ltd.**

"Exchange Plaza", Bandra - Kurla Complex

Bandra (E), Mumbai-400 051

Scrip Code: SHYAMTEL

Through: BSE Listing Centre

Stock Symbol: 517411

Through: NEAPS

**SUB - OUTCOME OF THE BOARD MEETING**

Dear Sir/Madam,

This is to inform you that pursuant to the provisions of the Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), We inform you that in the Board Meeting held today i.e. Saturday, 11<sup>th</sup> August, 2018, the Unaudited Financial Results for the Quarter ended 30<sup>th</sup> June, 2018, were considered, approved and taken on record, amongst other Business. We are enclosing herewith the Statement of Unaudited Financial Results for the Quarter ended 30<sup>th</sup> June, 2018 and Limited Review Report on the same.

The said Results will be published in one English and a Hindi newspaper within 48 hours of the conclusion of this Board Meeting in accordance with the provisions contained in the Listing Regulations.

This is for your information /records and circulation to the Members of the Exchange.

Thanking You

Yours Sincerely

For SHYAM TELECOM LIMITED

  
SAURAV GOEL  
COMPANY SECRETARY

Encl:

1. Unaudited Financial Results for the Quarter ended 30<sup>st</sup> June, 2018.
2. Limited Review Report

# V G M & CO.

Chartered Accountants

**Independent Auditor's Limited Review Report on Unaudited Quarterly financial results of M/s Shyam Telecom Limited pursuant to the regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

To  
**The Board of Directors of**

M/s Shyam Telecom Limited  
A -60, Naraina Industrial Area, Phase-1

New Delhi – 110028

Dear Sir,

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Shyam Telecom Limited ("the Company"), for the Quarter ended 30<sup>th</sup> June 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/20 16 dated 5<sup>th</sup> July 2016.

This Statement which is the responsibility of the Company's Management has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and approved by the Board of Directors of the Company. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. **Emphasis of Matter**

The Department of Telecommunications, Ministry of Communication, Government of India, had invited the tenders from the Indian Companies to provide basic telephony services. The Company



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Shyam Telelink Networks Ltd. (India) (STNL) along with ARM Ltd. and other parties entered into an MOU to jointly participate in the tenders through STNL. The parties entered into an agreement from which ARM Ltd. withdrew and the parties agreed for buying the shares of ARM Ltd. for a consideration of Rs 10 crores. The same was partly affected but STNL did not pay the balance amount alleging fraud by ARM Ltd. The matter which was under arbitration by a sole arbitrator who was replaced by the Hon'ble Supreme Court of India (which was approached by the Company by way of an SLP), which vide its order dated 29th August, 2012 appointed a different Sole arbitrator.

The arbitrator vide his order dated 24th Jan, 2014 has directed the company to pay ARM Ltd. Rs 11.50 crores along with interest to date of Rs 18.45 crores totalling Rs. 29.95 crores on account of payout. The interest shall be payable upto the date of payment. In addition to the above he has further awarded USD 5,00,000 at the conversion rate prevailing on 24.01,2014 plus interest @ 9% p.a. from the date of award till the date of payment which comes to Rs. 4.28 crores and Rs 20 Lakhs payable to ARM Ltd. as arbitration cost.

The company has filed an application under section 34 of the Arbitration and Conciliation Act, 1996 against the said order before the Hon'ble Delhi High Court. The Hon'ble Delhi High Court has issued notice in the said application (which has the effect of stay on the award), and the matter is presently sub-judice before the Hon'ble Delhi High Court. In the arbitration case of the company and ARM Limited in which the arbitrator gave award against the company of an amount of Rs. 29.95 crores and US \$ 0.05 Million and 20.00 Lacs arbitration cost along with interest totalling Rs. 4.48 crores as on 31st March, 2018. The matter is Sub-judice and pending in Honourable Delhi High Court.

Company has subsequently entered into a settlement agreement dated 3rd August 2018 for mutually resolving and settling the pending proceedings before the honourable Delhi High court and satisfaction of the Arbitral award. In terms of the agreement STL has agreed to pay Rs. 10 Crores in full satisfaction of all claims of ARM Limited (presently known as ICOMM Tele Limited) to date. The same shall be accounted for in the books at the time of the agreement becoming effective.

Our conclusion is not qualified in respect of the above matter.

#### 5. Other Matter

The comparative financial results of the company for the quarter ended 30<sup>th</sup> June 2017, included in these financial results, was reviewed by another Firm of Chartered Accountants, being the predecessor auditors, who, vide their report dated 4<sup>th</sup> August 2017 expressed unmodified conclusion on these financial results. Our conclusion is not modified in respect of this matter.

**For VGM & Co.**

FRN: 029823N

Chartered Accountants

*Aastha Jain*

Aastha Jain

M.No.: 519915



Place: New Delhi

Date :11.08.2018

# SHYAM TELECOM LIMITED

CIN : L32202RJ1992PLC017750

**REGD.OFFICE : MTS TOWER, 3, AMRAPALI CIRCLE,**

**Corporate office: A-60, Naraina Industrial Area, Phase-I, new Delhi-**

**Website : www.shyamtelecom.com ,investors@shyamtelecom.com**

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th June 2018

Rs. in Lacs

S.No.	Particulars	Quarter Ended			Year Ended
		Unaudited	Unaudited	Audited	Audited
		30-Jun-18	30-Jun-17	31-Mar-18	31-Mar-18
1	Revenue From Operations	234.56	259.82	274.66	2,368.40
2	Other Income	14.06	54.05	252.71	395.39
3	<b>Total Revenue (1+2)</b>	<b>248.62</b>	<b>313.87</b>	<b>527.36</b>	<b>2,763.78</b>
4	<b>Expenditure</b>				
	(a) Cost of material consumed	-	-	-	-
	(b) Purchases of Stock-in-Trade	199.26	237.48	258.61	2,042.11
	(c) Changes in Inventory of Finished Goods, Work-In-Progress and Stock-In-Trade	(4.97)	(12.51)	(55.43)	(55.74)
	(d) Employee Benefits expenses	60.02	56.19	67.49	261.63
	(e) Finance Cost	1.95	1.04	16.73	19.81
	(f) Depreciation and Amortisation expenses	7.35	8.83	8.17	34.98
	(g) Other Expenses	274.02	111.34	163.43	446.41
	<b>Total Expenses</b>	<b>537.63</b>	<b>402.37</b>	<b>459.00</b>	<b>2,749.21</b>
5	<b>PROFIT/(LOSS) BEFORE TAX (3-4)</b>	<b>(289.01)</b>	<b>(88.50)</b>	<b>68.36</b>	<b>14.58</b>
6	<b>Tax Expenses:</b>				
	- Current Tax	-	-	-	-
	- Deferred Tax	(1.46)	(0.49)	(0.14)	(0.21)
	Tax for Earlier Years(Net)	-	-	1.16	1.16
7	<b>Profit / Loss For the Period</b>	<b>(287.55)</b>	<b>(88.01)</b>	<b>67.34</b>	<b>13.63</b>
8	<b>Other Comprehensive Income</b>				
	<b>Items that will not be reclassified to profit or loss</b>				
	- Remeasurement Gains/(Losses) on Defined Benefit Plan & Fair value changes in Investment	0.27	(0.06)	1.34	2.05
	- Income Tax Effect	0.07	-	1.02	0.78
	<b>Total Comprehensive Income for the period (Net of Tax)</b>	<b>0.20</b>	<b>(0.06)</b>	<b>0.32</b>	<b>1.26</b>
9	<b>Total Comprehensive Income for the period ((Comprising Profit /Loss) for the period (after tax) and Other Comprehensive Income ( Net of tax ))</b>	<b>(287.35)</b>	<b>(88.07)</b>	<b>67.66</b>	<b>14.90</b>
	Paid up Equity share capital (Face value of share Rs. 10- each)	1,127	1,127	1,127	1,127
	Other Equity				
10	<b>Earnings per equity share (From Countinued Operations) (of RS. 10/- each)</b>				
	(1) Basic	(2.55)	(0.78)	0.60	0.13
	(2) Diluted	(2.55)	(0.78)	0.60	0.13

Notes :

- 1 The above results for the Quarter ended 30th June 2018, are reviewed by the audit committee and taken on record by the board of directors in their meeting held on 11 th August,2018
- 2 In the arbitration case of the company and ARM Limited in which the arbitrator gave award against the company of an amount of Rs. 29.95 crores and US \$ 0.05 Million and 20.00 Lacs arbitration cost along with interest totaling Rs. 34.43 crores as on 31st March, 2018. The matter is Sub-judice and pending in Honorable Delhi High Court. Company has subsequently entered into a settlement agreement dated 3rd August 2018 for mutually resolving and settling the pending proceedings before the honourable Delhi High court and satisfaction of the Arbitral award. In terms of the agreement STL has agreed to pay Rs. 10 Crores in full satisfaction of all claims of ARM Limited (presently known as ICOMM Tele Limited) to date. The same shall be accounted for in the books at the time of the agreement becoming effective.
- 3 The Company is in the business of trading of mobile accessories in India and hence has only one reportable operating segment as per Ind AS 108 - Operating Segments.
- 4 Corresponding figures of the previous period / year have been regrouped and / or reclassified to make them comparable wherever necessary.

**For & on behalf of Board of  
SHYAM TELECOM LIMITED**

Ajay Khanna

Date : 11th August 2018

Place : NEW DELHI