



HQ/CS/CL.24B/17381
October 18, 2022

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Mumbai – 400 051
SYMBOL: TATACOMM

BSE Limited
P.J. Towers, Dalal Street,
Mumbai – 400 001
Scrip Code: 500483

Dear Sir / Madam,

Sub: Unaudited Financial Results of Tata Communications Limited ("the Company") for the quarter and half year ended September 30, 2022.

Pursuant to Regulation 33 read with Regulation 30 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the unaudited standalone and consolidated financial results of the Company for the quarter and half year ended September 30, 2022, which have been approved and taken on record at the meeting of the Board of Directors of the Company held today (**Attachment A**).

We would like to state that S.R. Batliboi & Associates, LLP, Statutory Auditors of the Company, have issued a Limited Review Report with an unmodified opinion on the above-mentioned financial results (**Attachment B**).

A press release in this regard is also enclosed (**Attachment C**).

The aforesaid documents are also available on the website of the Company at www.tatacommunications.com/investors/results/.

The meeting of the Board of Directors commenced at 11:00 hours IST and concluded at 14:00 hours IST.

Thanking you,

Yours faithfully,
For Tata Communications Limited

Zubin Adil Patel
Company Secretary and Compliance Officer

Encl.: as above

TATA COMMUNICATIONS

Tata Communications Limited

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CIN: L64200MH1986PLC039266 website: www.tatacommunications.com



TATA COMMUNICATIONS

TATA COMMUNICATIONS LIMITED

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

(₹ in crores)

A. STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2022						
Particulars	For the quarter ended			For the half year ended		For the year ended
	September 30 2022	June 30 2022	September 30 2021	September 30 2022	September 30 2021	March 31 2022
(Refer notes below)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from operations	1,775.02	1,720.36	1,628.17	3,495.38	3,204.37	6,587.35
2 Other income, net (refer note 5)	66.24	259.02	43.45	325.26	212.45	558.49
3 Total Income (1+2)	1,841.26	1,979.38	1,671.62	3,820.64	3,416.82	7,145.84
4 Expenses						
a. Network and transmission expense	594.73	580.92	530.97	1,175.65	1,049.34	2,238.61
b. Employee benefits expense	378.53	359.17	309.78	737.70	638.22	1,279.22
c. Finance costs	22.97	25.34	22.25	48.31	45.79	88.59
d. Depreciation and amortisation expense	232.08	232.40	229.02	464.48	448.58	916.14
e. Other expenses	351.78	310.39	255.62	662.17	510.35	1,113.74
f. Total expenses (4a to 4e)	1,580.09	1,508.22	1,347.64	3,088.31	2,692.28	5,636.30
5 Profit before exceptional items and tax (3 - 4)	261.17	471.16	323.98	732.33	724.54	1,509.54
6 Exceptional items (refer note 2)	46.74	-	10.08	46.74	10.08	10.78
7 Profit / (Loss) before tax (5 + 6)	307.91	471.16	334.06	779.07	734.62	1,520.32
8 Tax expense/ (benefit): (refer note 5)						
a. Current tax	69.11	121.04	77.63	190.15	151.54	333.00
b. Deferred tax	3.44	(9.50)	4.86	(6.06)	(2.24)	20.00
9 Profit / (Loss) for the period/ year (7 - 8)	235.36	359.62	251.57	594.98	585.32	1,167.32
10 Other Comprehensive Income / (Loss) (net of tax)	(2.90)	(5.01)	(6.68)	(7.91)	(31.17)	(32.22)
11 Total Comprehensive Income / (Loss) for the period/ year (9 + 10)	232.46	354.61	244.89	587.07	554.15	1,135.10
12 Paid up equity share capital (Face value of ₹ 10 per share)	285.00	285.00	285.00	285.00	285.00	285.00
13 Reserves excluding Revaluation reserve						9,311.57
14 Net worth						9,802.63
15 Earnings per share (of ₹ 10/- each) (not annualised)						
Basic and diluted earnings per share (₹)	8.26	12.62	8.83	20.88	20.54	40.96



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B. Standalone Business Segment Information:

i. Segment wise revenue and results:

(₹ in crores)

Particulars	For the quarter ended			For the half year ended		For the year ended
	September 30 2022	June 30 2022	September 30 2021	September 30 2022	September 30 2021	March 31 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Income from Operations						
Voice Solutions	16.90	19.14	23.47	36.04	50.07	90.12
Data and Managed Services	1,709.83	1,650.95	1,551.57	3,360.78	3,059.92	6,309.83
Real Estate	48.29	50.27	53.13	98.56	94.38	187.40
Total	1,775.02	1,720.36	1,628.17	3,495.38	3,204.37	6,587.35
Segment result						
Voice Solutions	(62.01)	(39.51)	(40.61)	(101.52)	(94.84)	(190.02)
Data and Managed Services	259.40	245.35	306.17	504.75	588.52	1,106.74
Real Estate	20.51	31.64	37.22	52.15	64.20	122.92
Total	217.90	237.48	302.78	455.38	557.88	1,039.64
Less :						
(i) Finance Costs	22.97	25.34	22.25	48.31	45.79	88.59
(ii) Other un-allocable (income) net of un-allocable expenses	(112.98)	(259.02)	(53.53)	(372.00)	(222.53)	(569.27)
Profit/(Loss) before taxes	307.91	471.16	334.06	779.07	734.62	1,520.32

ii. Segment Assets and Liabilities:

(₹ in crores)

Particulars	As on			
	September 30 2022	June 30 2022	September 30 2021	March 31 2022
Segment Assets				
Voice Solutions	81.53	83.30	91.70	71.11
Data and Managed Services	6,653.25	6,673.43	6,436.27	6,390.27
Real Estate	455.07	436.64	430.37	433.91
Unallocable Assets	7,939.02	8,112.40	7,319.96	7,825.15
Total Assets	15,128.87	15,305.77	14,278.30	14,720.44
Segment Liabilities				
Voice Solutions	124.53	104.02	134.41	124.51
Data and Managed Services	3,492.72	3,389.65	3,482.44	3,270.61
Real Estate	111.85	101.66	96.00	95.17
Unallocable Liabilities	1,600.02	2,143.15	1,343.77	1,427.52
Total Liabilities	5,329.12	5,738.48	5,056.62	4,917.81



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iii. Notes to Segments:

The Company's operating segments comprises of Voice Solutions, Data and Managed Services and Real Estate. The composition of the operating segments is as follows:

Voice Solutions include International and National Long Distance Voice services.

Data and Managed Services include corporate data transmission services, virtual private network, signaling and roaming services, television and other network and managed services.

Real Estate includes lease rentals for premises given on lease.

C. Statement of Standalone Assets and Liabilities

(₹ in crores)

Particulars	As at	As at
	September	March 31
	30 2022	2022
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	3,567.17	3,697.98
(b) Capital work-in-progress	593.38	416.59
(c) Right of Use Asset	450.61	457.18
(d) Investment property	406.24	386.18
(e) Other Intangible assets	469.03	499.26
(f) Intangible assets under development	103.50	31.11
(g) Investment property under development	1.32	19.85
(h) Financial assets		
(i) Investments	3,950.56	3,856.88
(ii) Loans	1,216.45	79.46
(iii) Other financial assets	130.53	137.30
(i) Deferred tax assets (net)	326.29	318.98
(j) Non-current tax assets	1,157.34	1,266.35
(k) Other Non-current assets	107.51	128.34
Total Non-current assets	12,479.93	11,295.46
Current assets		
(a) Inventories	19.55	17.77
(b) Financial assets		
(i) Other Investments	559.13	419.76
(ii) Trade receivables	1,311.81	1,103.51
(iii) Cash and cash equivalents	50.48	98.78
(iv) Bank balances other than (iii) above	102.71	1.96
(v) Loans	-	1,114.15
(vi) Other financial assets	133.05	150.26
(c) Other Current assets	320.78	366.51
	2,497.51	3,272.70
Assets classified as held for sale	151.43	152.28
Total Current assets	2,648.94	3,424.98
TOTAL ASSETS	15,128.87	14,720.44



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C. Statement of Standalone Assets and Liabilities

(₹ in crores)

Particulars	As at	As at
	September 30 2022	March 31 2022
	(Unaudited)	(Audited)
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	285.00	285.00
(b) Other equity	9,514.75	9,517.63
	9,799.75	9,802.63
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	9.20	533.87
(ia) Lease liabilities	357.11	363.04
(ii) Other financial liabilities	34.09	47.47
(b) Provisions	270.19	273.96
(c) Other non-current liabilities	472.68	385.14
Total Non-current liabilities	1,143.27	1,603.48
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	530.38	4.33
(ia) Lease liabilities	50.09	46.64
(ii) Trade payables		
(A) Total outstanding dues of micro enterprises and small enterprises	9.57	3.06
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,392.14	1,312.22
(iii) Other financial liabilities	717.98	522.58
(b) Provisions	92.03	71.42
(c) Current tax liability (net)	586.91	424.00
(d) Other current liabilities	806.72	925.56
Total Current liabilities	4,185.82	3,309.81
Liabilities for assets classified as held for sale	0.03	4.52
TOTAL EQUITY AND LIABILITIES	15,128.87	14,720.44



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D. Statement of Standalone Cash Flow:

(₹ in crores)

Particulars	For the half year ended September 30, 2022	For the half year ended September 30, 2021	For the year ended March 31, 2022
Cash flows from operating activities			
Profit/(Loss) before tax	779.07	734.62	1,520.32
Adjustments for non cash items:			
Depreciation and amortization	464.48	448.58	916.14
Interest income	(34.76)	(11.58)	(28.47)
Finance cost	48.31	45.79	88.59
Gain on disposal of assets held for sale (exceptional item, advance received in previous period)	(46.74)	-	-
Gain on investments at fair value through profit and loss (net)	(11.26)	(17.33)	(27.59)
Dividend income	(26.44)	(130.45)	(130.45)
Unrealised foreign exchange gain/ (loss) (net)	(10.55)	0.64	(7.54)
Allowance for doubtful trade receivables	(7.54)	(7.83)	(21.18)
Gain on modification/ termination of lease	0.14	(0.52)	(3.28)
Provision for inventories and capital work-in-progress	1.08	4.26	2.71
Allowance for doubtful advances	(0.14)	0.78	1.10
Bad Debts written off	21.65	4.67	4.67
Gain/ (loss) on disposal of property, plant and equipment (net)	(3.89)	2.27	(5.13)
Operating Profit before working capital changes	1,173.41	1,073.90	2,309.89
Adjustment for increase/(decrease) in working capital:			
Inventories	(1.78)	(6.54)	(2.29)
Trade receivables	(222.41)	(119.41)	2.84
Other assets	98.89	(6.50)	(73.79)
Trade payables	86.43	(85.32)	(216.71)
Other liabilities	34.24	46.30	120.82
Provisions	(1.01)	(25.73)	(39.24)
Cash generated from operations before tax	1,167.77	876.70	2,101.52
Income tax paid (net of refund)	83.18	0.82	71.51
Net cash flows from operating activities	1,250.95	877.52	2,173.03
Cash flows from investing activities			
Purchase of property, plant and equipment and intangible assets	(453.38)	(548.52)	(1,223.79)
Proceeds from disposal of property, plant and equipment and intangible assets	4.63	1.95	5.33
Proceeds from disposal of assets held for sale	41.67	-	-
Purchase of non-current investments	(93.69)	(139.63)	(279.60)
Advance against equity instrument	(1.84)	-	-
Purchase of current investments	(3,628.48)	(2,461.68)	(5,945.75)
Proceeds from sale of current investments	3,500.38	3,077.47	6,712.36
Loan given to subsidiaries	-	(496.13)	(1,230.95)
Loan repaid by subsidiaries	69.33	-	45.54
Advance received towards assets held for sale	-	-	3.67
Dividend income from subsidiaries	26.44	130.45	130.45
Fixed deposits	(50.00)	50.00	50.00
Interest received	3.72	6.04	24.62
Earmarked funds	(50.80)	0.01	(0.22)
Net cash flows (used in) investing activities	(632.02)	(380.04)	(1,708.34)



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(₹ in crores)

Particulars	For the half year ended September 30, 2022	For the half year ended September 30, 2021	For the year ended March 31, 2022
Cash flows from financing activities			
Proceeds from short-term borrowings	-	2.66	2.66
Repayment of short-term borrowings	-	(46.67)	(49.33)
Proceeds from long-term borrowings	3.57	5.25	7.52
Repayment of long-term borrowings	(2.78)	(2.53)	(5.25)
Proceeds from sublease	2.66	2.55	5.21
Repayment of lease liabilities	(41.07)	(43.06)	(84.74)
Dividend paid	(589.95)	(399.00)	(399.00)
Interest paid	(39.66)	(40.26)	(40.48)
Net cash flows (used in) /from financing activities	(667.23)	(521.06)	(563.41)
Net Increase /(Decrease) in cash and cash equivalents	(48.30)	(23.58)	(98.72)
Cash and cash equivalents as at the beginning of the period	98.78	197.50	197.50
Cash and cash equivalents as at the end of the period	50.48	173.92	98.78
Figures in brackets represent outflows			



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E. Additional information pursuant to Regulation 54(2) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended for the quarter and half year ended September 30, 2022

	For the quarter ended			For the half year ended		For the year ended
	September 30 2022	June 30 2022	September 30 2021	September 30 2022	September 30 2021	March 31 2022
1. Operating Margin (%) Earnings before exceptional items, Interest and Tax/ Income from Operations	12.28%	13.80%	18.60%	13.03%	17.41%	15.78%
2. Net Profit Margin (%) Profit/(Loss) for the period/ Income from Operations	13.26%	20.90%	15.45%	17.02%	18.27%	17.72%
3. Interest service coverage ratio (no. of times) Earning before exceptional items, interest, depreciation and amortization and tax (EBITDA) / Finance costs	19.59*	18.54	23.90	19.04	21.98	22.08

* Finance cost has increased due to change in discount rate as per actuarial valuation

	As at	As at
	September 30 2022	March 31 2022
1. Asset coverage ratio (no. of times) (Property, plant and equipment + Capital work in progress + Investment property + Other intangible assets + Intangible assets under development + Investment property under development)/ Total Debt	9.53	9.38
2. Debt Equity ratio Total Debt (Long term borrowings + Short term borrowings (including Current maturities of long term borrowings)) / Equity	0.06	0.05
3. Debt service coverage ratio (no. of times) EBITDA/ (Finance costs + Short term borrowings (including Current maturities of long term borrowings))	1.59#**	21.05
4. Current Ratio (no. of times) Total Current Assets/ Total Current Liabilities	0.63***	1.03
5. Bad debts to Accounts receivables ratio (%) Bad debts written off/ Average Trade receivables	1.79%#	0.43%
6. Current Liability ratio (no. of times) Total Current Liabilities/ Total Equity and Liabilities	0.28	0.23
7. Total Debt to Total Assets Total Debt/ Total Assets	0.04	0.04
8. Debtors turnover (no. of times) Income from Operations/ Average Trade receivables	2.89#	6.01
9. Long term debt to working capital (Long term borrowings/ (Total Current Assets – Total Current Liabilities))	(0.01)***	4.82

Not annualised

** Decreased due to reclassification of unsecured debentures from non-current to current as per repayment terms

*** Decreased mainly due to reclassification from current to non-current of loan given to subsidiary and reclassification of unsecured debentures from non-current to current as per repayment terms.



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Notes to standalone financial results:

1. The above standalone unaudited financial results of the Company for the quarter and half year ended September 30, 2022 have been subjected to a limited review by the statutory auditors. These results have been reviewed by the audit committee and taken on record and approved by the Board of Directors at their meeting held on October 18, 2022.

2. Details of exceptional items are listed below (₹ in crores)

PARTICULARS	For the quarter ended			For the half year ended		For the year ended
	September 30 2022	June 30 2022	September 30 2021	September 30 2022	September 30 2021	March 31 2022
1. Staff cost optimization (refer note a)	-	-	-	-	-	0.70
2. Insurance claim (refer note b)	-	-	10.08	-	10.08	10.08
3. Gain/ (loss) on sale of fixed assets (net) (refer note c)	46.74	-	-	46.74	-	-
Total	46.74	-	10.08	46.74	10.08	10.78

a. The Company had reversed certain provisions with respect to Staff cost optimisation based on final settlement.

b. During the quarter ended March 31, 2022, the Company recognised an amount of ₹ 10.08 crores based on final settlement of claim against loss caused due to malfunctioning of the fire suppression system in earlier years.

c. During the quarter and half year ended September 30, 2022, the Company concluded the sale of few of its properties for a total consideration of ₹ 47.59 crores (net of transaction cost) resulting into a gain of ₹ 46.74 crores.

3. During the quarter ended September 30, 2019, the Company received demands from “the Department of Telecommunications” (DoT) aggregating to ₹ 6,633.43 crores towards License Fees on its “Adjusted Gross Revenue” (AGR) for the financial years 2006-07 till 2017-18 in respect of its ILD, NLD and ISP licenses.

Subsequent to the period end, the Company received "Revised Show Cause cum Demand Notices" (Notices) aggregating to ₹ 4,980.56 crores for the above mentioned financial years, except FY 2010-11 for ISP license, and FYs 2006-07 & FY 2009-10 for NLD licenses. These Notices replaces the earlier Demand issued during the quarter ended September 30, 2019. In its assessment, DoT accepted the Company's submissions along with relevant certificates in respect of disallowed deductions in the demands issued during 2019. The Notices grant the Company an opportunity to make representations within fifteen days. The Company is in the process of evaluating the Notices and is planning to make suitable representations showing cause as to why these demands are not sustainable.

The Company has existing appeals relating to its ILD, NLD & ISP licenses which were filed in the past and are pending at the Hon'ble Supreme Court and Hon'ble Madras High Court and the Company's appeals are not covered by the Hon'ble Supreme Court's judgment dated October 24, 2019, on AGR under UASL. Further, the Company believes that all its licenses are different from UASL, which was the subject matter of Hon'ble Supreme Court judgement of October 24, 2019. The Company believes that it will be able to defend its position and had obtained independent legal opinions in this regard.

The earlier demands which are not revised amounts to ₹ 194.22 crores of which ₹ 166.04 crores is considered remote since the deduction on payment basis is not considered by DoT. Accordingly, the Company has disclosed ₹ 5,008.83 crores (₹ 4,980.56 crores and ₹ 28.27 crores) as part of contingent liability.

Also, the DOT has amended the definition of Gross Revenue (GR) /AGR in the Unified License and including licenses held by the Company. The new definition allows for deduction of revenue from activities other than telecom activities / operations which is less than 20% of the total revenue from operations. The association of Internet Service providers has written to the DOT, seeking clarification on certain non-licensed services that it provides and in the interim, the Company has considered the revenue from such services under the deduction provided by the new definition. The Company also obtained independent legal view in this regard.



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4. As at September 30, 2022, the carrying value of Company's investment in its subsidiary Tata Communications Payment Solutions Limited ("TCPSL") is ₹ 1,065.04 crores which has accumulated losses of ₹ 1,606.21 crores (includes a loss of ₹ 47.55 crores for the half year ended). The business of TCPSL was adversely impacted due to Covid 19 pandemic and prolonged lockdown and restrictions which had resulted into decline in revenue due to decrease in the volume of transactions at the ATM's. In certain parts of the country the current prevailing pandemic situation is quite fluid and volatile. Accordingly predicting timelines for the return of normalcy is difficult and there exists uncertainty relating to timing and growth in the demand for TCPSL's services and the achievement of the plans. However, with the easing of the pandemic related restrictions and opening of the offices and commercial establishments and resurgence of economic activities in the semi urban and rural areas where it has its majority of the ATM's, TCPSL has started recovering and expects the revival of the transactions to the pre covid level gradually. Considering its revised business model further strengthened by the increase in the Inter Bank Rate (IBR) announced by the RBI, the Company believes that TCPSL would be able to generate positive Cashflows and profits in the future periods. Based on above factors and internal assessment of future business plan, management is of the view that the carrying value of the investment in TCPSL as at September 30, 2022 is appropriate.
5. During the quarter ended March 31, 2022, pursuant to the conclusion of agreement between the Company and Central Board of Direct Taxes, the Company had charged incremental guarantee fees and letter of comfort fees to its subsidiaries. Accordingly, other income and tax expense (including interest) for the quarter and year ended March 31, 2022 included an amount of ₹ 37.53 crores and ₹ 25.38 crores respectively for the earlier periods of which ₹ 31.86 crores and ₹ 23.95 crores respectively, is for the previous years.



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TATA COMMUNICATIONS LIMITED

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

(₹ in crores)

F. STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2022

Particulars	For the quarter ended			For the half year ended		For the year ended
	September 30 2022	June 30 2022	September 30 2021	September 30 2022	September 30 2021	March 31 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from operations	4,430.74	4,310.52	4,174.02	8,741.26	8,276.81	16,724.73
2 Other income, net	36.62	233.99	36.42	270.61	49.77	332.09
3 Total income (1 + 2)	4,467.36	4,544.51	4,210.44	9,011.87	8,326.58	17,056.82
4 Expenses						
a. Network and transmission expense	1,562.86	1,558.00	1,567.03	3,120.86	3,128.92	6,199.49
b. Employee benefits expense	870.37	806.67	728.48	1,677.04	1,538.17	3,040.34
c. Finance costs	97.78	79.90	90.82	177.68	187.03	360.25
d. Depreciation and amortisation expense	551.63	536.86	541.60	1,088.49	1,073.36	2,204.54
e. Other expenses	867.89	868.82	765.66	1,736.71	1,510.82	3,258.18
Total expenses (4a to 4e)	3,950.53	3,850.25	3,693.59	7,800.78	7,438.30	15,062.80
5 Profit/(loss) before exceptional items, tax & share in profit/(loss) of associates (3 - 4)	516.83	694.26	516.85	1,211.09	888.28	1,994.02
6 Exceptional items (Refer note 2)	76.35	-	12.74	76.35	18.36	5.96
7 Profit/(loss) before tax and share in profit/(loss) of associates (5 + 6)	593.18	694.26	529.59	1,287.44	906.64	1,999.98
8 Tax expense/ (benefit): (Refer note 5 and 6)						
a. Current tax	94.22	163.91	109.33	258.13	203.17	431.31
b. Deferred tax	(28.37)	(4.77)	(5.55)	(33.14)	(20.12)	90.82
9 Profit/(loss) before share in profit/(loss) of associates (7 - 8)	527.33	535.12	425.81	1,062.45	723.59	1,477.85
10 Share in Profit/(Loss) of associates	6.93	9.70	0.64	16.63	(0.24)	6.82
11 Profit for the period/year (9 + 10)	534.26	544.82	426.45	1,079.08	723.35	1,484.67
Attributable to:						
Equity holders of the parent	532.29	543.76	425.38	1,076.05	721.49	1,481.76
Non-controlling interest	1.97	1.06	1.07	3.03	1.86	2.91
12 Other Comprehensive Income/(loss) (net of tax)	(187.71)	(318.63)	(23.15)	(506.34)	(201.03)	(270.63)
13 Total Comprehensive income for the period/year (11+12)	346.55	226.19	403.30	572.74	522.32	1,214.04
Attributable to:						
Equity holders of the parent	344.58	225.13	402.23	569.71	520.46	1,211.13
Non-controlling interest	1.97	1.06	1.07	3.03	1.86	2.91
14 Paid up equity share capital (Face value of ₹10 per share)	285.00	285.00	285.00	285.00	285.00	285.00
15 Reserves excluding Revaluation reserve						436.53
16 Earnings per share (of ₹ 10/- each) (not annualised)						
Basic and diluted earnings per share (₹)	18.68	19.08	14.93	37.76	25.32	51.99



TATA COMMUNICATIONS

G. Consolidated Business Segment Information:

i. Consolidated Segment wise revenue and results:

(₹ in crores)

Particulars	For the quarter ended			For the half year ended		For the year ended
	September 30 2022	June 30 2022	September 30 2021	September 30 2022	September 30 2021	March 31 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<u>Income from operations</u>						
Voice Solutions	524.49	561.40	606.04	1,085.89	1,195.22	2,286.36
Data Services	3,507.30	3,353.44	3,157.19	6,860.74	6,279.11	12,842.06
Payment Solutions	45.79	43.99	40.89	89.78	78.47	164.60
Transformation Services	346.57	345.29	359.74	691.86	710.24	1,411.41
Real Estate	49.23	51.20	54.77	100.43	97.55	192.94
Less: Inter Segment Revenue	(42.64)	(44.80)	(44.61)	(87.44)	(83.78)	(172.64)
Total	4,430.74	4,310.52	4,174.02	8,741.26	8,276.81	16,724.73
<u>Segment result</u>						
Voice Solutions	92.19	52.27	39.36	144.46	59.30	120.07
Data Services	480.65	465.55	529.28	946.20	951.82	1,888.72
Payment Solutions	(18.74)	(16.17)	(15.22)	(34.91)	(25.55)	(60.23)
Transformation Services	1.27	8.60	(19.81)	9.87	(24.74)	(49.16)
Real Estate	22.62	29.92	37.64	52.54	64.71	122.78
Total	577.99	540.17	571.25	1,118.16	1,025.54	2,022.18
Less:						
(i) Finance Costs	97.78	79.90	90.82	177.68	187.03	360.25
(ii) Other un-allocable (income) net of un-allocable expenditure	(112.97)	(233.99)	(49.16)	(346.96)	(68.13)	(338.05)
Profit/(loss) before taxes	593.18	694.26	529.59	1,287.44	906.64	1,999.98



TATA COMMUNICATIONS

ii. Consolidated Segment Assets and Liabilities:

(₹ in crores)

Particulars	As at			
	September 30 2022	June 30 2022	September 30 2021	March 31 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Assets				
Voice Solutions	408.82	408.99	401.70	313.51
Data Services	13,878.81	13,951.37	13,696.57	13,543.53
Payment Solutions	247.07	253.98	276.52	257.41
Transformation Services	476.08	499.84	610.07	633.70
Real Estate	441.51	426.52	414.38	420.36
	15,452.29	15,540.70	15,399.24	15,168.51
Unallocated Assets	4,629.07	4,614.24	4,838.83	4,499.46
Total Segment Assets	20,081.36	20,154.94	20,238.07	19,667.97
Segment Liabilities				
Voice Solutions	495.27	497.35	565.57	525.93
Data Services	8,934.96	8,923.25	8,697.81	8,517.40
Payment Solutions	280.12	260.02	217.72	251.10
Transformation Services	349.31	343.57	427.08	386.86
Real Estate	115.27	102.87	89.42	96.87
	10,174.93	10,127.06	9,997.60	9,778.16
Unallocated Liabilities	8,970.55	9,438.46	9,975.79	8,933.73
Total Segment Liabilities	19,145.48	19,565.52	19,973.39	18,711.89

iii. Notes to Segments:

The Group's (the Company and its subsidiaries together referred to as "the Group") operating segments comprise of Voice Solutions, Data Services, Payment Solutions, Transformation services and Real Estate. The composition of the operating segments is as follows:

Voice Solutions includes International and National Long Distance Voice services.

Data Services includes Core and Nextgen Connectivity services, Digital platforms and connected services.

Payment Solutions includes end-to-end ATM deployment, end-to-end POS enablement, hosted core banking, end to end financial inclusion and card issuance and related managed services and switching services to banking sector carried out by the Company's wholly owned subsidiary Tata Communications Payment Solutions Limited.

Transformation Services includes the business of providing telecommunication network management and support services. These services are carried out by the Company's wholly owned subsidiary Tata Communications Transformation Services Limited and its subsidiaries.

Real Estate segment includes lease rentals for premises given on lease.



TATA COMMUNICATIONS

H. Statement of Consolidated Assets and Liabilities:

(₹ in Crores)

Particulars	As at	As at
	September 30 2022	March 31 2022
	(Unaudited)	(Audited)
<u>ASSETS</u>		
Non-current assets		
(a) Property, plant and equipment	7,578.30	7,768.61
(b) Capital work-in-progress	1,058.30	778.68
(c) Right-of-use assets	1,050.82	1,148.76
(d) Investment property	397.40	376.47
(e) Investment property under development	1.32	19.85
(f) Goodwill	102.20	108.28
(g) Other intangible assets	1,471.91	1,514.23
(h) Intangible assets under development	155.84	73.78
(i) Financial assets		
(i) Investments		
(a) Investments in associates	973.48	895.10
(b) Other investments	196.94	237.33
(ii) Other financial assets	154.07	126.02
(j) Deferred tax assets (net)	254.37	217.27
(k) Non-current tax assets	1,304.24	1,369.52
(l) Other non-current assets	134.36	164.29
Total Non-current assets	14,833.55	14,798.19
Current assets		
(a) Inventories	42.48	37.88
(b) Financial assets		
(i) Other investments	582.74	432.80
(ii) Trade receivables	2,837.14	2,582.13
(iii) Cash and cash equivalents	664.18	696.86
(iv) Bank balances other than (iii) above	107.76	46.53
(v) Other financial assets	134.57	105.98
(c) Other current assets	727.51	815.32
	5,096.38	4,717.50
Assets classified as held for sale	151.43	152.28
Total Current assets	5,247.81	4,869.78
TOTAL ASSETS	20,081.36	19,667.97



TATA COMMUNICATIONS

H. Statement of Consolidated Assets and Liabilities:

(₹ in Crores)

Particulars	As at	As at
	September 30 2022	March 31 2022
	(Unaudited)	(Audited)
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	285.00	285.00
(b) Other equity	622.35	642.59
Equity attributable to equity holders of the parent	907.35	927.59
Non-controlling interests	28.53	28.49
Total Equity	935.88	956.08
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	6,631.64	5,990.92
(ia) Lease liabilities	816.23	955.72
(ii) Other financial liabilities	68.62	49.18
(b) Provisions	664.93	645.36
(c) Deferred tax liabilities (net)	39.40	30.46
(d) Other non-current liabilities	2,592.24	2,609.60
Total Non-current liabilities	10,813.06	10,281.24
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,123.53	1,905.87
(ia) Lease liabilities	268.10	269.03
(ii) Trade payables	3,427.14	3,006.46
(iii) Other financial liabilities	936.93	717.76
(b) Provisions	148.39	121.28
(c) Current tax liabilities (net)	667.35	486.60
(d) Other current liabilities	1,760.95	1,919.13
Total Current liabilities	8,332.39	8,426.13
Liabilities relating to assets held for sale	0.03	4.52
TOTAL EQUITY AND LIABILITIES	20,081.36	19,667.97



TATA COMMUNICATIONS

I. Statement of Consolidated Cash Flow:

(₹ in Crores)

	Particulars	For the half year ended		For the year ended
		September 30 2022 (Unaudited)	September 30 2021 (Unaudited)	March 31 2022 (Audited)
1	CASH FLOWS FROM OPERATING ACTIVITIES			
	Profit from operations before tax and share of profit/(loss) of associates for the period	1,287.44	906.64	1,999.98
	Adjustments for:			
	Depreciation and amortisation expense	1,088.49	1,073.36	2,204.54
	Gain on disposal of property, plant and equipment (net)	(3.84)	(1.43)	(4.33)
	Gain on disposal of assets held for sale (exceptional item)	(46.74)	-	-
	Gain on modification/ termination of lease	(5.08)	(0.62)	(3.59)
	Interest income on financial assets carried at amortised cost	(4.22)	(4.32)	(6.45)
	Finance cost	177.68	187.03	360.25
	Provision for litigation (exceptional item)	(29.61)	-	-
	Bad debts written off	31.39	18.73	23.12
	Allowance for trade receivables	(6.39)	(17.77)	(10.56)
	Provision for inventories and CWIP	42.57	4.26	2.71
	Allowance for doubtful advances	(1.35)	1.17	0.52
	Gain on investments carried at fair value through profit or loss (net)	(11.58)	(18.81)	(29.42)
	Reversal of liability towards decommissioning cost	(7.07)	-	-
	Exchange fluctuation	(41.40)	(9.36)	(16.48)
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	2,470.29	2,138.88	4,520.29
	Adjustment for (increase)/decrease in operating assets			
	Inventories	(3.11)	(5.02)	(5.41)
	Trade receivables	(201.98)	(122.58)	52.67
	Other assets	124.64	45.12	(23.18)
	Adjustment for increase/(decrease) in operating liabilities			
	Trade payables	300.72	(49.81)	(296.70)
	Other liabilities	(284.13)	(266.81)	(160.10)
	Provisions	(6.89)	(13.09)	(39.07)
	Adjustment of translation differences on working capital	18.79	4.61	66.63
	Cash generated from operations before tax	2,418.33	1,731.30	4,115.13
	Income tax paid (net of refund)	(15.54)	(73.73)	88.69
	NET CASH FLOW FROM OPERATING ACTIVITIES	2,402.79	1,657.57	4,203.82



TATA COMMUNICATIONS

I. Statement of Consolidated Cash Flow:

(₹ in Crores)

Particulars	For the half year ended		For the year ended
	September 30 2022 (Unaudited)	September 30 2021 (Unaudited)	March 31 2022 (Audited)
2 CASH FLOW FROM INVESTING ACTIVITIES			
Payment to purchase of property, plant and equipments and intangible assets	(652.84)	(704.43)	(1,656.44)
Proceeds from disposal of property, plant and equipments and intangible assets	4.93	2.47	6.20
Proceeds from disposal of asset held for sale	41.78	3.44	3.44
Purchase of investments in associates	(61.68)	(69.63)	(169.59)
Advance against equity investment	(1.84)	-	-
Purchase of non-current investments	-	(4.46)	(29.56)
Purchase of current investments	(3,671.73)	(2,560.35)	(6,071.27)
Proceeds from sale of current investments	3,533.31	3,271.64	6,950.32
Fixed deposits liquidated/(placed)	(7.19)	63.66	65.04
Earmarked funds	(50.80)	0.01	(0.22)
Interest received	2.30	3.67	7.11
NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES	(863.76)	6.02	(894.97)
3 CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Short-term borrowings	28.00	908.27	1,098.61
Repayment of Short-term borrowings	(141.83)	(1,116.25)	(1,435.78)
Proceeds from Long-term borrowings	1,223.82	5.25	3,418.07
Repayment of Long-term borrowings	(1,756.27)	(849.62)	(5,498.80)
Repayment of lease liabilities	(177.70)	(183.93)	(364.11)
Dividends paid	(589.95)	(399.00)	(399.00)
Dividends paid to non-controlling interest	(2.99)	(2.27)	(2.59)
Interest paid	(159.66)	(153.36)	(247.63)
NET CASH FLOW FROM/ (USED IN) FINANCING ACTIVITIES	(1,576.58)	(1,790.91)	(3,431.23)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(37.55)	(127.32)	(122.38)
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE PERIOD	696.86	817.85	817.85
Exchange difference on translation of foreign currency cash and cash equivalents	4.87	1.68	1.39
CASH AND CASH EQUIVALENTS AS AT THE END OF THE PERIOD	664.18	692.21	696.86
i Figures in brackets represent outflows			



TATA COMMUNICATIONS

Notes to consolidated financial results:

- The above consolidated unaudited results of the Group for the quarter and half year ended September 30, 2022 have been subjected to a limited review by the statutory auditors. These results have been reviewed by the audit committee and taken on record and approved by the Board of Directors at their meeting held on October 18, 2022.
- Details of exceptional items are listed below

(₹ in crores)

Particulars	For the quarter ended			For the half year ended		For the year ended
	September 30 2022	June 30 2022	September 30 2021	September 30 2022	September 30 2021	March 31 2022
1. Gain on sale of assets held for sale (Refer note a)	46.74	-	-	46.74	-	-
2. Provision for Litigation (Refer note b)	29.61	-	-	29.61	-	(35.98)
3. Staff cost optimization (Refer note c)	-	-	2.66	-	8.28	31.86
4. Insurance claim (Refer note d)	-	-	10.08	-	10.08	10.08
Total	76.35	-	12.74	76.35	18.36	5.96

- During the quarter and half year ended September 30, 2022, the Group concluded the sale off few of its properties, for a total consideration of ₹ 47.59 crores (net of transaction costs) resulting into a gain of ₹ 46.74 crores.
 - During the year ended March 31, 2022, based upon managements' assessment, the Group made a provision of ₹ 35.98 crores against a pending litigation in one of its international subsidiary. Subsequent to the quarter ended September 30, 2022 the Group entered into a settlement agreement for this litigation and accordingly, the Group reversed a provision of ₹ 29.61 crores during the quarter and half year ended September 30, 2022.
 - The Group had reversed certain provisions with respect to Staff cost optimization based on final settlement.
 - During the year ended March 31, 2022, the Group recognised an amount of ₹ 10.08 crores based on final settlement of the claim against loss caused due to malfunctioning of the fire suppression system in earlier years.
- During the quarter ended September 30, 2019, the Company received demands from "the Department of Telecommunications" (DoT) aggregating to ₹ 6,633.43 crores towards License Fees on its "Adjusted Gross Revenue" (AGR) for the financial years 2006-07 till 2017-18 in respect of its ILLD, NLD and ISP licenses.

Subsequent to the period end, the Company received "Revised Show Cause cum Demand Notices" (Notices) aggregating to ₹ 4,980.56 crores for the above mentioned financial years, except FY 2010-11 for ISP license, and FYs 2006-07 & FY 2009-10 for NLD licenses. These Notices replaces the earlier Demand issued during the quarter ended September 30, 2019. In its assessment, DoT accepted the Company's submissions along with relevant certificates in respect of disallowed deductions in the demands issued during 2019. The Notices grant the Company an opportunity to make representations within fifteen days. The Company is in the process of evaluating the Notices and is planning to make suitable representations showing cause as to why these demands are not sustainable.

The Company has existing appeals relating to its ILLD, NLD & ISP licenses which were filed in the past and are pending at the Hon'ble Supreme Court and Hon'ble Madras High Court and the Company's appeals are not covered by the Hon'ble



TATA COMMUNICATIONS

Supreme Court's judgment dated October 24, 2019, on AGR under UASL. Further, the Company believes that all its licenses are different from UASL, which was the subject matter of Hon'ble Supreme Court judgement of October 24, 2019. The Company believes that it will be able to defend its position and also had obtained independent legal opinions in this regard.

The earlier demands which are not revised amounts to ₹ 194.22 crores of which ₹ 166.04 crores is considered remote since the deduction on payment basis is not considered by DoT. Accordingly, the Company has disclosed ₹ 5,008.83 crores (₹ 4,980.56 crores and ₹ 28.27 crores) as part of contingent liability.

Also, the DOT has amended the definition of Gross Revenue (GR) /AGR in the Unified License and including licenses held by the Company. The new definition allows for deduction of revenue from activities other than telecom activities / operations which is less than 20% of the total revenue from operations. The association of Internet Service providers has written to the DOT, seeking clarification on certain non-licensed services that it provides and in the interim, the Company has considered the revenue from such services under the deduction provided by the new definition. The Company also obtained independent legal view in this regard.

4. During the year ended March 31, 2020, a subsidiary domiciled abroad, received a final VAT assessment from VAT authorities for ₹ 123.16 crores (EUR 15.5 Mn) and a final penalty assessment of ₹ 143.78 crores (EUR 18.1 Mn). On July 1, 2020, the Group filed its grounds for appeal with the Economic Administrative Court towards the final VAT and penalty assessments. On March 29, 2022, the Economic Administrative Court notified its resolution, finding against the Group and dismissing the appeal against the VAT and penalty assessments. The Group lodged a contentious-administrative appeal before the National Court on May 24, 2022. Additionally, the Group filed a request for the suspension of the final VAT and penalty assessment payment pending the outcome of the appeal, which was granted. On September 9, 2022, the Group filed its substantive claim with the National Court. The Group believes that there are grounds to defend its position.
5. During the quarter and half year ended September 30, 2022, the management assessed the certainty of future taxable profits in certain international subsidiaries and recognised Deferred Tax Asset of ₹ 29.23 crores.
6. During the year ended March 31, 2022, pursuant to the conclusion of agreement between the Company and Central Board of Direct Taxes, the Company had charged incremental guarantee fees and letter of comfort fees to its subsidiaries. Accordingly, tax expense (including interest) for the year ended March 31, 2022, includes an amount of ₹ 25.38 crores for the earlier periods of which ₹ 23.95 crores is for the previous years.

For TATA COMMUNICATIONS LIMITED

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Place: Mumbai
Date: October 18, 2022

A. S. LAKSHMINARAYANAN
MANAGING DIRECTOR & CEO

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Tata Communications Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Tata Communications Limited (the "Company") for the quarter ended September 30, 2022 and year to date from April 1, 2022 to September 30, 2022 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 and 52 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. As fully discussed in note 3 to the standalone financial results for the quarter and period ended September 30, 2022, the Company had received demands during the period ended September 30, 2019, from Department of Telecommunications (DoT) towards license fee on its Adjusted Gross Revenue (AGR) for FY 2006-07 to 2017-18, for Rs 6,633.43 crores. Subsequent to the period end, the Company received revised demands for certain periods (included in the aforesaid) aggregating to Rs 5,174.78 crores. The Company has disclosed Rs 5,008.83 crores as part of contingent liability and believes that the likelihood of the demand Rs 166.04 crores materializing is remote. Also, pending clarification on the new AGR definition from the DOT, the Company has considered its non-licensed services outside the purview of the revised AGR definition effective October 1, 2021. The Company believes that it has grounds to defend its above positions and has also obtained independent legal opinions in this regard and accordingly no provision has been made in the accompanying results. Our conclusion is not modified in this regard.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Tata Communications Limited
Limited Review Report – June 30, 2022

6. We draw attention to note 4 of the standalone financial results, regarding the impact of COVID-19 and its consequential impact on management's assessment of the key assumptions related to recoverability of the carrying value of investment in TCPSL's of Rs 1,065.04 crores. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

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per Hormuz Master

Partner

Membership No.: 110797

UDIN:22110797BACOUW2410

Mumbai

October 18, 2022

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Tata Communications Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Tata Communications Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as the "Group") and its associates for the quarter ended September 30, 2022 and year to date from April 1, 2022 to September 30, 2022 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.
4. The Statement includes the results of the entities referred to in the Annexure.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of other auditor referred to in paragraph 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. As fully discussed in note 3 to the consolidated financial results for the quarter and period ended September 30, 2022, the Holding Company had received demands during the period ended September 30, 2019, from Department of Telecommunications (DoT) towards license fee on its Adjusted Gross Revenue (AGR) for FY 2006-07 to 2017-18, for Rs 6,633.43 crores. Subsequent to the period end, the Holding Company received revised demands for certain periods (included in the aforesaid) aggregating to Rs 5,174.78 crores. The Holding Company has disclosed Rs 5,008.82 crores as part of contingent liability and believes that the likelihood of the demand Rs 166.04 crores materializing is remote. Also, pending clarification on the new AGR definition from the DOT, the Holding Company has considered its non-licenced services outside the purview of the revised AGR definition effective October 1, 2021. The Holding Company believes that it has grounds to defend its above positions and has also obtained independent legal opinions in this regard and accordingly no provision has been made in the accompanying results. Our conclusion is not modified in this regard.
7. We draw attention to note 4, which describes the uncertainty related to the outcome of the ongoing tax litigation of Rs 266.94 crores, in one of the subsidiaries of the Group. The Group is confident of defending its position and has obtained legal opinion in this regard. Our conclusion is not modified in respect of this regard.
8. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of a subsidiary company, whose unaudited interim financial results include total assets of Rs. 58.44 crores as at September 30, 2022, total revenues of Rs. 26.26 crores and Rs.42.92 crores, total net profit after tax of Rs. 4.59 crores and Rs. 10.04 crores, total comprehensive income of Rs. 6.47 crores and total comprehensive income of Rs. 13.58 crores, for the quarter ended September 30, 2022 and the period ended on that date respectively, and net cash outflows of Rs. 22.78 crores for the period from April 1, 2022 to September 30, 2022, as considered in the Statement which have been reviewed by their respective independent auditors. The independent auditor's reports on interim financial results of this entity have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of this subsidiary is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.
9. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of two subsidiaries, whose interim financial results and other financial information reflect total assets of Rs. 81.12 crores as at September 30, 2022, total revenues of Rs. 24.24 crores and Rs.38.91 crores, total net profit after tax of Rs. 3.80 crores and Rs. 5.21 crores, total comprehensive income of Rs. 3.83 crores and Rs. 5.28 crores, for the quarter ended September 30, 2022 and the period ended on that date respectively and net cash inflows of Rs. 6.90 crores for the period from April 1, 2022 to September 30, 2022 and three associates, whose interim financial results includes the Group's share of net profit of Rs. 6.93 crores and Rs. 16.63 cores and Group's share of total comprehensive income of Rs. 7.04 crores and Rs. 16.71 crores for the quarter ended September 30, 2022 and for the period ended on that date respectively. The unaudited interim financial results and other unaudited financial information of these subsidiaries and associates have not been reviewed by their auditors and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries and associates, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Tata Communications Limited
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Our conclusion on the Statement in respect of matters stated in para 8 and 9 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results and other financial information approved and furnished to us by the Management.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

HORMUZ
ERUCH
MASTER

Digitally signed by HORMUZ
ERUCH MASTER
DN: cn=HORMUZ ERUCH
MASTER, c=IN, o=Personal,
email=hormuz.master@srb.in
Date: 2022.10.18 13:34:17 +05'30'



per Hormuz Master

Partner

Membership No.: 110797

UDIN:

Mumbai

October 18, 2022

Annexure to Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

List of Subsidiaries and Associates

Subsidiaries

1. Tata Communications (America) Inc.
2. Tata Communications (Australia) Pty Limited
3. Tata Communications (Beijing) Technology Limited
4. Tata Communications (Belgium) SRL
5. Tata Communications (Bermuda) Limited
6. Tata Communications (Brazil) Participacoes Limitada
7. Tata Communications (Canada) Ltd.
8. Tata Communications (France) Sas
9. Tata Communications (Guam) L.L.C.
10. Tata Communications (Hong Kong) Limited
11. Tata Communications (Hungary) KFT
12. Tata Communications (Ireland) Dac
13. Tata Communications (Italy) S.R.L
14. Tata Communications (Japan) K.K.
15. Tata Communications (Malaysia) Sdn. Bhd.
16. Tata Communications (Middle East) Fz-LLC
17. Tata Communications (Netherlands) B.V.
18. Tata Communications (New Zealand) Limited
19. Tata Communications (Nordic) As
20. Tata Communications (Poland) Sp. Z O. O.
21. Tata Communications (Portugal) Instalação E Manutenção De Redes, Lda
22. Tata Communications (Portugal), Unipessoal Lda
23. Tata Communications (Russia) LLC.
24. Tata Communications (South Korea) Limited
25. Tata Communications (Spain), S.L.
26. Tata Communications (Sweden) Ab
27. Tata Communications (Switzerland) Gmbh
28. Tata Communications (Taiwan) Ltd
29. Tata Communications (Thailand) Limited
30. Tata Communications (Uk) Limited
31. Tata Communications Collaboration Services Pvt Limited
32. Tata Communications Comunicações E Multimídia (Brazil) Limitada
33. Tata Communications Deutschland Gmbh
34. Tata Communications International Pte. Ltd.
35. Tata Communications Lanka Limited
36. Tata Communications Move B.V.
37. Tata Communications Move Nederland B.V.
38. Tata Communications Payment Solutions Limited
39. Tata Communications Services (International) Pte. Ltd.
40. Tata Communications Svcs Pte Ltd
41. Tata Communications Transformation Services (Hungary) Kft.
42. Tata Communications Transformation Services (Us) Inc
43. Tata Communications Transformation Services Limited
44. Tata Communications Transformation Services Pte Limited
45. Tata Communications Transformation Services South Africa (Pty) Ltd



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

Tata Communications Limited
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46. Tcpop Communication Gmbh
47. Tcts Senegal Limited
48. Vsnl Snospv Pte. Ltd.
49. Itxc Ip Holdings S.A.R.L.
50. Mucoso B.V.
51. Netfoundry Inc.
52. Nexus Connexion (Sa) Pty Limited
53. Sepco Communications (Pty) Limited
54. Oasis Smart Sim Europe SAS
55. Oasis Smart E-Sim Pte. Ltd

Associates

1. STT Global Data Centres India Private Limited
2. Smart ICT Services Private Limited
3. United Telecom Limited

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PRESS RELEASE

Tata Communications delivers robust revenue growth in Q2 FY23

Mumbai, INDIA – 18th October 2022 - Tata Communications, a global digital ecosystem enabler, today announces its financial results for the second quarter ended 30th September 2022.

Highlights | Q2 FY2023

Consolidated financial highlights

- Consolidated revenue stood at INR 4,431 crore (USD 555.5 Mn); increasing +6.2% YoY. Sequentially, growth in revenue followed upsides in the Data business
- Consolidated EBITDA came in at INR 1,130 crore (USD 141.7 Mn); rising +1.5% YoY, where margins stood at 25.5%, growing by 50 Bps sequentially
- Consolidated PAT stood at INR 532 crore (USD 66.7 Mn) from INR 425 crore (USD 57.4 Mn) in Q2 FY22, marking an increase of +25.1% YoY
- Committed CAPEX for this quarter stood at USD 52.7 Mn relative to USD 52.9 Mn in Q2 FY22

₹ 4,431 Cr
Consolidated Revenue

₹ 1,130 Cr
Consolidated EBITDA

Consolidated Nos	INR Crore	QoQ Growth	YoY Growth
Gross Revenue	4,431	2.8%	6.2%
EBITDA	1,130	4.9%	1.5%
EBITDA margin	25.5%	50 Bps	(120) Bps
PAT	532	(2.1%)	25.1%

Data services portfolio

- Data business revenues came in at INR 3,493 crore (USD 438 Mn), recording an increase of +4.6% QoQ and +11.2% YoY. Strong momentum witnessed across all offerings in the Data portfolio
- EBITDA stood at INR 1,007 crore (USD 126.3 Mn), up +3.9% QoQ on the back of strong operational efficiencies
- The Core Connectivity portfolio reported growth of +5.9% YoY in revenue; EBITDA enhanced by +7.5% YoY, with margins coming in at 46.6%
- Digital Platforms and Services delivered robust growth of +16.5% YoY and +6.1% QoQ

Declaring the results, A.S Lakshminarayanan, MD and CEO, Tata Communications, said, “We are pleased to announce robust data revenue growth and healthy profits in the second quarter of this fiscal. Our international markets are witnessing good growth and our continued efforts of shifting from products to platforms is yielding positive results.”

Commenting on the results, Kabir Ahmed Shakir, Chief Financial Officer, Tata Communications, said, “Our performance in the second quarter demonstrates our broad-based growth, continued strong performance on profitability and free cash flow. We are further strengthening our position as a trusted partner to our customers helping them evolve in their digital transformation journeys.”

An investor fact sheet providing detailed analysis of the results for the quarter ended 30th September 2022 has been uploaded on the Tata Communications website and can be accessed [here](#).

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About Tata Communications

A part of the Tata Group, Tata Communications (NSE: TATACOMM; BSE: 500483) is a global digital ecosystem enabler powering today's fast-growing digital economy in more than 190 countries and territories. Leading with trust, it enables digital transformation of enterprises globally with collaboration and connected solutions, core and next gen connectivity, cloud hosting and security solutions and media services. 300 of the Fortune 500 companies are its customers and the company connects businesses to 80% of the world's cloud giants. For more information, please visit www.tatacommunications.com



Forward-looking and cautionary statements

Certain words and statements in this release concerning Tata Communications and its prospects, and other statements, including those relating to Tata Communications' expected financial position, business strategy, the future development of Tata Communications' operations, and the general economy in India, are forward-looking statements. Such statements involve known and unknown risks, uncertainties and other factors, including financial, regulatory and environmental, as well as those relating to industry growth and trend projections, which may cause actual results, performance or achievements of Tata Communications, or industry results, to differ materially from those expressed or implied by such forward-looking statements. The important factors that could cause actual results, performance or achievements to differ materially from such forward-looking statements include, among others, failure to increase the volume of traffic on Tata Communications' network; failure to develop new products and services that meet customer demands and generate acceptable margins; failure to successfully complete commercial testing of new technology and information systems to support new products and services, including voice transmission services; failure to stabilize or reduce the rate of price compression on certain of the company's communications services; failure to integrate strategic acquisitions and changes in government policies or regulations of India and, in particular, changes relating to the administration of Tata Communications' industry; and, in general, the economic, business and credit conditions in India. Additional factors that could cause actual results, performance or achievements to differ materially from such forward-looking statements, many of which are not in Tata Communications' control, include, but are not limited to, those risk factors discussed in Tata Communications Limited's Annual Reports.

The Annual Reports of Tata Communications Limited are available at www.tatacommunications.com. Tata Communications is under no obligation to, and expressly disclaims any obligation to, update or alter its forward-looking statements.

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