



TAMILNADU TELECOMMUNICATIONS LIMITED

(A Joint venture of TCIL, a Govt. of India Enterprise &
TIDCO, a Govt. of Tamilnadu Enterprises)

OPTICAL FIBRE CABLE DIVISION



Wo.ks : E18B-24, CMDA Industrial Complex, Maraimalai Nagar - 603 209. Phone : (044) 27453881, 27452406, 27451095, Telefax : +91-44-27454768

TTL/NSE/BSE/2023-24

Dt.07.02.2023

To
The Manager,
M/s.National Stock Exchange Of India Limited,
"Exchange Plaza", Bandra Kurla Complex,
Bandara (East), MUMBAI – 400 051

Scrip Code: TNTELE

To
The Manager,
Bombay Stock Exchange Limited,
Floor No. 25, PJ Towers,
Dalal Street, MUMBAI – 400 001

Scrip Code:523419

Dear Sir/Madam,

SUB: Un-audited Financial Results of M/s.Tamilnadu Telecommunications Limited for the third quarter ended on 31.12.2022

With reference to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in the meeting held on 07.02.2023 (Tuesday) at 11.30 a.m, the Board of Directors of M/s. Tamilnadu Telecommunications Limited has approved the un-audited results of the Company for the quarter ended 31.12.2022. Please find enclosed herewith the following for your information and records:

- 1) Duly authenticated Statement of the the Unaudited Fianancial results of the Company for the third quarter ended on 31.12.2022 along with other relevant periods, as per the SEBI prescribed format.

Kindly take above information on record.

Thanking You,
Yours Faithfully,

J Ramesh Kannan
Managing Director
DIN 09292181
Encl. as above

Statement of Assets and Liabilities as at 31st December 2022

S.No	Particulars	As at 31st December 2022	As at 31st March 2022
	ASSETS		
(1)	Non-current assets		
	(a) Property, plant and Equipment	7,78,203	7,97,674
	(b) Other non-current assets	1,835	1,835
	Sub Total - A	7,80,038	7,99,509
(2)	Current assets		
	(a) Inventories	1,07,822	1,07,822
	(b) Financial Assets		
	(i) Trade receivables	7,08,385	7,06,655
	(ii) Cash and cash equivalents	27,815	2,706
	(iii) Bank Balance other than (ii) above	41,818	40,164
	(iv) Short term Loans	207	207
	(c) Other current assets	2,32,131	2,20,458
	Sub Total - B	11,18,179	10,78,011
	Total assets (A+B)	18,98,217	18,77,521
	EQUITY AND LIABILITIES		
(1)	EQUITY		
	(a) Equity Share capital	45,67,620	45,67,620
	(b) Other Equity	(1,90,83,347)	(1,82,81,212)
	Sub Total - A	(1,45,15,727)	(1,37,13,592)
	LIABILITIES		
(1)	Non-current Liabilities		
	(a) Financial Liabilities		
	(i) Long term Borrowings	11,65,730	11,65,730
	(b) Long Term Provisions	5,66,696	5,35,513
	Sub Total - B	17,32,426	17,01,243
(2)	Current Liabilities		
	(a) Financial Liabilities		
	(i) Short term Borrowings	19,87,521	18,71,417
	(ii) Trade Payables	62,33,916	62,25,915
	(iii) Other Financial liabilities	55,47,668	48,70,210
	(b) Other current liabilities	2,85,968	2,95,128
	(c) Short Term Provisions	6,26,445	6,27,200
	Sub Total - C	1,46,81,518	1,38,89,870
	Total Equity and Liabilities - (A+B+C)	18,98,217	18,77,521

S. Karanth

(Indian Rupees in hundreds)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31TH DECEMBER 2022						
Particulars	For the Quarter Ended			For the Nine Months Ended	For the Year Ended	
	Dec 31, 2022	Sep 30, 2022	Dec 31, 2021	Dec 31, 2022	Dec 31, 2021	March 31, 2022
(Refer Notes Below)	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(I) Revenue from Operations	-	-	-	-	-	-
(II) Other Income	501	409	828	1,353	1,865	2,152
(III) Total income (i+ii)	501	409	828	1,353	1,865	2,152
(IV). Expenses						
(a) Cost of Materials consumed	-	-	-	-	-	-
(b) Excise Duty	-	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock- in-trade	-	-	-	-	-	-
(d) Employee benefits expense	25,242	24,651	35,027	74,679	1,25,256	1,57,279
(e) Finance Cost	2,38,982	2,23,436	2,07,446	6,71,975	6,17,021	8,22,051
(f) Depreciation and amortisation expense	6,510	6,970	6,809	19,470	20,590	28,190
(g) Other expenses	6,713	22,436	2,621	37,364	18,229	36,551
Total Expenses(IV)	2,77,448	2,77,493	2,51,903	8,03,487	7,81,097	10,44,071
(V). Profit / (Loss) before exceptional items and Tax (III-IV)	(2,76,947)	(2,77,084)	(2,51,075)	(8,02,133)	(7,79,232)	(10,41,919)
(VI). Exceptional Items	-	-	2,449	-	2,449	2,449
(VII) Profit / (Loss) before tax (V-VI)	(2,76,947)	(2,77,084)	(2,53,524)	(8,02,133)	(7,81,681)	(10,44,368)
(VIII). Tax expense						
Current Tax	-	-	-	-	-	-
Deferred Tax	-	-	-	-	-	-
(IX) Net Profit / (Loss) for the period from Continuing Operation after tax (VII-VIII)	(2,76,947)	(2,77,084)	(2,53,524)	(8,02,133)	(7,81,681)	(10,44,368)
(X) Profit / (Loss) from discontinued operations before tax	-	-	-	-	-	-
(XI) Tax Expense of discontinued operations	-	-	-	-	-	-
(XII) Profit / (Loss) from discontinued operations after tax (X-XI)	-	-	-	-	-	-
(XIII). Profit / (Loss) for the period (IX+XII)	(2,76,947)	(2,77,084)	(2,53,524)	(8,02,133)	(7,81,682)	(10,44,368)
(XIV). Other Comprehensive Income	-	-	-	-	-	(5,179)
(XV) Total Comprehensive Income for the period [(XIII+XIV) Comprising profit/(Loss) from ordinary activities after tax and Other Comprehensive Income for the period]	(2,76,947)	(2,77,084)	(2,53,524)	(8,02,133)	(7,81,682)	(10,49,547)
(XVI). Paid-up equity share capital (Face Value of Rs 10.Each)	45,67,620	45,67,620	45,67,620	45,67,620	45,67,620	45,67,620
(XVII) Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year	(1,90,83,347)	(1,88,06,399)	(1,80,13,345)	(1,90,83,347)	(1,80,13,348)	(1,82,81,212)
(XVIII) Earnings Per Equity Share (for Continuing Operation) (of Rs 10/- each) (not annualised):						
(a) Basic	(0.61)	(0.61)	(0.56)	(1.76)	(1.71)	(2.29)
(b) Diluted	(0.61)	(0.61)	(0.56)	(1.76)	(1.71)	(2.29)

J. Ramesh Kannan
J. Ramesh Kannan
Managing Director

Notes to Statement of Unaudited Financial Results:

- 1) The IND AS compliant interim unaudited stand alone financial statements for the Quarter and Nine months ended 31st December 2022 have been prepared in accordance with the regulations and measurement principles laid down in Ind AS - 34 " Interim Financial Reporting" prescribed as per section 133 of the Companies Act 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. The management have exercised necessary due diligence and ensured that the aforesaid statement provide a true and fair view of its affairs in accordance with the Companies (Indian Accounting Standards) Rules 2015.
- 2) The above results have been reviewed and approved by the Board of Directors at its meeting held on 07th February 2023.
- 3) The accumulated losses of the Company, Rs. 1,90,83,347 hundreds as of 31st December 2022 had exceeded the net worth of the Company. The net worth of the Company as of 31st December 2022 is negative at Rs. 1,45,15,727 hundreds.
- 4) The accumulated losses of the company had exceeded its net worth during 2011-12. The Erstwhile BIFR has already approved a Sanctioned Scheme for the Company during 2010-11 and the Company is under re-habilitation period and is being monitored by it through the Monitoring Agency. Lack of executable orders and dull phase of Optical Fiber Cable (OFC) market from 2010-11 onwards is the main reason for such performance since then. The requirement of OFC in the country is huge; however, the delay is due to various procedural issues in execution of big projects by Govt. clients. As such the company is hopeful of improving its order book position. Considering this and anticipating financial support from its Holding Company TCIL, Govt of India's Department of Telecommunications, etc, the accounts have been prepared on "Going Concern basis" at present.
- 5) Same accounting policies as that of last financial year are followed in the Nine month ended.
- 6) The Company has not carried out actuarial valuation as of 31st December 2022, relating to Gratuity and Leave encashment benefits in terms of Ind AS 19 impacting total comprehensive income attributable to equity shareholders. However, the provision for Employee Benefits have been made on estimated basis considering the valuation report as on 31st March 2022.
- 7) During the year the Company has not accounted / taken the credit / charge for the deferred tax assets / liabilities. The excess of timing difference over the deferred tax liability has been ignored for want of reasonable certainty of the Company making taxable income in the near future. Similarly, for the same reason, certain other provisions made in the earlier years have been ignored for creation of deferred tax asset. The accumulated losses and carried forward depreciation under the tax laws have been ignored for creating the deferred tax asset considering that there is no reasonable certainty of the Company making taxable income in the future.
- 8) In view of the commitment by the Company to pay Telecommunications Consultants India Limited (the holding company) on demand basis, the Company has taken a conservative approach to reflect the amount due of Rs.1,43,69,340 hundreds at book value and not at fair value. Further since the aforesaid financial liabilities are current in nature there would only be an immaterial finance cost/income involved, on account of restatement of the balances to fair value.
- 9) The balances of Trade receivables, Trade payables, Advances and Deposits payables/recoverables (other than Telecommunications Consultants India Limited (TCIL)) as on 31st December 2022 are subject to confirmation.
- 10) No provision is made for one long pending debtor amounting to Rs. 3,39,505 hundreds in view of the arbitration proceeding completed against the Purchaser for which Award is received in favour of the Company but has been challenged by the Purchaser in the Court. The Court has remitted back to the Arbitrator for issuing speaking orders which has also been awarded in favour of the Company. The Purchaser has again appealed in the Court.
- 11) Depreciation has been provided as per the requirement of Part C of Schedule II to the Companies Act, 2013.

J. K. Prasad

12) Contingent Liabilities

a) Commercial Tax Department had demanded a sum of Rs.1,86,088 hundreds as Additional Sales Tax in respect of Financial Year 2000-2001 and 2001-2002 (up to November 2001). The Company has obtained a Stay from Madras High Court against the collection of above demand by depositing a sum of Rs. 75,000 hundreds with Commercial Tax Department as directed by the High Court while granting the stay. As the demand is disputed, the same is not provided for in the accounts. The case came up for hearing during November, 2011 and directions were issued to post the case along with the writ appeal before the Bench in another similar case where the judgment is in favour of the assessee. The writ petitions were heard by High Court, Madras, on 02-09-2015 and on 09-09-2015. On hearing the argument single Judge of High court Madras reserved the judgement. Orders are still not given by the Court.

b) The Sales Tax department has demanded a sum of Rs. 22,950 hundreds during the financial year 2006-07 for non-submission of "C" Forms from BSNL / MTNL pertaining to AY 2001-02, 2002-03 and 2003-04. The Government has exempted "C" forms in respect of inter-state sales to BSNL / MTNL. The company has represented to the Department and also referred the matter to BSNL / MTNL. Next hearing date is not yet fixed.

c) The Customs Authority has demanded an amount of Rs. 1,02,068 hundreds towards difference in classification of Optical Fibre during the year 2006-07. However, the order of the Commissioner of Customs has come in favour of the Company during the year 2009-10 dropping the proceedings. Department has gone for appeal against the order. The company has filed the Counter. The Tribunal vide its Final Order dated 19/12/2017 remanded the matter back to the Commissioner for fresh decision after the outcome of the case pending in Supreme Court on the issue of jurisdiction of DRI to issue the notice. As such, the issue has to be argued and decided afresh.

d) There is a demand from IT department for Rs. 17,747 hundreds towards short deduction of TDS against interest payable to TCIL. We have represented the case with IT Department.

e) Total penalty amounting to Rs. 47,766 hundreds is levied by the BSE and NSE stock exchanges pursuant to non-compliance with SEBI (Listing Obligations & Disclosure Requirements) during the year 2018-19 and Rs.38,374 hundreds during the year 2019-20. The Company has made written representation to the Stock exchanges for waiver of this penalties.

13) Previous period's amounts are regrouped and rearranged to conform to the current period's classification.

14) The financial results have been reviewed by the Statutory Auditors as required under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and adverse conclusion has been given in their Limited review report on the unaudited financial results for the quarter ended December 31, 2022 in respect of the following matters:

a) The Company's financial statements have been prepared using the going concern assumption of accounting. However, the Company's accumulated losses of Rs. 1,90,83,347 hundreds has eroded the Net Worth of the Company, indicating the existence of material uncertainty that may cast a doubt about the Company's ability to continue as a Going Concern. The Company has not operated its factory since August 2017 and NO sales effected for more than three years. It is also pertinent to note that power connections in the factory are disabled. Further, as represented by the company, the machineries would involve major overhauling cost to resume operations and the company is also unable to obtain support for supply of major raw material required for manufacture from its supplier. Also, the company has not bagged any new orders to substantiate the going concern assumption.

Shamshir

As per Standard on Auditing (SA) 570, "If the financial statements have been prepared using the going concern basis of accounting but, in the auditor's judgment, management's use of the going concern basis of accounting in the financial statements is inappropriate, the requirement in paragraph 21 for the auditor to express an adverse opinion applies regardless of whether or not the financial statements include disclosure of the inappropriateness of management's use of the going concern basis of accounting."

Hence, considering the cumulative effect of the factors detailed in the above paragraph in the revival of the company, the auditors have concluded that the Going Concern assumption of the management in preparation of financial statements is inappropriate.

b) The Company has not recognized the following financial liability/asset at fair value in terms of Ind AS 109 and impact of the same on the statement of unaudited financials results is not ascertainable.

- i. Amount due to Fujikura Ltd amounting to Rs.2,07,356 hundreds,
- ii. Trade receivables (considered good) amounting to Rs.7,08,385 hundreds, and
- iii. Unsecured Trade Payables amounting to Rs. 3,43,513 hundreds.

15) The Auditors have drawn attention to the following matters in their Limited review report for the quarter ended 31st December 2022.

a) Note No. 8 of the notes to Statement of unaudited financial results and Statement of assets and liabilities which states the reason for non-recognition of amounts due to the holding Company viz., Telecommunications Consultants India Limited amounting to Rs. Rs.1,43,69,340 hundred at Fair Value in accordance with Ind AS 109.

b) Note No. 9 of the notes to Statement of unaudited financial results and Statement of assets and liabilities, which states that the balances carried in the Trade receivables, Trade payables, Advances & Deposits payable / recoverable are subject to confirmation from all parties (other than Telecommunications Consultants India Limited).

c) The Company has not carried out actuarial valuation as of 31st December 2022, relating to Gratuity and leave encashment benefits in terms of Ind AS 19 impacting total comprehensive income attributable to equity shareholders.

d) The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence the disclosure relating to amounts unpaid as at the quarter end together with interest paid / payable under this Act could not be ascertained.

16) Revival of TTL

(a) Renowned Consultant has been appointed on 28th July 2021 to give report on monetisation of factory and vacant land for implementation of their suggestion for revival of the company. Based on the consultant report RFP no. TTL/RFP/22-23/CHENNAI/01 dated 03/01/2023 was floated through company website and newspaper advertisement for "Grant of Lease of the Manufacturing Facilities and Premises of TTL". Offer was received and reviewed. Revenue sharing and lease Agreement expected to be signed shortly.

(b) Diversification of business is being explored to sustain in the competitive cable industry.

(c) Preferential orders from Tamil Nadu Fibrenet Corporation (TANFINET), State PSU, for supplying Optical Fiber Cable in Tamilnadu (for implementation of Bharatnet project in Tamilnadu) is being pursued from State Govt. of Tamilnadu through TIDCO.

(d) Business partners are being explored / contacted for fresh investment in the company for revival of the factory and in the new areas of business.



J. Ramesh Kannan
Managing Director
DIN 09292181



V. Narayanan & CO

Chartered Accountants

Partners

V Narayanan
N AnushShanker
N Ramachandran
ParvathiAnushShanker
RoopaRamachandran

S U Sridharan
N Venkateswaran
V Balaji
Nakul A Shanker
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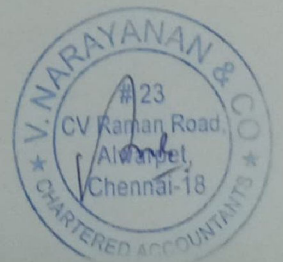
LIMITED REVIEW REPORT FOR THE PERIOD ENDING 31st DECEMBER 2022

To
The Board of Directors,
Tamilnadu Telecommunications Limited.,
Chennai.

1. We have reviewed the accompanying statement of the unaudited financial results of **Tamilnadu Telecommunications Limited**, (the "Company") for the quarter and Nine months ended 31st December 2022 (the "statement") prepared by the Company pursuant to the requirement of Regulation 33 of SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No.CIR/CFD/CMD/180/2019 dated July 19, 2019.
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, 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 thereafter and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquires of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit accordingly we do not express an audit opinion.
4. **Basis for Adverse Conclusion:**
 - a. The Company's financial statements have been prepared using the going concern assumption of accounting. However, the Company's accumulated losses of Rs.2,01,61,458 hundreds has eroded the Net Worth of the Company's, indicating the existence of material uncertainty that may cast a doubt about the Company's ability to continue as a Going Concern. The Company has not operated its factory since 2017 and *NO* sales effected for more than two years. It is also pertinent to note that power connections in the factory are disabled. Further, as represented by

Other Offices :

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company, the machineries would involve major overhauling cost to resume operations and the company is also unable to obtain support for supply of major raw material required for manufacture from its supplier. Also, the company has not bagged any new orders to substantiate the going concern assumption.

As per Standard on Auditing (SA) 570, "If the financial statements have been prepared using the going concern basis of accounting but, in the auditor's judgement, management's use of the going concern basis of accounting in the financial statements is inappropriate, the requirement in paragraph 21 for the auditor to express an adverse opinion applies regardless of whether or not the financial statements include disclosure of the inappropriateness of management's use of the going concern basis of accounting.

Hence, considering the cumulative effect of the factors detailed in the above paragraph in the revival of the company, we conclude that the Going Concern assumption of the management in preparation of financial statements is inappropriate.

- b. The Company has not recognized the following financial liability/asset at fair value in terms of Ind AS 109 and Impact of the same on the statement of unaudited financial results is not ascertainable:
- i. Amounts due to M/s.Fujikura Limited amounting to Rs.2,07,356 hundreds
 - ii. Trade Receivables (considered good) amounting to Rs.7,08,385 hundreds
 - iii. Unsecured Trade payables amounting to Rs.3,43,513 hundreds

5. Adverse Conclusion:

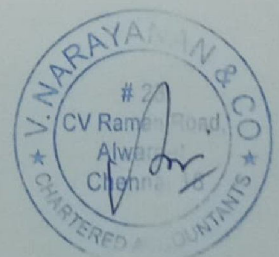
Based on our review conducted as stated in Para 3 hereinabove, because of the significant matters discussed in para 4 hereinabove, we believe that the accompanying statement of unaudited financial results read with notes thereon is not prepared in all material aspects, in conformity with the Indian Accounting Standards specified under Section 133 of the Companies Act,2013 read with rule 7 of the Companies (Accounts) Rules 2014 and other recognized accounting practices and policies generally accepted in India and the Company has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No.CIR/CFD/CMD/180/2019 dated July 19, 2019, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter:

- a) We draw attention to Note No.8 of the notes to Statement of unaudited financial results and Statement of assets and liabilities which states the reason for non-recognition of amounts due to the holding Company viz., Telecommunications Consultants India Limited amounting to Rs.1,43,69,340 hundreds at Fair Value in accordance with Ind AS 109, Our conclusion is not modified in respect of this matter.

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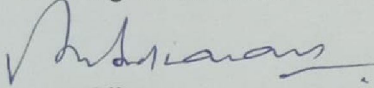


- b) Attention is invited to Note No.9 of the notes to statement of unaudited financial results and statement of assets and liabilities, which states that the balances carried in the Trade receivables, Trade payables, Advances and Deposits payable / recoverable are subject to confirmation from all parties (other than Telecommunications Consultants India Limited). The impact if any, on financial results is not ascertainable and our conclusion is not modified in this respect.
- c) Attention invited to Note No.6 that the company has not carried out actuarial valuation as of 31st December 2022, relating to Gratuity and Leave encashment benefits in terms of Ind AS 19, impacting total comprehensive income attributable to equity shareholders. Our conclusion is not modified in respect of this matter.
- d) The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence the disclosure relating to amounts unpaid as at the quarter end together with interest paid / payable under this Act could not be ascertained, our conclusion is not modified in this respect.

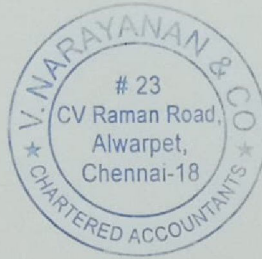
7. Other Matters

- a) The figures disclosed in accompanying unaudited financial results contains figures other than for the period ended 31st December 2022, which are not reviewed by us and taken from the published results of the respective periods. Our conclusion is not modified in this respect.

For V.NARAYANAN & Co.,
Chartered Accountants
Firm Reg. No: 002398S



S.U.Sridharan
Partner
ICAI Membership No: 019613



Place: Chennai
Date : 7th February 2023
UDIN: 23019613BGXMIK7713

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