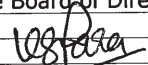


<b>TAMILNADU TELECOMMUNICATIONS LIMITED</b>					
(A Joint Venture of TCIL, Govt. of India Enterprise & TIDCO, Govt. of Tamilnadu Enterprise)					
Regd. Office: No.16, 1st Floor, Aziz Mulk 3rd Street, Thousand Lights, Chennai - 600 006					
Unaudited Financial Results for the Quarter ended 30th June 2013					
Sl.No	Particulars	(Amounts in Lakhs of Rupees)			
		Three Months ended		year ended	
		30th June 2013	31st March, 2013	30th June 2012	31st March, 2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Income from Operations</b>				
	(a) Net Sales / Income from Operations (Net of Excise Duty)	280.50	68.67	173.61	1,605.11
	(b) Other Operating income	0.01	2.82	4.76	9.65
	<b>Total Income from Operations (Net)</b>	<b>280.51</b>	<b>71.49</b>	<b>178.37</b>	<b>1,614.76</b>
<b>2</b>	<b>Expenses</b>				
	(a) Cost of materials consumed	199.07	175.86	221.35	1,174.30
	(b) Purchase of stock-in-trade	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock in trade	82.18	(217.50)	(94.17)	(204.61)
	(d) Employee benefits expense	97.75	96.98	80.70	354.78
	(e) Depreciation and amortisation expense	13.19	13.15	58.72	134.98
	(f) Other expenses	44.28	165.09	34.25	344.50
	<b>Total expenses</b>	<b>436.47</b>	<b>233.59</b>	<b>300.85</b>	<b>1,803.95</b>
<b>3</b>	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	(155.96)	(162.10)	(122.48)	(189.19)
<b>4</b>	Other income	1.31	8.76	0.55	18.76
<b>5</b>	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	(154.65)	(153.34)	(121.93)	(170.43)
<b>6</b>	Finance costs	162.79	173.78	164.25	671.71
<b>7</b>	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	(317.44)	(327.12)	(286.18)	(842.14)
<b>8</b>	Exceptional items	(0.28)	0.15	1.23	6.35
<b>9</b>	<b>Profit/(Loss) from ordinary activities before tax (7-8)</b>	(317.16)	(327.27)	(287.41)	(848.49)
<b>10</b>	Tax expense	-	-	-	-
<b>11</b>	<b>Net profit / (Loss) from ordinary activities after tax (9-10)</b>	(317.16)	(327.27)	(287.41)	(848.49)
<b>12</b>	Extraordinary items (net of tax expense Rs. Nil)	-	-	-	-
<b>13</b>	<b>Net Profit / (Loss) for the period (11+/-12)</b>	(317.16)	(327.27)	(287.41)	(848.49)
<b>14</b>	Paid-up equity share capital (Face Value Rs.10 each)	4,567.62	4,567.62	4,567.62	4,567.62
<b>15</b>	Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year	(6,746.78)	(6,429.62)	(5,868.54)	(6,429.62)
<b>16</b>	Earnings per share (before extraordinary items) ( in Rupees)	(0.69)	(0.72)	(0.63)	(1.86)
<b>17</b>	Public shareholding				
	- Number of shares	16613300	16613300	16613300	16613300
	- Percentage of shareholding	36.37%	36.37%	36.37%	36.37%
<b>18</b>	Promoters and Promoter group shareholding				
	(a) Pledged / Encumbered				
	- Number of shares	Nil	Nil	Nil	Nil
	- Percentage of shares	Nil	Nil	Nil	Nil
	(b) Non Encumbered				
	- Number of shares	29067700	29067700	29067700	29067700
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100%	100%	100%	100%
	- Percentage of shares (as a % of the total sharecapital of the company)	63.63%	63.63%	63.63%	63.63%
<b>19</b>	Investor complaints				
	pending at the beginning of the quarter	NIL	NIL	NIL	NIL
	Received during the quarter	NIL	NIL	NIL	NIL
	Disposed off during the quarter	NIL	NIL	NIL	NIL
	Remaining unsolved at the end of the quarter	NIL	NIL	NIL	NIL

<b>Notes:</b>	
1	The above results have been reviewed and approved by the Committee of the Board of Directors at its meeting held on 14.08.2013
2	The Accumulated losses of the company had exceeded its net worth again during 2011-12. 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 BIFR through the Monitoring Agency. Lack of orders and dull phase of OFC market during 2010-11 and 2011-12 were the reasons for such performance. During 2012-13, the company has successfully executed the BSNL order of 3,206 kms worth Rs. 15.97 crores. No other big tenders during that year also. The company has received add-on order for 1,602 kms from BSNL worth Rs. 7.98 crores during first week of May 2013 and is under execution. The NOFN Project tender floated for 4,04,995 kms. and the financial bid has been opened and under evaluation. The Company is in L3 position in one package and is expecting overflow quantity to the level of its production capacity of six months. The company has participated in one RailTel tender for supply of 3,258 kms and is L1 in Southern Region covering 795 kms. Orders to the extent of around 500 kms. is expected. The Company is hoping to get continuous orders from the current year 2013-14 onwards regularly since OFC market is picking up. The Company is also exploring the possibility of successful diversification project. Considering the scope during immediate future, the accounts have been prepared on Going Concern basis.
3	No provision is made for certain long pending debtors in view of the arbitration proceeding completed against the Purchaser for which Award is received in favour of the Company but has since been challenged by the Purchaser in the Court. In one case Court remitted back to the Arbitrator and the proceedings are in progress.
4	Provision for employee benefits has been made on estimated basis
5	Deferred tax: During the period 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 profits 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 profits in the future in terms of para 26 of AS-22. The treatment noted above is in accordance with the Accounting Standard 22 "Taxes on Income" notified under sub-section 3(C) of Section 211 of the Companies Act, 1956
6	Previous period's amounts are regrouped and rearranged to conform to the current period's classification.
7	Same Accounting Policies that of corresponding period of last year has been followed and as such, there is no change in accounting policies.
8	Segment Reporting: The company's business activity falls within a single primary business segment viz., telephone cables. The Company during 2012-13 executed CSR Project of TCIL by assembling and supply of 150 numbers of Tablet PCs. This is disclosed as a separate segment for that year. However, there were no such activities during the quarter ended June of both the years.

		(Amounts in Lakhs of Rupees)			
		Three months ended			Year ended
PARTICULARS		30th June, 2013	31st March, 2013	30th June 2012	31st March, 2013
		Unaudited	Unaudited	Unaudited	Audited
<b>Segment Revenue (Net Revenue):</b>					
(a) Exports		-	-	-	63.37
(b) Domestic		280.51	66.97	178.37	1,538.05
(c) Revenue from Tablet PC		-	11.82	-	20.64
<b>Total</b>		<b>280.51</b>	<b>78.79</b>	<b>178.37</b>	<b>1,622.06</b>
<b>Less: Inter Segment Revenue</b>		0	0	0	0
<b>Net Revenue</b>		<b>280.51</b>	<b>78.79</b>	<b>178.37</b>	<b>1,622.06</b>
<b>Segment Results : Unallocated</b>		<b>(317.16)</b>	<b>(327.27)</b>	<b>(287.41)</b>	<b>(848.49)</b>
<b>Capital Employed:</b>					
<b>(Segment Assets - Segment Liabilities)</b>					
(a) Exports		85.08	95.00	81.12	95.00
(b) Domestic		(2,143.27)	(1,843.26)	(1292.11)	(1,843.26)
(c) Tablet PC		26.52	26.50	0	26.50
<b>Total</b>		<b>(2,031.67)</b>	<b>(1,721.76)</b>	<b>(1,210.99)</b>	<b>(1,721.76)</b>
		for and on behalf of the Board of Directors			
		 <b>V.S.PARAMESWARAN</b> Managing Director			
Place: Chennai					
Date : 14.08.2013					

**Limited Review Report of Tamil Nadu Telecommunications Limited**  
Review Report to The Board of Directors

1. We have reviewed the accompanying statement of unaudited financial results of TAMIL NADU TELECOMMUNICATIONS LIMITED for the period ended 30<sup>th</sup> June 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 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. The Company has not provided for Deferred tax asset in respect of the timing difference on the depreciation of the fixed assets and other expenses that cause timing differences. The deferred tax asset as on June 30, 2013 works out to ₹1,22,791,173/-. **This information indicates that if the deferred tax asset was provided on June 30, 2013, deferred tax asset would increase by ₹1,22,791,173/- and the net loss would decrease by ₹1,22,791,173/- . Consequently the Earnings per share would increase to 1.99.**
4. Without qualifying our conclusion, we draw attention to Note No. 2 in the Notes to Accounts as at June 30,2013. The company has accumulated losses of ₹ 78,24,89,622 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 incurred a loss of ₹ 3,17,16,197 for the period under Review. Based on the mitigating factors discussed in the said note, the Management believes that the Going Concern assumption is appropriate.
5. Based on our review conducted as above, **except for the matter stated in Paragraph 3 above** , nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Chennai  
Date: 14.08.2013

For Ramesh and Ramachandran

Chartered Accountants

Firm No : 002981S



A handwritten signature in blue ink, appearing to read "Y. Sridhar".

Y. Sridhar  
Partner

M No: 28149