TAMILNADU TELECOMMUNICATIONS LIMITED

(A Joint Venture of TCIL, Govt. of India Enterprise & TIDCO, Govt. of Taminadu Enterprise)

Regd. Office: No. 16, 1st Floor, Aziz Mulk 3rd Street, Thousand Lights, Chenna: - 600 006

CIN . L32201TN1988PLC015705, TEL : 044 28292653, email : ttlcosec@rediffmail.com, website : www.ttlofc.in

Statement of Unaudited Financial Results for the Quarter and nine months ended 31st December 2014

	/		- 4			(Amounts in Lakh	c of Pupped)
SI.No	Particulars	Three Months ended			(Amounts in Lakhs of Rupees) For the period ended Year ended		
-		31st Dec 2014		31st Dec 2013	.31st Dec 2014	31st Dec 2013	31st March 2014
77	Income from Operations	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	(a) Net Sales / Income from				,		
	Operations (Net of Excise Duty) (b) Other Operating Income	361.91	393.63 1.19			1,168.95	1,361.26
	Total Income from Operations (Net) Expenses	361.91	394.82	100.55	1,023.79	1,171.15	4,11 1,365.37
	(a) Cost of materials consumed	288.36	325.70	89.10	814.20	726.34	
	(b) Purchase of stock-in-trade (c) Changes in inventories of				. 014.20	/20.34	882.24
1	finished goods, work-in-progress		!	:			
. 	and stock in trade (d) Employee benefits expense	(22.02)	(111.39)	(2.67)		182.82	155.40
	(e) Depreciation and amortisation	111.51	104.20	102.23	320.15	301.73	408.66
	expense	14.91	14.95	13.23	46.96	39.72	52.94
	(f) Other expenses Total expenses	60.67 453.43	70.50	36.19 ¹	178.78	161.77	231.65
3	Profit / (Loss) from	455.45	403.96	238.08_	1,196.53	1,412.38	1,730.89
1	operations before other income, finance costs and		Ì	:	į		"
	exceptiona! items (1-2)	(91.52)	(9.14)	(137.53)	(172.74)	(241.23)	/2CF 501
4	Other income	5.27	0.97	4.17	4.32	10.62	(365.52) 11.84
5	Profit/(Loss) from ordinary						11.04
	activities before finance costs			i			
6	and exceptional items (3+4) Finance costs	(86.25) 204.68	(8.17) 190.16	(133.36)	(168.42)	(230.61)	(353.68)
7	Profit/(Loss) from ordinary	204.08	190.16	163.31	569.79	491.71	663.91
	activities after finance costs but before exceptional items		į	ļ	i	1	
ļ	(5-6)	(290.93)	(198.33)	(296.67)	(738.21)	(722.32)	(1,017.59)
8 9	Profit/(Loss) from ordinary	2.57	(88.0)	(0.01)	1.65	(0.40)	5.64
1.	activities before tax (7-8)	(293.50)	(197.45)	(205 66):	(770 00)	/ -	
10	Tax expense	(255.50)	(137.43)	(296.66):	(739.86)	(721.92)	(1,023.23)
**	Net profit / (Loss) from ordinary activities after tax (9-			,		1	
	10)	(293.50)	(197.45)	(296.66)	(739.86)	(721.92)	(1,023.23)
- 12	Extraordinary items (net of tax expense)	1		, <u></u>			(1,023.23)
13	Net Profit / (Loss) for the						
14	Pald-up equity share capital (Face	(293.50)	(197.45)	(296.66)	(739.86)	(721.92)	(1,023.23)
	Value Rs.10 each)	4,567.62	4,567.62	4,567.62	4,567.62	4,567.62	4 567 63
15	Reserves excluding revaluation					1,207,02	4,567.62
	reserves as per Balance Sheet of previous accounting year	(8,192.72)	(7,899.23)	(7:151.55)	(0.402.70)		
16	·	(0,152,72)	.(7,099.23)	(7,151.55)	(8,192.72)	(7,151.55)	(7,452.86)
	Earnings per share (before extraordinary items) (in Rupees)	(0.64)	10.40		, j	1	
17	Public shareholding	(0.64)	(0.43)	(0.65)	(1.62)	(1.58)	(2.24)
	- Number of shares	16613300	16613300	16613300	16613300	16613300	16613300
18	- Percentage of shareholding Promoters and Promoter group	36.37%	36.37%	36.37%	36.37%	36.37%	36.37%
10.	shareholding					1	
	(a) Pledged / Encumbered						
	- Number of shares - Percentage of shares	Nil Nil	NII NII	Nil Nil	Nil Nil	NII	. Nil
	(b) Non Encumbered Number of shares				Nif	Nil	Nii
		29067700	29067700	29067700	29067700	29067700	29067700
ļ .	- Percentage of shares (as a % of the total shareholding of the			į			·
	promoter and promoter group)	100%	100%	100%	100%	1000	
-	- Percentage of shares (as a %		. 100 /01	10078	100%	100%	100%
	of the total sharecapital of the company)						
19		63.63%	63.63%	63.63%	63.63%	63.63%	63.63%
	Investor complaints' Pending at the beginning of the quarter						
· ·	Received during the quarter	NIL NIL				<u> </u>	
-	Disposed off during the quarter	NIL					
.]	Remaining unsolved at the end of						
	the quarter	NIL NIL		<u> </u>			

Company has received APO in Feb, 2014 and has been monitored by 6IFs through the Monitoring Agency. Lack of orders and dull 11 onwards is the main reason for the poor performance. The accumulated losses again excelled the network ourning 20 Company has received APO in Feb, 2014 and has accepted \$500 KMs of 22F OFC with accessories valuing around Rs. 31 2500 KMs (50%) in APO, 2014 This order is under execution. They have extended the total period of the order to founce for bilance 2500 KMs is expected in 2015-16. Out of Raiffel tender for supply of 1352 KMs of 2xF ADSS OFC, the Comp Company is happell of getting continuous orders in future regularly since OFC market is picking up and OFC requirement during immediate future and TCLL's continuous support, the accounts have been prepared on Gong Concern basis. 3 No provision is made for one long pending debtor in view of the arbitration proceeding completed against the Purchase in the Court. The Court has remitted back to proceedings have been completed and decided in favour of the Company during Oct, 2014 and award also issued. 4 Provision for employee benefits has been made on estimated basis 5 Deferred tax: During the period the Company has not accounted. Y taken the credit / charge for the deferred tax ass brining difference over the deferred tax ilability has been ignored for want of reasonable certainty of the company making taxable income in the readire years have been ignored for creat accumulated losses and carried forward depreciation under the tax laws have been ignored for creating the violence of the company making taxable income in the the active years have been ignored for creating the deferred is no reasonable detainty of the company making taxable income in the the active years have been generated in our creating the deferred is no reasonable detainty of the company making taxable income in the the active years have been represented in Part C of Schedule II of the Companies Act, 2013, is in for the violence active the processory during the perio													
Jiff Nas (Ssued a Sanctioned Scheme for the Company on 21, 07,2010 and the networth became positive during 2010.1. Company is under re-habilitation and is being monitored by life! through the Monitoring Approx, Lack of orders and dull 1 onwards is the main reason for the poor performance. The accumulated losses again creded the networth during 20 Company has received Art) in reb, 2010 KMs (50%) in Apr. 2014. This order is under execution. They have extended the total period of the order to Courte for balance 2900 KMs is expected in 2015 1-6. Out of Ranff et cleder for supply of 1352 KMs of 274 ADSS OFC, the Comp 256 KMs worth 85. 19 (crores. 85ML has floated a big tender for supply of 24000 KMs of 724 FIDED SOFC, due for op Company is hopful of getting continuous orders in future regularly since OFC market is picking up and OFC requirement during immediate future and TCLI's continuous support, the accumits have been prepared on Gong Concern basis. 3 No provision is made for one long pending debtor in view of the arbitration proceeding compileted against the Purchaser favour of the Company but has since been challenged by the Purchaser in the Court. The Court has remitted back to proceeding have been completed and decided in favour of the Company during Oct. 2014 and award also issued. 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 is subtiting difference over the deferred tax is liability has been ignored for want of reasonable certainty of the company making taxable income in the future in terms of period for creating the deferred as in stability has been ignored for want or reasonable certainty of the company making taxable income in the future in terms of period 26 of A5-22. The tre executation with the Accounting Schinder 22 Traxes on Income* notified and resurred for creating the deferred as income and the company and the period of least year has been followed and as such,			1										
No provision is made for one long pending debtor in view of the arbitration proceeding completed against the Purcha favour of the Company but has since been challenged by the Purchaser in the Court. The Court has remitted back to proceedings have been completed and decided in favour of the Company during Oct, 2014 and award also issued. 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 issuiting difference over the deferred tax isability has been ignored for want of reasonable certainty of the company making the period of the company making taxed basis 5 Deferred tax: During the period the Company has not accounted / taken the credit / charge for the deferred tax isability has been ignored for want of reasonable certainty of the company making taxoble income in the future in the resonable certainty of the company making taxoble income in the future in terms of para 2 of AS-22. The term accountained bioses and carried forward depreciation under the tax laws have been ignored for creating the deferred is no reasonable certainty of the company making taxoble income in the future in terms of para 2 of AS-22. The term accountained with the Accounting Standard 22 Taxes on Income* notified under Section 133 of the Companies Act, 20 Taxes on Income* notified under Section 133 of the Companies Act, 20 Taxes on Income* notified under Section 133 of the Companies Act, 20 Taxes on Income* notified under Section 133 of the Companies Act, 20 Taxes on Income* notified under Section 133 of the Companies Act, 20 Taxes on Income* notified under Section 132 of Taxes of Income from Justine the Para Cortain Section 132 of Taxes of Income from Justine Act 20 Taxes on Income* notified under Section 132 of Taxes and T		BIFR has issued a Sanctioned Scheme for the Company on 21.07.2010 and the networth became positive during 2010-11 after restructuring. The Company is under re-habilitation and is being monitored by BIFR through the Monitoring Agency. Lack of orders and dull phase of OFC market from 2010-11 onwards is the main reason for the poor performance. The accumulated losses again eroded the networth during 2011-12. From the BBNL tender the Company has received APO in Feb, 2014 and has accepted 5800 KMs of 24F OFC with accessories valuing around Rs.31.9 crores. BBNL has issued PO for 2900 KMs (50%)-in Apr, 2014. This order is under execution. They have extended the total period of the order to fourteen months from eight months. PC for balance 2900 KMs is expected in 2015-16. Out of RailTel tender for supply of 1352 KMs of 24F ADSS OFC, the Company has received counter offer for 256 KMs worth Rs. 1.91crores. BSNL has floated a big tender for supply of 24000 KMs of 24F HDPE DS OFC, due for opening on 24.02.2015. The Company is hopeful of getting continuous orders in future regularly since OFC market is picking up and OFC requirement in these. Considerations of the contraction of the process of the pr											
Provision for employee benefits has been made on estimated basis Deferred tax: During the period the Company has not accounted / taken the credit / charge for the deferred tax assist timing difference over the deferred tax islability has been ignored for want of reasonable certainty of the company may future. Similarly, for the same reason, certain other provisions made in the earlier years have been ignored for creat accomulated losses and carried forward depreciation under the tax laws have been ignored for creating the deferred is no reasonable certainty of the company making taxable income in the future in terms of para 26 of A5-22. The treat accomulated losses and carried forward depreciation under the tax laws have been ignored for creating the deferred is no reasonable certainty of the company making taxable income in the future in terms of para 26 of A5-22. The treator carcordance with the Accounting Standard 22 "Taxes on Income" notified under Section 133 of the Companies Act, 2013, is in part of the valuation of useful lives of fixed assets as prescribed in Part C of Schedule II of the Companies Act, 2013, is in part of the companies Act, 2013, is in part of the companies and the valuation of insurance claims shall be accounted accordingly in the book administration of the effect of loss based on the evaluation / insurance claims shall be accounted accordingly in the book administration of the effect of loss based on the evaluation / insurance claims shall be accounted accordingly in the book during the effect of loss based on the evaluation / insurance claims shall be accounted accordingly in the book during the effect of loss based on the evaluation / insurance claims shall be accounted accordingly in the book during the evaluation period of last year has been followed and as such, there is no char the reporting period. Same Accounting Policies as that of corresponding period of last year has been followed and as such, there is no char the reporting period. Segment Reporting: The Company's busine	3	No provision is made for one long pending debtor in view of the arbitration proceeding completed against the Purchaser for which Award is received in favour of the Count has remitted back to the Advisor Award is received in											
5 Deferred tax: During the period the Company has not accounted / taken the credit / charge for the deferred tax assit timing difference over the deferred tax liability has been ignored for want of reasonable certainty of the company may future. Similarly, for the same reason, certain other provisions made in the earlier years have been ignored for creat accumulated loses and carried forward depreciation under the tax laws have been ignored for creating the deferred is no reasonable certainty of the company making taxable income in the future in terms of pare 3 of AS-22. The tre accordance with the Accounting Standard 22 "Taxes on Income" notified under Section 133 of the Companies Act, 2013, is in previous periods in the factory compound on 12.01.2015 inpits. Most of the WIP call was minor damage to the Factory building as well as to few testing equipments. FIR lodged and insurance survey / e The effect of loss based on the evaluation / insurance claim shall be accounted accordingly in the books during the question periods figures have been regrouped where ever necessary during the reporting period. 9 Same Accounting Policies as that of corresponding period of last year has been followed and as such, there is no char the reporting period. 10 The financial results have been reviewed by the Statutory Auditors as required under Clause 41 of the Listing Agreen Segment Reporting: The Company's business activity falls within a single primary business segment viz., telephone cables as a feasibility study, executed CSR Project of TCIL by assembling and supply of 150 numbers of Tablet PCs successfuly. No fuduring the period under review. Few outstanding exists, hence Tablet PC is disclosed as a separate segment. Segment Revenue (Net Sales / Income from operations 10 (Unaudited) (Unaudited								- .					
There was a major fire in the open store yard within the Factory compound on 12.01.2015 night: Most of the WIP call was minor damage to the Factory building as well as to few testing equipments. FIR lodged and insurance survey / er The effect of loss based on the evaluation / insurance claim shall be accounted accordingly in the books during the query of the effect of loss based on the evaluation / insurance claim shall be accounted accordingly in the books during the query of the refect of loss based on the evaluation / insurance claim shall be accounted accordingly in the books during the query of the refect of loss based on the evaluation / insurance claim shall be accounted accordingly in the books during the query of the period of figures have been regrouped where ever necessary during the reporting period. Same Accounting Policies as that of corresponding period of last year has been followed and as such, there is no char the reporting period. 10 The financial results have been reviewed by the Statutory Auditors as required under Clause 41 of the Listing Agreen Segment Reporting: The Company's business activity falls within a single primary business segment viz., telephone cables as a feasibility study, executed CSR Project of TCIL by assembling and supply of 150 numbers of Tablet PCs successfuly. No fuduring the period under review. Few outstanding exists, hence Tablet PC is disclosed as a separate segment. [Amount of the period under review. Few outstanding exists, hence Tablet PC is disclosed as a separate segment. [Amount of the period of the period of TCIL by assembling and supply of 150 numbers of Tablet PC so 101.3 1st Dec 201.4 31st Dec 201.3 1st Dec 201.4 31st Dec 201.		future. Similarly, for the same reas accumulated losses and carried for is no reasonable certainty of the co accordance with the Accounting St	son, certain other prward depreciation ompany making taxtandard 22 "Taxes of the control of the	een ignored for want provisions made in the under the tax laws h xable income in the f on Income" notified in	t of reasonable cert he earlier years hav have been ignored i future in terms of p under Section 133	tainty of the compa we been ignored for for creating the del para 26 of AS-22. T of the Companies	eny making taxable r creation of deferr ferred tax asset co The treatment note Act, 2013	e income in the near red tax asset. The insidering that there ed above is in					
Three Months ended by the Particular survey / ended and insurance survey /													
Same Accounting Policies as that of corresponding period of last year has been followed and as such, there is no char the reporting period. 10 The financial results have been reviewed by the Statutory Auditors as required under Clause 41 of the Listing Agreen Reporting: The Company's business activity falls within a single primary business segment viz., telephone cables as a feasibility study, executed CSR Project of TCIL by assembling and supply of 150 numbers of Tablet PCs sucessfuly. No fuduring the period under review. Few outstanding exists, hence Tablet PC is disclosed as a separate segment. CAMO		The effect of loss based on the eva	aluation / insurance	to few testing equipred claim shall be accou	ments. FIR lodged a unted accordingly in	and insurance survented in the books during	iou / ougliustion st i	tama in tall a color					
Three Months ended Three		Same Accounting Policies as that o	n regrouped where of corresponding pe	ever necessary duri riod of last year has	ing the reporting pe been followed and	eriod. as such, there is n	o change in accou	nting policies, during					
Segment Reporting: The Company's business activity falls within a single primary business segment viz., telephone cables as a feasibility study, executed CSR Project of TCIL by assembling and supply of 150 numbers of Tablet PCs sucessfuly. No fuduring the period under review. Few outstanding exists, hence Tablet PC is disclosed as a separate segment.	10	tare reporting period.						· · · · · · · · · · · · · · · · · · ·					
SI.No Particulars SI.No Particulars Sist Dec 2014 30th Sep 2014 31st Dec 2013 31st Dec 2014	Segme as a fea	ent Reporting: The Company's bus asibility study, executed CSR Projec	siness activity falls of TCIL by assem	within a single prima	ary business segme	I. ent viz., telephone of blet PCs sucessfuly segment.	cables. The Compa	ess in this front					
31st Dec 2014 30th Sep 2014 31st Dec 2013 31st Dec 2014 40st Dec 201	SI.No	Particulars	T	hree Months ende	d .	\$		Year ended					
Segment Revenue (Net Sales / Income from operations) (a) Telephone cables 361.91 394.82 100.55 1023.79 (b) Revenue from Tablet PC	•						31st Dec 2013 (Unaudited)	31st March 2014 (Audited)					
Segment Revenue (Net Sales / Income from operations) (a) Telephone cables 361.91 394.82 100.55 1023.79	-1												
(b) Revenue from Tablet PC Total Segment Revenue Net Sales / Income from operations Segment Results: Profit / (Loss) before tax (a) Unallocated (Segment Assets - Segment Liabilities) (b) Tablet PC Segment Results: (3437.51) (b) Tablet PC Segment Results: (3431.83) Segment Results: Profit / (Loss) before tax (3431.83) Segment Results: Profit / (Loss) before tax (293.50) (197.45) (296.66) (739.86) (739.86) (739.86) (739.86) (739.86) (739.86) (739.86) (739.86) (739.86) (739.86) (739.86) (739.86)		/ Income from operations)											
Total 361.91 394.82 100.55 1023.79			361.91	1	100.55	1023.79	1169.00	1363.22					
Less: Inter Segment Revenue		Total	361.91		100.55	1023,79	2.15 1171.15	2.15 1365.37					
operations 361.91 394.82 100.55 1023.79 2 Segment Results: Profit / (Loss) before tax (a) Unallocated (293.50) (197.45) (296.66) (739.86) 3 Capital Employed: (Segment Assets - Segment Liabilities) (a) Telephone cables (3437.51) (3153.32) (2460.67) (3437.51) (b) Tablet PC 5.68 5.68 27.12 5.68 Total (3431.83) (3147.64) (2433.55) (3431.83) For and on behit			-	*									
2 Segment Results: Profit / (Loss) before tax (a) Unallocated (293.50) (197.45) (296.66) (739.86) 3 Capital Employed: (Segment Assets - Segment Liabilities) (2) Telephone cables (3437.51) (3153.32) (2460.67) (3437.51) (b) Tablet PC (5.68) (5.68) (27.12) (5.68) Total (3431.83) (3147.64) (2433.55) (3431.83)			361.91	394.82	100.55	1022.70	117115						
Capital Employed: (250.00) (735.80)		Segment Results: Profit / (Loss) before tax		334.02	100.55	1023./9	1171.15	1365.37					
Capital Employed: (Segment Assets - Segment Liabilities) (a) Telephone cables (3437.51) (3153.32) (2460.67) (3437.51) (b) Tablet PC 5.68 5.68 27.12 5.68	-			(197.45)		(739.86)	(721.92)	(1023.23)					
(b) Tablet PC 5.68 5.68 27.12 5.68 Total (3431.83) (3147.64) (2433.55) (3431.83) For and on behi		(Segment Assets - Segment Liabilities)											
Total (3431.83) (3147.64) (2433.55) (3431.83) For and on behi							(2460.67)	(2725.88)					
For and on beh							27.12	5.68					
					(2433.33)]		(2433.55)	(2720.20)					
						For and c	or and on behalf of the Board of Directors						
													
Place: Chennai			-										
Date ; 13.02.2015								AMESWARAN					

S. VENKATRAM & CO.,

CHARTERED ACCOUNTANTS

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Limited Review Report of Tamilnadu Telecommunications Limited For the quarter ended 31st December 2014

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, for the quarter ended 31st December 2014 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 Director/ 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) 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 inquiries of company personnel and an analytical procedure 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. Attention is invited to Note 2 in the Statement of Unaudited Financial Results for the quarter and nine months ended 31st December 2014 mentioning that the Company's financial statements have been prepared on "GOING CONCERN" basis. In our opinion, the concept of "GOING CONCERN" is no more valid as far as this Company is concerned having regard to the following:

The accumulated losses as at 31.12.2014 stands at Rs. 8192.72 Lakhs as against the Share capital of Rs. 4567.62 Lakhs

- ii. The net worth has been fully eroded and the Company has consistently made significant losses since the year 2011-12.
- iii. The Company has incurred cash losses during the financial years ended 31.03.2013 and 31.03.2014.
- iv. Due to single product manufacturing facility, company's growth is restricted, indicating the existence of a material uncertainty casting a doubt about the Company's ability to continue as a Going Concern.
- v. The installed capacity of the Unit of the Company is 14073 (in RKM). The actual production for the year ended 31.03.2014 was 2724 (in RKM) indicating a capacity utilisation of 19.36%.
- vi. Working capital cycle of the Company is large and those with support of backward integration to manufacture raw material will generally be able to withstand cyclic situation, which support the Company does not have.
- 4. In view of the above, we are of the opinion that the Company's accounts should NOT have been compiled on "GOING CONCERN" basis. Had the Company not followed GOING CONCERN ACCOUNTING, there would have been significant adjustments to the assets and liabilities as on 31st December 2014, which may result in further erosion in the Net worth of the Company. The impact of above on the accounts is not ascertainable at this stage.
- 5. Based on our review conducted as above, except for the matter stated in paragraphs 3 and 4 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 notified pursuant to the Companies (Accounting Standard) Rules ,2006 which continue to apply as per Section 133 of the Companies Act ,2013 ,read with Rule 7 of the Companies (Accounts) Rules ,2014, 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.

No. 218 \ T.T.K. Road, For S. VENKATRAM & CO., Chartered Accountants

FRN: 004656S

R.VAIDYANATHAN
Partner

Partner M.No.18953

Place:

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Chennai

Date:

13th February 2015