



TAMILNADU TELECOMMUNICATIONS LIMITED

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

OPTICAL FIBRE CABLE DIVISION



Works : E18B-24, CMDA Industrial Complex, Maraimalai Nagar - 603 209. Phone : (044) 27451095, 27452406, Telefax : +91-44-27454768
CIN : L32201TN1988PLC015705, GSTIN : 33AAACT9920B1ZP

TTL/CS/BM/156/2017-18

14.02.2018

To

The Manager,
M/s. National Stock Exchange Limited,
"Exchange Plaza"
Bandra Kurla Complex,
Bandra East, Mumbai - 400 051

SUB: Reply towards the Non-compliance as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

REF: 1. NSE letter No NSE/LIST/16095 dated 17th August 2017 Scrip Code : NSE Scrip Symbol : TNTELE

2. TTL reply vide letter No. TTL/CS/BM/156/2017-18 dated 13.11.2017.

Dear Sir Greetings !

This is with regard to your letter NSE letter No NSE/LIST/16095 dated 17th August 2017 mentioning about the Non compliance as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and our subsequent reply dated 13.11.2017.

In this regard, please find attached herewith Financial results as per Schedule III to the Companies Act 2013 and including Reconciliation of Profit & Loss.

Hope this clarifies your query.

This is for your kind information and record please.

Thanking you,

Yours faithfully,
For Tamilnadu Telecommunications Limited,


(R Deva Kumar)
Managing Director
Encl : as above.

TAMILNADU TELECOMMUNICATIONS LIMITED
(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
 CIN : L32201TN1988PLC015705, TEL : 044 28292653, email : tlcosec@rediffmail.com, website : www.ttlcofc.in
 Statement of Unaudited Financial Results for the Quarter Ended June 30, 2017

(Rs. in Thousands)					
Particulars	Note No.	For the quarter ended 30th June 2017	For the quarter ended 31st March 2017	For the quarter ended 30th June 2016	For the year ended 31st March 2017
I. Revenue from operations	17	699	26,206	8,006	26,701
II. Other income	18	94	241	28	79
III. Total Income (I+II)		793	26,447	8,034	26,780
IV. Expenses:					
Cost of materials consumed	19	2,223	13,170	5,433	14,691
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	20	(1,930)	5,717	(769)	3,816
Excise Duty		78	1,145	890	2,967
Employee benefits expense	21	12,648	32,021	12,201	44,783
Finance Costs	22	20,118	56,489	20,546	77,672
Depreciation and amortisation expense	23	788	2,352	783	3,141
Other expenses	24	2,704	32,325	3,290	24,153
Provision for Doubtful Debts/Advances		-	-	6,520	8,755
Total expenses		36,627	1,43,218	48,894	1,79,978
V. Profit/(loss) before exceptional items and tax (III-IV)		(35,834)	(1,16,771)	(40,860)	(1,53,198)
VI. Exceptional items	25	-	4,606	4,636	4,741
VII. Profit/(loss) before tax (V-VI)		(35,834)	(1,21,377)	(45,497)	(1,57,939)
X. Tax expense:					
(1) Current tax		-	-	-	-
(2) Deferred tax		-	-	-	-
IX. Profit/(Loss) for the period (VII-VIII)		(35,834)	(1,21,377)	(45,497)	(1,57,939)
XII. Other Comprehensive Income					
Item that will not be reclassified to profit or loss	26	-	(4,670)	-	(4,748)
XIII. Profit/(Loss) for the period (XI + XII)		(35,834)	(1,26,047)	(45,497)	(1,62,688)
XIV. Earnings per equity share: (in Rupees)					
(1) Basic		(0.78)	(2.76)	(1.00)	(3.56)
(2) Diluted		(0.78)	(2.76)	(1.00)	(3.56)

Notes in SEBI Format:

1) The company adopted Indian Accounting Standards ("Ind AS") and accordingly the financial results for the year ended 31st March, 2017 presented have been prepared in accordance with the recognition and measurement principles laid down as per IndAS guidelines as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there-under and the other accounting principles generally accepted in India. The company had previously issued its unaudited financial results for the quarter ended 30th June 2016, based on its preliminary selection of exemptions and accounting policies. All such policies and exemptions were finalized as of March 31st 2017. However, there is no material financial impact of the above on the financial results for the quarter ended June 30th 2016.

2) The above results have been reviewed and approved by the Committee of the Board of Directors at its meeting held on 11-08-2017.

3) The accumulated losses of the company Rs.1,21,32,76,990 as of 30th June 2017 had exceeded the net worth of the company. The net worth of the company as of 30th June 2017 is negative at Rs. 75,65,14,990.

4) Lack of executable orders and dull phase of Optical Fiber Cable (OFC) market from 2010-11 onwards is the main reason for poor 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 Telecommunications Consultants India Limited, Govt of India's Department of Telecommunications etc, the accounts have been prepared on "Going Concern basis" for the present.

5) Same accounting policies as that of last financial year are followed in the current quarter.

6) Provision for Employee Benefits has been made on estimated basis.



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) No provision is made for one long pending debtor Rs. 3.40 crores, 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. The Court has remitted back to the Arbitrator for speaking orders which has also been awarded in favour of the Company. The Purchaser has again appealed in the Court.

9) No provision is made for Rs.0.13 crores, due from RailTel which was under Arbitration. In the Arbitration award, six claims were in favour of the Company and one against the Company. Company has appealed against the award in Delhi High court and the proceedings are in progress.

10) Depreciation has been provided as per the requirement of Part C of Schedule II to the Companies Act, 2013.

11) The statement includes the results for the quarter ended March 31, 2017 being the balancing figure between audited figures in respect of the year ended March 31, 2017 and the published figures of the company up-to the third quarter of the previous financial year.

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

13) The financial results have been reviewed by the Statutory Auditors as required under Regulation 33 of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015.

14) The Company's business activity falls within a single primary business segment viz., telephone cables.

15) Reconciliation between IND AS and previous Indian GAAP for the quarter ended 30th June 2016

Particulars	(Rs in thousands)
Net profit/(Loss) after tax published as per previous GAAP	-45,497
Ind AS: Adjustments increase/(decrease) :	
Other Adjustments	-
Total comprehensive Income/(Loss) under IND AS	-45,497

16. There are no reconciliation items between IND AS and previous GAAP for the quarter ended 30th June 2016

For on behalf of Board of Directors


R.Devakumar
Managing Director



Place : Chennai
Date : 12.08.2017