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The Stock Exchange, Mumbai
Phiroz Jeejeebhoy Towers
Dalal Street, Mumbai- 400 001

SHYAM
TELECOM LTD

The National Stock Exchange of India Ltd.
"Exchange Plaza", Bandra-Kurla Complex
Bandra (E), Mumbai-400 051

STL\CS\ 9075\ 2010

29th October, 2010

**SUB: UNAUDITED QUARTERLY FINANCIAL RESULTS FOR THE
QUARTER ENDED 30th SEPTEMBER, 2010**

Sir

This is to inform you that in the Board Meeting held today i.e. on Friday, 29th October, 2010, the Un-audited Financial Results (Provisional) for the Quarter ended 30th September, 2010 along with Limited Review were considered, approved and taken on record amongst other business.

We are enclosing herewith the Un-audited Financial Results (Provisional) for the Quarter ended 30th September, 2010 in the prescribed format as per Clause 41 of the Listing Agreement along with the Limited Review Report of Statutory Auditors.

We also hereby confirm that the Un-audited Results (Provisional) for the Quarter ended 30th September, 2010 will be published in one English Daily Newspaper and in one Hindi Newspaper within 48 hours of the Board Meeting in accordance with the provisions contained in the Listing Agreement.

This is for your information /records and circulation to the members of the Exchange.

Thanking You

Yours Sincerely

For SHYAM TELECOM LTD.


DHARMENDER DHINGRA
VICE-PRESIDENT (LEGAL)
& COMPANY SECRETARY

Encl.: As Above

SHYAM TELECOM LIMITED

Regd. Office : MTS Tower, 3, Amrapali Circle, Vaishali Nagar, Jaipur - 302021, Rajasthan, India

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2010

Under Clause 41 of the Listing Agreement						Rs. In Lacs
S NO.	PARTICULARS	Unaudited Quarter Ended		Unaudited Half Year Ended		Audited For The Year Ended
		30-Sep-10	30-Sep-09	30-Sep-10	30-Sep-09	31-Mar-10
1	Net Sales/Income from Operations	17,777.44	7,025.18	31,544.69	13,809.59	29,060.55
2	Other Operating Income	16.26	19.11	45.97	27.28	84.11
3	Total Income (1+2)	17,793.70	7,044.29	31,590.66	13,836.87	29,144.66
4	Expenditure					
	(a) (Increase)/Decrease in Stock in Trade	(2,649.72)	(1,499.84)	(3,514.43)	(1,302.36)	(1,910.45)
	(b) Consumption of Material & Services	480.20	589.50	1,412.51	1,491.59	2,698.24
	(c) Purchase of Traded Goods	18,340.13	7,192.97	30,642.54	11,737.74	24,538.55
	(d) Employees Cost	375.31	343.91	759.62	692.52	1,313.53
	(e) Depreciation	85.17	90.33	171.10	176.15	358.03
	(f) Other Expenditure	586.75	785.07	1,253.47	1,343.79	2,535.53
	(g) TOTAL	17,217.84	7,501.94	30,724.81	14,139.43	29,533.43
5	Profit from Operations before Other Income, Interest & Exceptional Items (3-4)	575.86	(457.65)	865.85	(302.56)	(388.77)
6	Other Income	55.07	73.99	104.07	87.36	185.09
7	Profit before Interest & Exceptional Items (5+6)	630.93	(383.66)	969.92	(215.20)	(203.68)
8	Interest	52.63	131.59	169.35	268.14	452.21
9	Profit after Interest but before Exceptional Items (7-8)	578.30	(515.25)	800.57	(483.34)	(655.89)
10	Exceptional Items	-	-	-	-	-
11	Profit/(Loss) from Ordinary Activities before tax (9-10)	578.30	(515.25)	800.57	(483.34)	(655.89)
12	Tax expense	32.20	(109.65)	102.20	(93.15)	(208.11)
13	Net Profit/(loss) from Ordinary Activities after tax (11-12)	546.10	(405.60)	698.37	(390.19)	(447.78)
14	Extraordinary items	469.93	-	469.93	-	-
15	Net Profit / (Loss) for the period (13-14)	76.17	(405.60)	228.44	(390.19)	(447.78)
16	Paid up Equity Share Capital (Face Value of the share Rs.10/-)	1,127.00	1,127.00	1,127.00	1,127.00	1,127.00
17	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	3,442.09
18	Earning Per Share (EPS)					
	(a) Basic and diluted EPS before Extraordinary items	4.85	(3.60)	6.20	(3.46)	(3.97)
	(b) Basic and diluted EPS after Extraordinary items	0.68	(3.60)	2.03	(3.46)	(3.97)
19	Public shareholding					
	- Number of shares	3,800,517	3,800,517	3,800,517	3,800,517	3,800,517
	- Percentage of shareholding	33.72	33.72	33.72	33.72	33.72
20	Promoters and Promoter Group Shareholding					
	(a) Pledged / Encumbered					
	- Number of shares	2,200,000	2,200,000	2,200,000	2,200,000	2,200,000
	- Percentage of Promoters shareholding	29.45	29.45	29.45	29.45	29.45
	- Percentage of Total shareholding	19.52	19.52	19.52	19.52	19.52
	(b) Non-encumbered					
	- Number of shares	5,269,483	5,269,483	5,269,483	5,269,483	5,269,483
	- Percentage of Promoters shareholding	70.55	70.55	70.55	70.55	70.55
	- Percentage of Total shareholding	46.76	46.76	46.76	46.76	46.76

Segment wise Revenue and Results

1.	Segment Revenue					
	- Telecom Products & Services	1,200.13	1,463.76	3,500.31	3,822.35	7,478.30
	- Turnkey Projects and Trading	16,593.57	5,580.53	28,090.35	10,014.52	21,666.36
	- Investments	8.99	0.70	13.10	1.59	1.72
	Gross Sales / Income From Operations	17,802.69	7,044.99	31,603.76	13,838.46	29,146.38
	Less : Inter / Intra Segment Sales	-	-	-	-	-
	Net Sales	17,802.69	7,044.99	31,603.76	13,838.46	29,146.38
2.	Segment Results					
	(Profit before Interest, Tax and unallocable overheads)					
	- Telecom Products & Services	(15.09)	(46.27)	84.18	262.00	600.02
	- Turnkey Projects and Trading	789.18	90.25	1,186.13	211.09	73.76
	- Investments	8.99	0.70	13.10	1.59	1.72
	Total	783.08	44.68	1,283.41	474.68	675.50
	Less :					
	Depreciation & Amortisations	85.17	90.33	171.10	176.15	358.03
	Interest & Financial Charges	52.63	131.59	169.35	268.14	452.21
	Other un-allocable Expenditure (Net of un-allocable Income)	66.98	338.01	142.39	513.73	521.15
	Profit/ (Loss) Before Tax (Net of Extraordinary Items)	578.30	(515.25)	800.57	(483.34)	(655.89)

Notes:-

- The above Unaudited Financial Results (Provisional) after review of Audit Committee were taken on record by the Board of Directors at its meeting held on 29th October, 2010. The limited review of the Financial Results (Provisional) for quarter ended September 30, 2010 has also been carried out by the Statutory Auditors of the company.
- Sundry debtors include an amount of Rs. 43.16 Crores due from a customer as on 30.09.2010, for which Management is of opinion that the same is recoverable OR adjustable, hence no provision has been considered.
- Exchange Fluctuation gain of Rs.148.21 Lacs on Forward Contracts of L/C on account of raw material purchases has been credited to purchase account.
- Extraordinary Items of Rs. 469.93 lacs (Net of Depreciation of Rs. 218.12 Lacs) is on account of obsolete Machinery Written Off.
- Provision for Tax includes provision for Deferred Tax and Minimum Alternate Tax .
- In terms of amended Clause 41 of the Listing Agreement, details of number of Investor complaints for the quarter ended 30-09-10 are as follows :-
Beginning - nil , Received - 3 , Disposed off - 3 , Pending - nil.
- In compliance with the Micro, Small and Medium Enterprises Development Act, 2006, the Company has called for the information from vendors. However, no response has been received till date.
- Utilisation of Capital Employed in the Business have not been identified to any of the reportable segments as capital employed is used interchangeable.

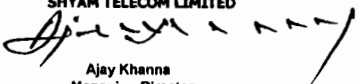
i) Statement of Assets and Liabilities

Rs. In Lacs

		UNAUDITED HALF YEAR ENDED	UNAUDITED HALF YEAR ENDED	AUDITED FOR THE YEAR ENDED
		AS at 30.09.2010	AS at 30.09.2009	AS at 31.03.2010
Particulars				
I.	Shareholders Funds			
	(a) Capital	1127.00	1127.00	1127.00
	(b) Reserves and Surplus	3670.54	3499.70	3442.09
	Loan Funds	3283.73	3940.37	3588.32
	Deferred Tax Liability (Net)	544.21	558.04	442.01
	TOTAL	8625.48	9125.11	8599.42
II.	Fixed Assets (Including capital work-in-progress)	3379.37	4276.06	3936.11
	Investments	676.00	262.88	262.90
	Current Assets, Loans and Advances			
	(a) Inventories	8977.08	4153.37	4842.62
	(b) Sundry Debtors	9252.26	9842.97	8136.58
	(c) Cash and Bank balances	6130.98	1460.39	1865.20
	(d) Other current assets	781.30	827.60	706.60
	(e) Loans and Advances	2210.54	2632.61	2163.89
	SUB TOTAL	27352.16	18916.94	17714.89
	Less: Current Liabilities and Provisions			
	(a) Current Liabilities	22607.30	14177.42	13160.95
	(b) Provisions	174.75	153.35	153.53
	SUB TOTAL	22782.05	14330.77	13314.48
	Net Current Assets	4570.11	4586.17	4400.41
	TOTAL	8625.48	9125.11	8599.42

j) Previous period figures have been regrouped wherever considered necessary.

For & on behalf of Board of Directors of
SHYAM TELECOM LIMITED


Ajay Khanna
Managing Director

Date : 29TH OCTOBER , 2010
Place : NEW DELHI

Mehra Goel & Co.

Chartered Accountants

The Board of Directors
M/s Shyam Telecom Limited
A-60, Naraina Industrial Area,
Phase-I
New Delhi-110028

Sub: Limited Review Report of M/s Shyam Telecom Limited for the Quarter ended 30th September, 2010.

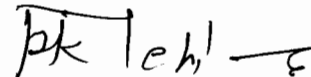
Dear Sir,

We have reviewed the accompanying statement of unaudited financial results of M/s Shyam Telecom Limited for the period ended 30th September, 2010 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. The 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.

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 an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as 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 recognized 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.

For Mehra Goel & Co.
Chartered Accountant



R K Mehra
Partner
M.No. 6102
Place: New Delhi
Dated: 29/10/2010