



TAMILNADU TELECOMMUNICATIONS LIMITED

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

OPTICAL FIBRE CABLE DIVISION



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

14.11.2011

TTL/CS/NSE/BSE/2011-12

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

Dear Sir,

SUB: Un-audited Financial Results of Tamilnadu Telecommunications Limited for the quarter ended 30th September, 2011

REF: Scrip Code : TNTELE (NSE) / 523419 (BSE)

With reference to Clause 41 of the Listing Agreement, today on 14.11.2011, the Committee of the Board of Directors of M/s. Tamilnadu Telecommunications Limited has approved the un-audited results of the Company for the quarter ended 30th September, 2011. Limited Review on the un-audited results has been conducted by M/s.M.Kuppuswamy PSG & Co, Chartered Accountants, Chennai 600 018.

Please find enclosed herewith the following for your information and records:

- 1) Duly authenticated Statement of the un-audited results for the quarter ended 30th September 2011
- 2) Limited Review Report of M/s. M.Kuppuswamy PSG & Co, Chartered Accountants

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,
For TAMILNADU TELECOMMUNICATIONS LIMITED,


(V. MOHAN)
GM(Finance) cum Co.Secretary

Copy to:

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

TAMILNADU TELECOMMUNICATIONS LIMITED
(A Joint Venture of TCIL, Govt. of India Enterprise & TIDCO, Govt. of Tamilnadu Enterprise)
No.16, First Floor, Aziz Mulk 3rd Street, Thousand Lights, Chennai - 600 006
Unaudited Financial Results for the quarter ended on 30th September 2011

(Amounts in Lakhs of Rupees)

Sl.No	PARTICULARS	Three months ended		For the 6 months ended		Year ended
		30th Sept 2011	30th Sept 2010	30th Sept 2011	30th Sept 2010	31st March 2011
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Manufacturing operations	375.02	212.98	889.69	992.29	1,606.68
2	Other Income	16.58	19.38	23.76	39.53	59.10
3	Total Expenditure					
a)	Consumption of Raw Materials	361.26	167.53	882.08	786.84	1,233.33
b)	Staff Cost	73.28	73.27	146.41	145.82	290.55
c)	Other expenditure	68.78	56.57	132.60	138.89	246.30
d)	Extra-ordinary item	--	(1.29)	--	(0.92)	6.31
4	Interest	121.23	46.79	218.30	137.40	294.97
5	Depreciation	55.38	60.03	114.98	119.61	238.77
	Amortization of VSS Expenditure	--	0.85	--	1.70	3.40
6	Profit / (Loss) before Tax (1+2-3-4-5)	(288.33)	(171.41)	(580.92)	(297.52)	(647.85)
7	Provision for taxation	--	--	--	--	--
8	Net Profit / (Loss) (6-7)	(288.33)	(171.41)	(580.92)	(297.52)	(647.85)
9	Paid-up equity share capital (Face Value Rs.10 each)	4,567.62	4,567.62	4,567.62	4,567.62	4,567.62
10	Reserves excluding revaluation reserves	1,078.11	98.75	1,078.11	98.75	1,078.11
11	Earnings per share (in Rupees)	(0.63)	(0.38)	(1.27)	(0.65)	(1.42)
12	Aggregate of non-promoters shareholding					
	No. of shares	16613300	16613300	16613300	16613300	16613300
	Percentage of shareholding	36.37	36.37	36.37	36.37	36.37
13	Promoters and Promoter group shareholding					
	No. of shares pledged / Encumbered	Nil	Nil	Nil	Nil	Nil
	Percentage of shares pledged / Encumbered	Nil	Nil	Nil	Nil	Nil

Notes:

- The above result was approved by the Committee of the Board of Directors on 14.11.2011
- The accumulated losses of the company has exceeded its net worth. BIFR has already approved a Sanctioned Scheme for the Company and the Company is under re-habilitation period. At present the OFC market is in a dull phase and is expected to improve as the Government has announced coverage of broad band in villages etc., and requirement of OFC is likely to be enormous. In view of this, the accounts have been prepared on going concern basis.
- 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. Court remitted back to the Arbitrator and the proceedings are in progress.
- Provision for employee benefits has been made on estimated basis
- Previous period's amounts are regrouped and rearranged wherever necessary
- Segment Reporting: As the company's business activity falls within a single primary business segment viz., telephone cables, the disclosure requirement of Accounting Standard (AS-17) issued by ICAI is not applicable.
- Same Accounting Policies that of corresponding period of last year has been followed and as such, there is no change in accounting policies.
- At the beginning of the quarter, there was no investors complaints pending. During the quarter no complaints were received.

Statement of Assets and Liabilities (Unaudited) as at 30th September
(Rs. in lakhs)

BALANCE SHEET	2011	2010
SHAREHOLDERS FUNDS:		
(a) Capital	4567.62	4567.62
(b) Reserves & Surplus	1078.11	98.75
	1243.63	1964.54
LOAN FUNDS		
TOTAL	6889.36	6630.91
FIXED ASSETS	1323.55	1505.22
INVESTMENTS	-	-
CURRENT ASSETS, LOANS AND ADVANCES		
(a) Inventories	1869.25	994.44
(b) Sundry Debtors	1833.71	1940.56
(c) Cash and Bank balances	0.93	67.31
(d) Other Current assets	-	-
(e) Loans and Advances	461.62	370.27
Less: Current Liabilities and Provisions		
(a) Liabilities	4391.87	3128.67
(b) Provisions	115.18	96.02
MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)	-	1.70
PROFIT AND LOSS ACCOUNT	5907.35	4976.10
TOTAL	6889.36	6630.91

for and on behalf of the Board of Directors

V.S. Parameswaran
Managing Director

Place : Chennai
Date : 14.11.2011



M. Kuppuswamy P S G & Co
Chartered Accountants

54/3, C.P. Ramaswamy Road,
Abhiramapuram,
Chennai - 600 018
Phone : 044-24987268 / 8168
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e-mail : audit@mkpsg.com
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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

The Board of Directors
TAMIL NADU TELECOMMUNICATIONS LTD
Chennai.

Introduction

We have reviewed the accompanying Balance Sheet of Tamil Nadu Telecommunications Ltd as of September 30, 2011 and the related statements of Profit & Loss and Cash Flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. The disclosures regarding "Public Shareholding" and "Promoter and Promoter Group Shareholding" have been traced from disclosures made by the management and have not been reviewed by us. The Management is responsible for the preparation and fair presentation of this interim financial information in accordance with generally accepted accounting principles in India. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

1. The company has not provided for deferred tax liability to the extent of Rs. 2, 01, 98,959/- in respect of the timing difference on the depreciation of fixed assets. This information indicates that if the deferred tax liability was provided on September 30, 2011, deferred tax liability would increase by Rs. 2, 01, 98,959/- and the net loss for the



six months ended 30th September 2011, would increase by Rs. 2, 01, 98,959/-. Consequently the Earnings per Share would increase to Rs. (1.71).

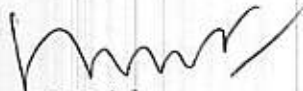
2. After taking in to account the net loss for the period under review, the accumulated losses of the company has exceeded its net worth. The company has however prepared the Financial Statements on the basis of a "Going Concern".

Qualified Conclusion

Based on our review conducted as above, subject to the effects of our observations in paragraphs 1 and 2, nothing has come to our attention that causes us to believe that the accompanying interim financial information prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [notified pursuant to the Companies (Accounting Standards) Rules, 2006,] and other recognized accounting practices and policies does not give a true and fair view of the State of Affairs of the entity as at September 30, 2011, and of its Results of Operations and its cash flows for the six month period then ended.



For **M.KUPPUSWAMY PSG & CO**
Chartered Accountants
FRN: 001616S


M.K. Krishnan
Partner
M.No: 020116

Place: Chennai
Date: 14-11-2011