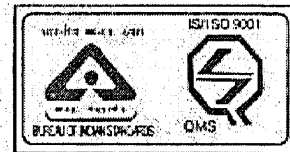


# TAMILNADU TELECOMMUNICATIONS LIMITED

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

## OPTICAL FIBRE CABLE DIVISION



Works : E16B-24, CMDA Industrial Complex, Maraimalai Nagar - 603 209. Phone : (044) 27451095, 27453881, 27452406, Telefax : +91-44-27454768

TTL/CS/NSE/BSE/2013-14

30.05.2013

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

Dear Sir,

SUB: Audited Financial Results of Tamilnadu Telecommunications Limited for the year 2012-13  
REF: Scrip Code: TNTELE

With reference to Clause 41 of the Listing Agreement, in the 138<sup>th</sup> Board Meeting of the Board of Directors of M/s. Tamilnadu Telecommunications Limited, held today (30.05.2013) at 3.30 pm in TCIL Bhawan, Greater Kailash - I, New Delhi - 110 048, the Board has approved the audited results of the Company for the year 2012-13.

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

- 1) Duly authenticated Statement of the audited results for the year ended 31<sup>st</sup> March, 2013 along with other relevant periods

Kindly acknowledge receipt. The hard copy will be sent through courier separately.

Thanking you,

Yours faithfully,  
For TAMILNADU TELECOMMUNICATIONS LIMITED,

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

Encl: Audited Financial Results for the F.Y. 2012-13

| TAMILNADU TELECOMMUNICATIONS LIMITED                                                       |                                                                                                       |                    |                     |                  |                              |                   |
|--------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------|--------------------|---------------------|------------------|------------------------------|-------------------|
| (A Joint Venture of TCI, Govt. of India Enterprise & TIDCO, Govt. of Tamilnadu Enterprise) |                                                                                                       |                    |                     |                  |                              |                   |
| Regd. Office: No.16, 1st Floor, Azis Mulk 3rd Street, Thousand Lights, Chennai - 600 006   |                                                                                                       |                    |                     |                  |                              |                   |
| AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 ST MARCH 2013                              |                                                                                                       |                    |                     |                  |                              |                   |
| Sl.No                                                                                      | Particulars                                                                                           | Three Months ended |                     |                  | (Amounts in Lakhs of Rupees) |                   |
|                                                                                            |                                                                                                       | Year ended         |                     |                  |                              |                   |
|                                                                                            |                                                                                                       | 31st March, 2013   | 31st December, 2012 | 31st March, 2012 | 31st March, 2013             | 31st March, 2012  |
|                                                                                            |                                                                                                       | (Unaudited)        | (Unaudited)         | (Unaudited)      | (Audited)                    | (Audited)         |
| 1                                                                                          | <b>Income from Operations</b>                                                                         |                    |                     |                  |                              |                   |
|                                                                                            | (a) Net Sales / Income from Operations (Net of Excise Duty)                                           | 68.67              | 605.54              | 201.00           | 1,605.11                     | 1,096.01          |
|                                                                                            | (b) Other Operating Income                                                                            | 2.82               | 0.44                | 0.40             | 9.65                         | 2.71              |
|                                                                                            | <b>Total Income from Operations (Net)</b>                                                             | <b>71.49</b>       | <b>605.98</b>       | <b>201.40</b>    | <b>1,614.76</b>              | <b>1,098.72</b>   |
| 2                                                                                          | <b>Expenses</b>                                                                                       |                    |                     |                  |                              |                   |
|                                                                                            | (a) Cost of materials consumed                                                                        | 175.86             | 292.15              | 88.55            | 1,174.30                     | 1,087.46          |
|                                                                                            | (b) Purchase of stock-in-trade                                                                        | -                  | -                   | -                | -                            | -                 |
|                                                                                            | (c) Changes in inventories of finished goods, work-in-progress and stock in trade                     | (217.50)           | 91.48               | 124.02           | (204.61)                     | (12.86)           |
|                                                                                            | (d) Employee benefits expense                                                                         | 98.98              | 87.46               | 221.21           | 354.78                       | 297.56            |
|                                                                                            | (e) Depreciation and amortisation expense                                                             | 13.15              | 13.43               | 60.27            | 134.98                       | 237.81            |
|                                                                                            | (f) Other expenses                                                                                    | 165.09             | 68.63               | 221.13           | 344.50                       | 390.26            |
|                                                                                            | <b>Total expenses</b>                                                                                 | <b>233.59</b>      | <b>553.15</b>       | <b>565.18</b>    | <b>1,803.95</b>              | <b>2,000.23</b>   |
| 3                                                                                          | <b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b> | <b>(162.10)</b>    | <b>52.83</b>        | <b>(363.78)</b>  | <b>(189.19)</b>              | <b>(901.51)</b>   |
| 4                                                                                          | Other income                                                                                          | 8.76               | 10.89               | 11.35            | 18.76                        | 16.27             |
| 5                                                                                          | <b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>        | <b>(153.34)</b>    | <b>63.63</b>        | <b>(350.43)</b>  | <b>(170.43)</b>              | <b>(885.24)</b>   |
| 6                                                                                          | Finance costs                                                                                         | 173.78             | 165.58              | 196.99           | 671.71                       | 586.17            |
| 7                                                                                          | <b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>  | <b>(327.12)</b>    | <b>(101.95)</b>     | <b>(547.42)</b>  | <b>(842.14)</b>              | <b>(1,471.41)</b> |
| 8                                                                                          | Exceptional items                                                                                     | 0.15               | 3.85                | (138.27)         | 6.35                         | (138.59)          |
| 9                                                                                          | <b>Profit/(Loss) from ordinary activities before tax (7-8)</b>                                        | <b>(327.27)</b>    | <b>(105.80)</b>     | <b>(409.15)</b>  | <b>(848.49)</b>              | <b>(1,332.82)</b> |
| 10                                                                                         | Tax expense                                                                                           | -                  | -                   | -                | -                            | -                 |
| 11                                                                                         | <b>Net profit / (Loss) from ordinary activities after tax (9-10)</b>                                  | <b>(327.27)</b>    | <b>(105.80)</b>     | <b>(409.15)</b>  | <b>(848.49)</b>              | <b>(1,332.82)</b> |
| 12                                                                                         | Extraordinary items (net of tax expense Rs. Nil)                                                      | -                  | -                   | -                | -                            | -                 |
| 13                                                                                         | <b>Net Profit / (Loss) for the period (11 +/- 12)</b>                                                 | <b>(327.27)</b>    | <b>(105.80)</b>     | <b>(409.15)</b>  | <b>(848.49)</b>              | <b>(1,332.82)</b> |
| 14                                                                                         | 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          |
| 15                                                                                         | Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year              | (6,429.62)         | (6,102.35)          | (5,581.13)       | (6,429.62)                   | (5,581.13)        |
| 16                                                                                         | Earnings per share (before extraordinary items) (1 in Rupees)                                         | (0.72)             | (0.23)              | (0.90)           | (1.86)                       | (2.92)            |
| 17                                                                                         | Public shareholding                                                                                   |                    |                     |                  |                              |                   |
|                                                                                            | - Number of shares                                                                                    | 16613300           | 16613300            | 16613300         | 16613300                     | 16613300          |
|                                                                                            | - Percentage of shareholding                                                                          | 36.37%             | 36.37%              | 36.37%           | 36.37%                       | 36.37%            |
| 18                                                                                         | Promoters and Promoter group shareholding                                                             |                    |                     |                  |                              |                   |
|                                                                                            | (a) Pledged / Encumbered                                                                              |                    |                     |                  |                              |                   |
|                                                                                            | - Number of shares                                                                                    | Nil                | Nil                 | Nil              | Nil                          | Nil               |
|                                                                                            | - Percentage of shares                                                                                | Nil                | Nil                 | Nil              | Nil                          | Nil               |
|                                                                                            | (b) Non Encumbered                                                                                    |                    |                     |                  |                              |                   |
|                                                                                            | - Number of shares                                                                                    | 29067700           | 29067700            | 29067700         | 29067700                     | 29067700          |
|                                                                                            | - Percentage of shares (as a % of the total shareholding of the promoter and promoter group)          | 100%               | 100%                | 100%             | 100%                         | 100%              |
|                                                                                            | - Percentage of shares (as a % of the total sharecapital of the company)                              | 63.63%             | 63.63%              | 63.63%           | 63.63%                       | 63.63%            |
| 19                                                                                         | Investor complaints pending at the beginning of the quarter                                           | NIL                |                     |                  |                              |                   |
|                                                                                            | Received during the quarter                                                                           | NIL                |                     | *                |                              |                   |
|                                                                                            | Disposed off during the quarter                                                                       | NIL                |                     |                  |                              |                   |
|                                                                                            | Remaining unsolved at the end of the quarter                                                          | NIL                |                     |                  |                              |                   |

Notes:

1

The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30.05.2013

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 the year. The company has received add-on order for 1,602 kms from BSNL worth Rs. 7.98 crores during first week of May 2013. The NDFN Project tender has been floated for 4,04,995 kms. under six packages and technical bid opened by BSNL on 06.05.2013. Considering the delivery period, the company is hopeful of getting 7,000 kms. The company has proposed to participate in two big tenders of RailTel covering 7,726 kms and is hopeful of getting around 3,000 kms. The Company is hoping to get continuous orders from 2013-14 onwards regularly since OFC market is picking up. During the year 2012-13, company also successfully executed the CSR Project of TCIL by assembling and supplying 150 numbers of Tablet PCs to ten Government Schools in Vellore district of Tamilnadu. This gives hope for diversification in that field. 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. In other case, the court has given the order in favour of the company.

4

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

5

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

6

Same Accounting Policies that of corresponding period of last year has been followed and as such, there is no change in accounting policies.

7

The figures of the last three months ended 31st March 2013 are the balancing figures between audited figures in respect of the Financial Year 2012-13 and the published year to date figures upto the third quarter ended 31st December 2012.

Statement of Assets and Liabilities (Audited) as at 31st March

BALANCE SHEET

SHAREHOLDERS FUNDS:

(a) Share Capital

(b) Reserves & Surplus

Non -Current Liabilities

Current Liabilities

TOTAL

ASSETS

Non -Current Assets

Fixed assets - Tangible

Long term loans and advances

Current Assets

(a) Inventories

(b) Trade Receivables

(c) Cash and cash equivalents

(d) Other Current assets

(e) Short term loans and advances

TOTAL

2013

2012

4567.62

(6429.62)

145.67

5733.82

4007.49

1075.05

5.43

1350.14

1285.14

5.79

87.10

198.84

4007.49

4567.62

(5581.13)

113.55

5517.81

4617.85

1207.92

18.62

1525.3

1457.97

12.71

96.15

299.18

4617.85

Segment Reporting: The company's business activity falls within a single primary business segment viz., telephone cables. Since export sales exceeded 10% of the total sales during the year 2011-12, segment disclosure requirement of Accounting Standard 17 with respect to Geographical segment disclosed. However during 2012-13, the export sales is less than 10% of the total sales. Disclosed for comparison purpose. 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.

(Amounts in Lakhs of Rupees)

Sl.No

PARTICULARS

31st March, 2013

31st December, 2012

31st March, 2012

31st March, 2013

31st March, 2012

Unaudited

Unaudited

Unaudited

Audited

Audited

1

Segment Revenue (Net Revenue):

(a) Exports

(b) Domestic

(c) Revenue from Tablet PC

Total

Less: Inter Segment Revenue

Net Revenue

2

Segment Results - Unallocated

3

Capital Employed:

(Segment Assets - Segment Liabilities)

(a) Exports

(b) Domestic

(c) Tablet PC

Total

-

68.97

11.82

78.79

0

78.79

(327.27)

95.00

(1,843.26)

20.50

(1,721.76)

63.37

532.14

10.47

605.98

0

605.98

(105.80)

47.12

(1478.68)

10.99

(1,420.57)

-

201.40

-

201.40

(409.15)

73.54

(992.11)

-

(918.57)

63.37

1,538.05

20.64

1,622.06

0

1,622.06

(848.45)

95.00

(1,843.26)

28.50

(1,721.76)

174.69

924.02

-

1,098.71

0

1,098.71

(1,332.61)

73.54

(992.11)

-

(918.57)

for and on behalf of the Board of Directors

Place: New Delhi

Date: 30.05.2013

V.S. PARAMESWARAN

Managing Director