



December 19, 2017

BSE Limited
P. J. Towers,
Dalal Street
Mumbai – 400 001

National Stock Exchange of India Limited
Exchange Plaza C-1, Block G,
Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051

Scrip Code: 532371

Scrip Symbol: TTML

Dear Sir/Madam,

Subject: Statement of Financial Results for the Quarter and Half year ended September 30, 2017

Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached the following:

1. Audited Financial Results for the Quarter and Half year ended September 30, 2017; and
2. Audit Report for the Quarter and Half Year ended September 30, 2017 issued by the Statutory Auditors of the Company.

This is for your information and records please.

Thanking you,

Yours faithfully,

For Tata Teleservices (Maharashtra) Limited

Kiran Thacker
Company Secretary

Encl.: As stated above.

TATA TELESERVICES (MAHARASHTRA) LIMITED

Registered Office : Voltas Premises T. B. Kadam Marg Chinchpokli Mumbai 400 033
Tel.: 91 22 6667 1414 Fax: 91 22 6660 5335 email : investor.relations@tatatel.co.in
CIN: L64200MH1995PLC086354 Website www.tatateleservices.com

TATA TELESERVICES (MAHARASHTRA) LIMITED

Regd. Office: Voltas Premises, T B Kadam Marg, Chinchpokli, Mumbai - 400 033
Tel.: 91-22-4667 1414 Fax: 91-22-4660 5335, e-mail: investor.relations@tatatel.co.in, website: www.tatateleservices.com
Corporate Identification Number : L64200MH1995PLC066364

(Rs. in Crores, except per share data)

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017

Sr. No.	Particulars	Quarter ended			Half Year ended		Year ended
		September 30, 2017 (Audited)	June 30, 2017 (Unaudited)	September 30, 2016 (Unaudited)	September 30, 2017 (Audited)	September 30, 2016 (Audited)	March 31, 2017 (Audited)
I	Income						
	Revenue from operations	515.32	553.09	712.81	1,068.41	1,447.72	2,702.91
	Other income	1.20	1.06	14.73	2.26	25.23	58.47
	Total Income	516.52	554.15	727.54	1,070.67	1,472.95	2,761.38
II	Expenses						
	Employee benefits expenses	23.98	28.16	31.71	52.14	62.24	125.90
	Operating and other expenses	365.09	403.63	495.42	758.72	984.46	1,881.75
	Cost of goods sold	1.28	0.52	2.62	1.80	6.09	8.27
	Provision for contingencies	1.87	2.05	9.71	3.92	18.91	32.81
		392.22	434.36	539.46	826.58	1,071.70	2,048.73
III	Earning before Interest, Depreciation, Amortization and tax (I - II)	124.30	119.79	188.08	244.09	401.25	712.65
	Depreciation and amortisation expenses	215.36	217.55	269.54	432.91	424.29	795.82
	Finance cost	393.12	388.17	388.32	781.28	567.42	1,282.27
	Finance income	(0.80)	(4.67)	(7.32)	(5.47)	(8.04)	(18.74)
	Other (gains) / losses	6.29	0.17	5.67	6.46	(6.22)	50.95
		(489.68)	(481.43)	(468.14)	(971.09)	(576.21)	(1,397.65)
IV	Loss before exceptional items and tax	7,708.63	-	-	7,708.63	-	958.82
	Exceptional items (refer note 2)	(8,198.31)	(481.43)	(468.14)	(8,679.72)	(576.21)	(2,356.47)
V	Loss before tax	-	-	-	-	-	-
VI	Tax expense	(8,198.31)	(481.43)	(468.14)	(8,679.72)	(576.21)	(2,356.47)
VII	Loss after tax	-	-	-	-	-	-
	Other Comprehensive Income						
	Items that may be reclassified to profit and loss	3.74	(25.29)	16.03	(21.56)	(3.57)	67.79
	Effective portion of gains and loss on designated portion of hedging instruments in cash flow hedge						
	Items that will not be reclassified to profit and loss	(0.10)	0.68	(0.71)	0.58	(0.49)	(0.39)
	Remeasurements of defined benefit plans	3.64	(24.61)	15.32	(20.98)	(4.06)	67.48
VIII	Total other comprehensive income	(8,194.67)	(506.04)	(452.82)	(8,700.69)	(580.27)	(2,289.07)
IX	Total comprehensive income / (loss) for the period	1,954.93	1,954.93	1,954.93	1,954.93	1,954.93	1,954.93
X	Paid up equity share capital (Face value Rs. 10/- per share)						
XI	Earnings per equity share (Face value of Rs. 10 each)						
	(1) Basic (In Rs.)	(41.94)	(2.46)	(2.40)	(44.40)	(2.95)	(12.05)
	(2) Diluted (In Rs.)	(41.94)	(2.46)	(2.40)	(44.40)	(2.95)	(12.05)
	See accompanying notes to the financial results						



Particulars	As at September 30, 2017 (Audited)	As at March 31, 2017 (Audited)
A. ASSETS		
(1) Non-current assets		
(a) Property, plant and equipment	917.74	1,592.45
(b) Capital work-in-progress	20.16	26.87
(c) Intangible assets	940.33	5,867.50
(d) Right to Spectrum earmarked pending allotment	-	2,476.66
(e) Loans and other financial assets	27.56	28.93
(f) Other non-current assets	568.04	661.18
Sub-total - Non-current assets	2,473.83	10,653.59
(2) Current assets		
(a) Inventories	0.82	2.04
(b) Financial assets		
(i) Investments	353.29	679.62
(ii) Trade receivables	270.15	226.91
(iii) Cash and cash equivalents	19.21	37.03
(iv) Loans and other financial assets	19.29	14.50
(c) Income tax assets	71.93	93.86
(d) Other current assets	262.74	198.38
Sub-total - Current assets	997.43	1,252.34
TOTAL - ASSETS	3,471.26	11,905.94
A. EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity Share capital	1,954.93	1,954.93
(b) Other equity	(16,472.30)	(7,863.77)
Sub-total - Equity	(14,517.37)	(5,908.84)
(2) Non current liabilities		
(a) Financial liabilities		
(i) Borrowings	10,720.90	10,662.42
(ii) Other financial liabilities	122.96	-
(b) Long term provisions	1.65	1.58
Sub-total - Non-current liabilities	10,845.51	10,664.00
(3) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,583.86	4,305.36
(ii) Trade payables	630.42	521.25
(iii) Other financial liabilities	2,145.05	1,516.83
(b) Other current liabilities	96.56	124.05
(c) Short term provisions	687.23	683.29
Sub-total - Current liabilities	7,143.12	7,150.78
TOTAL - EQUITY AND LIABILITIES	3,471.26	11,905.94



Notes:

- 1 The Board of Directors of Tata Teleservices (Maharashtra) Limited ("the Company") at its meeting held on October 12, 2017 had approved demerger of its Consumer Mobile Business to Bharti Airtel Limited, subject to requisite regulatory approvals, pending which no impact has been considered in the financial results for the quarter and half year ended September 30, 2017.
- 2 i. Exceptional items during the quarter and half year ended September 30, 2017:
The Company has recorded Rs 7,708.63 crores towards impairment loss during the quarter and half year ended September 30 2017 on its Consumer Mobile Business (CMB) assets, based on assessment of its recoverable value and disclosed the same as an exceptional item.
The above provision for impairment loss on CMB assets has been allocated on a pro-rata basis to Property, Plant and equipment, Capital work in progress and Intangible assets based on their respective carrying values as at September 30, 2017.

ii. Exceptional items during the year ended March 31, 2017 comprises of:
(a) The Company has an ongoing litigation for recovery of excess payment made towards Access Deficit Charges. This matter is subjudice with Hon'ble Supreme Court. During the year the Company has re-assessed its position and made an additional provision of Rs. 53.41 Crs.
(b) The Company has evaluated the value of the 800 MHz spectrum acquired in the auction of March 2015 as per the requirement of Ind AS 36 and recorded an impairment loss of Rs. 905.41 Crs and disclosed the same as an exceptional item.
- 3 The accumulated losses of the Company as of September 30, 2017, have exceeded its paid-up capital and reserves. The Company has incurred net loss during the quarter and half year ended September 30, 2017 and the Company's current liabilities exceeded its current assets as at that date. The Company had not been able to satisfy the financial covenants (due for testing as at March 31, 2017) stated in agreements with lenders of long term rupee borrowings and lenders of External Commercial Borrowings (ECB) which could result in loans aggregating Rs. 1,602.86 crores being recalled by the lenders. The Company has applied for waiver of the testing of the financial covenants, which is under consideration by these lenders.

Promoters plan to infuse further funds in Tata Teleservices (Maharashtra) Limited, directly or indirectly through Tata Teleservices Limited, which together with proceeds of monetization of certain assets will be used to meet its financial obligations as and when they fall due. Accordingly, these financial results have been prepared on a going concern basis.
- 4 Figures for the year ended March 31, 2017 have been reclassified as per details given below:

i. Pursuant to the Guidance note on Division II - IndAS Schedule III to the Companies Act, 2013 issued by the Institute of Chartered Accountants of India, the Company has made the following reclassification:
(a) Interest accrued on deferred payment liabilities previously presented under "Other non-current financial liabilities" amounting to Rs. 684.52 crores has been reclassified under the head "Non-current financial borrowings" and there is no impact on total non-current liabilities.
(b) Provision for the employee benefits obligation towards compensated absences of Rs. 2.63 crores from "Non-current liabilities" to "Current liabilities"
(c) Capital Creditors amounting to Rs. 14.92 Crores from "Trade Payables" to "Other Current Liabilities" and there is no impact on total current liabilities.

ii. Provision made for contingency included under "Trade payables" amounting to Rs. 48.43 crores have been reclassified under the head "Provisions" and there is no impact on total current liabilities.

iii. Amount paid under dispute in respect of certain ongoing litigations previously presented under "Other non-current financial asset" amounting to Rs. 530.94 crores has been reclassified under "Other non-current asset" and there is no impact on total non-current assets.

iv. Amount billed by the Company amounting to Rs. 4.39 crores that does not meet the revenue recognition criteria has been reclassified from "Other current liabilities" and has now been reduced from "Trade receivables".
- 5 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on December 19, 2017.



Place : Mumbai
Date : December 19, 2017

For and on behalf of the Board of Directors


N. Srinath
(Managing Director)
(DIN No. 00058133)

Price Waterhouse Chartered Accountants LLP

To
The Board of Directors
Tata Teleservices (Maharashtra) Limited
Voltas Premises, T. B. Kadam Marg,
Chinchpokli, Mumbai – 400 033

1. We have audited the financial results of Tata Teleservices (Maharashtra) Limited (the “Company”) for the quarter ended September 30, 2017 and the year to date results for the period April 1, 2017 to September 30, 2017, (the “results”) which is included in the accompanying “Statement of financial results for the quarter and half year ended September 30, 2017” and the Balance Sheet as on that date, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the “Listing Regulations, 2015”).
2. The Company’s Management is responsible for preparation of the results on the basis of its interim financial statements prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 ‘Interim Financial Reporting’, prescribed under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the results based on our audit of such interim financial statements.
3. We conducted our audit in accordance with the Standards on Auditing and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the results. An audit also includes assessing the accounting principles used and significant estimates made by Management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion, and to the best of our information and according to the explanations given to us, the results :
 - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, 2015 in this regard; and
 - (ii) give a true and fair view of the net loss, total comprehensive income and other financial information for the quarter ended September 30, 2017 as well as the year to date results for the period from April 1, 2017 to September 30, 2017, and also the Balance Sheet as at September 30, 2017.
5. (a) The financial results of the Company for the quarter ended September 30, 2016/ year to date results for the period April 1, 2016 to September 30, 2016 were audited by another firm of chartered accountants who issued their unmodified opinion, vide their report dated October 28, 2016.



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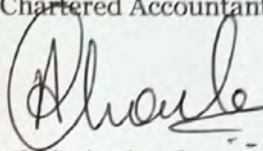
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Price Waterhouse Chartered Accountants LLP

(b) The financial statements of the Company for the year ended March 31, 2017 were audited by another firm of Chartered Accountants, who issued an unmodified opinion vide their report dated May 12, 2017.

Our opinion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountants LLP
Firm Registration No. 012754N/N500016
Chartered Accountants



Akhlesh Chowla
Partner
Membership No. 097384

Place: Mumbai
Date: December 19, 2017

