



July 26, 2011

Bombay Stock Exchange Limited
P. J. Towers,
Dalal Street,
Mumbai - 400 001.
Fax # 2272 3121 / 2037 / 2041 / 2061
E-mail # corp.relations@bseindia.com

National Stock Exchange of India Limited
Listing Department
Plot No. C/1, 'G' Block,
Bandra Kurla Complex,
Bandra (East), Mumbai 400 051
Fax # 2659 8237 / 8238 / 6641 8124 / 25
E-mail # cmlist@nse.co.in

Dear Sir/Madam,

Ref.: Demat Segment Code No.: 532371, Scrip ID: TTML

Subject: Audited Financial Results for the Quarter ended June 30, 2011

Pursuant to the requirement under Clause 41 of the Listing Agreement, we are enclosing herewith the following:

1. Audited financial results for the Quarter ended June 30, 2011; and
2. Press release proposed to be issued by us in connection with the above.

This is for your information & records please.

Thanking you,

Yours faithfully,
For Tata Teleservices (Maharashtra) Limited

Madhav Joshi
Chief Legal Officer &
Company Secretary

Encl.: As stated above.

TATA TELESERVICES (MAHARASHTRA) LIMITED

D-26/2 TTC Industrial Area MIDC Sanpada P.O. Turbhe Navi Mumbai 400 703

Tel.: 91-22-6661 5445 Fax: 91-22-6660 5516 / 17 / 6791 7777

Registered Office : C Block Voltas Premises T.B. Kadam Marg Chinchpokli Mumbai 400 033.

TATA TELESERVICES (MAHARASHTRA) LIMITED				
Regd. Office: Voltas Premises, T B Kadam Marg, Chinchpokli, Mumbai - 400 033				
Rs. in Lacs				
AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2011				
Sr. No.	Particulars	Quarter ended June 30,		Year ended March 31,
		2011	2010	2011
		(Audited)	(Audited)	(Audited)
1	a. Net Sales/Income from Telecommunication services	58498	55221	224874
	b. Other Operating Income	498	788	4457
	c. Profit on sale of long term investments (See note 1a)	-	83493	83493
	d. Total (a+b+c)	58996	139502	312824
2	Expenditure			
	a. Network operations costs	12083	10383	43704
	b. Interconnection and other access costs	10786	10658	43308
	c. License fees and spectrum charges	6553	4504	22183
	d. Employees cost	4520	4051	16565
	e. Administration and other expenses	6456	6286	23892
	f. Marketing and business promotion expenses (Net)	6662	8633	32198
	g. Provision for Contingencies (See Note 1c)	-	16500	18560
	h. Depreciation / Amortisation (Net) (See note 1b and 1e)	12691	14033	75070
	i.Total (a+b+c+d+e+f+g+h)	59751	75048	275480
3	(Loss) / Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(755)	64454	37344
4	Other Income	131	312	2263
5	(Loss) / Profit before Interest and Exceptional Items (3+4)	(624)	64766	39607
6	Interest (See notes 1b, 1d and 2)	11308	8978	34616
7	(Loss) / Profit after Interest but before Exceptional Items (5-6)	(11932)	55788	4991
8	Exceptional Items	-	-	-
9	(Loss) / Profit from Ordinary Activities before tax (7-8)	(11932)	55788	4991
10	Tax expense			
	- For Income Tax (See note 3)	-	-	-
	- For Wealth Tax	-	-	1
11	Net (Loss) / Profit from Ordinary Activities after tax (9-10)	(11932)	55788	4990
12	Extraordinary items	-	-	-
13	Net (Loss) / Profit for the period / year (11-12)	(11932)	55788	4990
14	Paid up equity share capital (Face value Rs. 10/- per share)	189720	189720	189720
15	Reserves excluding revaluation reserves			(251363)
16	Earnings Per Share (EPS) (In Rupees)			
	a) Basic and diluted EPS before Extraordinary items			
	- Basic	(0.63)	2.94	0.26
	- Diluted	(0.63)	2.94	0.26
	b) Basic and diluted EPS after Extraordinary items			
	- Basic	(0.63)	2.94	0.26
	- Diluted	(0.63)	2.94	0.26
17	Public Shareholdings			
	- Number of shares	422675535	422675535	422675535
	- Percentage of shareholdings	22.28%	22.28%	22.28%
18	Promoters and promoter group Shareholding			
	a) Pledged / Encumbered			
	Number of shares	493271182	493271182	493271182
	Percentage of Shares (as a % of total shareholding of promoter and promoter group)	33.45%	33.45%	33.45%
	Percentage of Shares (as a % of total share capital of the Company)	26.00%	26.00%	26.00%
	b) Non-encumbered			
	Number of shares	981250137	981250137	981250137
	Percentage of Shares (as a % of total shareholding of promoter and promoter group)	66.55%	66.55%	66.55%
	Percentage of Shares (as a % of total share capital of the Company)	51.72%	51.72%	51.72%
Subscribers information as on		June 30, 2011	June 30, 2010	Mar 31, 2011
(Nos. in thousands - unaudited)		17424	13940	16852
Earning Before Interest, Depreciation, Extraordinary item and Tax (EBITDA)		12067	78799	114677
Notes:				
1	The results for the previous period / year contain the following :			
a.	The Company had accounted for the profit on sale of long-term investment in its subsidiary viz. 21st Century Infra Tele Limited, during the quarter ended June 30, 2010 on completion of necessary formalities, pursuant to the Share Purchase Agreement entered into with Viom Networks Limited.			
b.	The Company had launched 3G services during the last quarter of the previous financial year. The Company paid Rs. 125782 lacs for 3G spectrum in Maharashtra circle (including Goa and excluding Mumbai) which was capitalized during the quarter ended June 30, 2010. In accordance with the accounting policy followed in this regard, the Company has commenced amortization of the aforesaid payment, on commencement of 3G operations and will amortise such payment over the remaining life of the license. The borrowing cost attributable to the aforesaid aggregating to Rs. 6282 lacs had been capitalized during the previous year under Accounting Standard16 on 'Borrowing costs'.			
c.	Provision for contingencies is primarily towards the outstanding claims / litigations against the Company relating to Department of Telecommunication (DOT) and other parties.			
d.	The Government vide notification dated March 31, 2009, amending Accounting Standard 11 on 'The Effects of Changes in Foreign Exchange Rates', has given the option for adjustment of foreign exchange gain / loss arising on long term foreign currency borrowings against the carrying value of related fixed assets. The Company had exercised this option in the last quarter of financial year 2008-09 and has, accordingly, adjusted the foreign exchange losses of Rs. 1888 lacs during the quarter ended June 30, 2010 against the carrying value of fixed assets. As per the original notification, the option was available upto March 31, 2011, the date upto which the Company had exercised the same.			
e.	During the last quarter of the previous year, the Company re-estimated the balance useful life of certain plant and machinery considering up-gradation of equipment on account of enhancement of technology and the consequent enhanced pace of planned replacement. As a result the depreciation charge for the previous year is higher by Rs. 18481 lacs.			
2	Interest charges are disclosed on net basis. Interest and other income earned from treasury operations are reduced from the costs of treasury operations. Interest charges also include amounts aggregating to Rs.174 lacs (loss) for the quarter ended June 30, 2011 as compared to Rs.1230 lacs (loss) for the quarter ended June 30, 2010 on account of foreign exchange fluctuations. (Also refer Note 2b and 2d above)			
3	No provision for current income-tax has been made in the accounts, since the Company estimates that there will be no taxable profits for the year. Deferred Tax charges / credits have not been recognized in view of the tax holiday enjoyed by the Company and on considerations of prudence as set out in Accounting Standard 22 on 'Accounting for Taxes on Income'.			
4	Previous period / year figures have been regrouped / reclassified wherever necessary.			
5	The Company is engaged in the business of providing Telecommunication Services under Unified Access License. In the context of Accounting Standard 17 on 'Segment Reporting', the results are considered to constitute a single reportable business segment.			
6	There was 1 investor complaint pending at the beginning of the quarter. 50 complaints were received and 51 complaints were resolved during the quarter and no complaints were pending as on June 30, 2011.			
7	The above financial results have been reviewed by the Audit Committee of the Board of Directors and approved by the Board of Directors of the Company at its meeting held on July 26, 2011.			
For and on Behalf of the Board				
Mumbai Date: July 26, 2011	N. Srinath (Managing Director)			

TTML grows 5% in Revenue YoY

- Revenue at **Rs. 591 Crores**, YoY growth of **5%**
- Wireless services MoU registered a **3%** growth over corresponding quarter of Previous year

Mumbai, July 26, 2011: TATA Teleservices (Maharashtra) Limited today announced financial results for the Quarter ended June 30, 2011.

Quarterly Highlights

- Gross Minutes of usage of wireless services **increased by 3%** over the corresponding quarter of the previous year.
- **Revenues grew 5% to Rs. 591 Crores** for the quarter ended June 30, 2011, compared to Rs. 563 crores for the corresponding quarter of the previous year.
- **EBIDTA grew 2% to Rs. 121 Crores** for the quarter ended June 30, 2011 compared to Rs. 118 Crores for the corresponding quarter of the previous year. EBIDTA of Rs. 118 Crores for the quarter ended June 30, 2010 excludes profit from sale of Investment in Tower Subsidiary and Provision for Contingencies.
- As per the Indian Telecom Services Performance Indicators Reports by TRAI, the Company's network is congestion free for **last nine consecutive quarters**.
- Focus on wireless broadband service with VAS and Data revenues accounting for **29.8% of total wireless revenues in Q1 of FY 11-12**.

About Tata Teleservices (Maharashtra) Limited:

Tata Teleservices (Maharashtra) Limited (TTML) is a fully integrated, premier telecommunication service provider licensed to provide telecommunication services in Maharashtra (including Mumbai) and Goa. TTML has wireless operations on both CDMA (Tata Indicom) and GSM (Tata DOCOMO) platforms. It focuses on all market segments, i.e. commercial, residential and public telephony. The Company is listed on the Bombay Stock Exchange Limited (BSE) (Scrip code-532371) and the National Stock Exchange of India Limited (NSE) (Scrip symbol – TTML).

For details, please contact:

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**AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
TATA TELESERVICES (MAHARASHTRA) LIMITED**

We have audited the accompanying Statement of financial results ("the Statement") of **TATA TELESERVICES (MAHARASHTRA) LIMITED** for the quarter ended June 30, 2011 being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement with the Stock Exchanges. This Statement has been prepared on the basis of the interim financial statements, which is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express an opinion on the Statement based on our audit of related interim financial statements, which has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS-25) on Interim Financial Reporting notified under the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India.

We conducted our audit of the Statement in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statements is free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Management, as well as evaluating the overall Statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i) is presented in accordance with the requirements of Clause 41 of the Listing Agreement with the Stock Exchanges; and
- ii) gives a true and fair view of the net loss and other financial information of the Company for the quarter ended June 30, 2011.

Further, we also report that we have traced from the details furnished by the Management/Registrar, the number of shares as well as the percentage of shareholdings in respect of aggregate amount of public shareholdings, pledged /encumbered shares and non-encumbered shares of promoter and promoter group shareholders, in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints.

For Deloitte Haskins & Sells
Chartered Accountants
(Registration No. 117366W)

A.B. Jani
Partner

Membership No. 46488

Mumbai, dated: July 26, 2011