

TATA TELESERVICES (MAHARASHTRA) LIMITED

Regd. Office: Voltas Premises, T B Kadam Marg, Chinchpokli, Mumbai - 400 033

Rs. in Crores

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2007

Sr. No.	Particulars	Quarter Ended Dec 31,		Nine Months Ended Dec 31,		Year Ended March 31,
		2007	2006	2007	2006	2007
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	Net Sales/Income from Telecommunication services	439.76	362.68	1,251.47	1,026.55	1,406.98
2	Other income	19.74	4.51	46.94	7.32	14.88
3	Total Income (1+2)	459.50	367.19	1,298.41	1,033.87	1,421.86
4	Expenditure					
	a. Network operations costs	75.15	63.56	205.45	179.59	241.10
	b. Interconnect and other access costs	109.84	104.76	320.19	291.32	394.86
	c. Employees cost	23.49	17.42	69.45	50.80	71.00
	d. Administration and other expenses	46.56	39.76	136.57	127.72	175.35
	e. Marketing and business promotion expenses (Net)	76.13	58.60	231.53	178.49	236.95
	f. Depreciation(Net)	113.71	100.68	321.53	341.75	446.23
	g.Total (a+b+c+d+e+f)	444.88	384.78	1,284.72	1,169.67	1,565.49
5	Interest (See note 2)	41.92	41.38	118.22	128.26	171.76
6	Exceptional Items	-	-	-	-	-
7	Loss from Ordinary Activities before tax (3-4-5-6)	(27.30)	(58.97)	(104.53)	(264.06)	(315.39)
8	Tax expense					
	- For income tax (See note 3)	-	-	-	-	-
	- For fringe benefit tax	0.13	0.20	0.62	0.65	0.70
9	Net Loss from Ordinary Activities after tax (7-8)	(27.43)	(59.17)	(105.15)	(264.71)	(316.09)
10	Extraordinary items (Net of tax expense Rs.NIL)	-	-	-	-	(5.48)
11	Net Loss for the period (9-10)	(27.43)	(59.17)	(105.15)	(264.71)	(310.61)
12	Paid up equity share capital (Face value Rs. 10/- per share) (See note 4)	1,893.25	1,520.59	1,893.25	1,520.59	1,809.50
13	Reserves excluding revaluation reserves	-	-	-	-	(2,130.71)
14	Earnings Per Share (EPS)					
	- Basic and diluted EPS Before Extraordinary items	(0.15)	(0.39)	(0.57)	(1.74)	(1.97)
	- Basic and diluted EPS after Extraordinary items	(0.15)	(0.39)	(0.57)	(1.74)	(1.94)
15	Public Shareholdings					
	- Number of shares	647,987,067	524,687,261	647,987,067	524,687,261	564,237,333
	- Percentage of shareholdings	34.23	34.50	34.23	34.50	31.18

Subscribers information as on	December 31,	December 31,	
	2007	2006	March 31, 2007
(Nos. in thousands - unaudited)	4,696	2,711	3,074

- Notes:
- Earning Before Interest, Depreciation, Extraordinary item and Tax (EBITDA) is Rs 128.33 crores for the Quarter ended December 31, 2007 as compared to Rs.83.09 crores for the corresponding quarter of the previous year.
 - Other Income for the quarter/nine months ended December 31, 2007 includes Rs. 10.94 crores excess provision in respect of earlier year written back.
 - 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 on account of foreign exchange fluctuations. Exchange fluctuations for the quarter/nine months ended December 31 2007 include amounts aggregating to Rs.8.10 crores (gain) / Rs.13.92 crores (gain) in relation to borrowings/liabilities on account of acquisition of fixed assets, accounted in accordance with the Accounting Standard 11 on "The Effects of changes in Foreign Exchange Rates" notified under The Companies (Accounting Standards) Rules, 2006
 - 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".
 - During the nine month ended December 31, 2007, Foreign Currency Convertible Bond (FCCB) holders holding Bonds of the value aggregating to \$46.18 million exercised their option to convert their holding to equity, thus resulting in an increase in the paid up equity share capital by Rs.83.75 crores.
 - Previous year / period figures have been regrouped / reclassified wherever necessary.
 - The Company is engaged in the business of providing Telecommunication Services under Unified Access Licence. These, in the context of Accounting Standard 17 on "Segment Reporting", are considered to constitute a single primary business segment.
 - There was no investor complaint pending at the beginning of the quarter. 88 complaints were received and resolved during the quarter.
 - 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 January 22, 2008.

For and on behalf of the Board
sd/-

Charles Antony
Managing Director

Mumbai
Date: January 22, 2008