



TATA COMMUNICATIONS LIMITED

Regd. Office : VSB, M.G. Road, Fort, Mumbai - 400 001 India
Tel 91 22 6659 1968 Website: www.tatacommunications.com
CIN:L64200MH1986PLC039266

EXTRACT OF STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

Standalone	For the quarter ended			For the period ended		For the year ended
	December 31 2020 (Unaudited)	September 30 2020 (Unaudited)	December 31 2019 (Unaudited)	December 31 2020 (Unaudited)	December 31 2019 (Unaudited)	March 31 2020 (Audited)
Total Income from operations (net)	158375	174941	144956	487901	441263	593060
Profit before exceptional items and tax	25390	43201	15666	93152	57109	71970
Profit / (Loss) before tax	24247	48531	15666	96290	56517	37355
Profit / (Loss) after tax	18092	39873	11354	75332	35567	20878
Total Comprehensive Income / (Loss) for the period	17636	40896	10823	74660	32928	17677
Equity share capital	28500	28500	28500	28500	28500	28500
Earnings per share (of ₹10/- each) (Not Annualised)	6.35	13.99	3.98	26.43	12.48	7.33
Basic and Diluted (₹)						

Consolidated	For the quarter ended			For the nine months ended		For the year ended
	December 30 2020 (Unaudited)	September 30 2020 (Unaudited)	December 31 2019 (Unaudited)	December 31 2020 (Unaudited)	December 31 2019 (Unaudited)	March 31 2020 (Audited)
Total Income from operations (net)	423105	447718	424269	1312591	1270245	1713767
Profit from operations before exceptional items, tax and share of profit/(loss) of associate	39291	55529	9815	129848	43389	53017
Profit from operations before tax and share of profit/(loss) of associate	38148	50134	9815	122261	42149	13966
Profit / (Loss) from operations	30941	38481	5885	95229	19016	(8483)
Total Comprehensive Income / (Loss) for the period	39324	61349	958	123816	(6975)	(77794)
Equity share capital	28500	28500	28500	28500	28500	28500
Earnings per Share (of ₹10/-each) (Not Annualised)	10.85	13.49	2.05	33.38	6.63	(3.02)
Basic and Diluted (₹)						

Notes :-

- The above Standalone and Consolidated results for the quarter and nine months ended December 31, 2020 were taken on record and approved by the Board of Directors at their meeting held on January 19, 2021. These results have been reviewed by the audit committee and have been subjected to a limited review by the statutory auditors.
- During the quarter ended September 30, 2019, the Company had received demands from Department of Telecommunications (DOT) aggregating to ₹ 663343 lakhs towards License Fee on its Adjusted Gross Revenue (AGR) for the financial years 2006-07 till 2017-18.
The demands received by the Company included an amount of ₹ 543370 lakhs which were disallowed by the DOT towards the cost adjusted to Gross Revenues by the Company that were claimed on 'accrual basis' instead of payment basis, for which revised statements on the basis of actual payment has been submitted to the DOT. Though, the Company believes that it has a case to defend, it has made a provision of ₹ 33717 lakhs during the quarter ended March 31, 2020 and for the balance amount of ₹ 509653 lakhs, the Company believes that the likelihood of the same materializing is remote since the deduction on payment basis has not been considered by the DOT.
With respect to demands for the balance amount of ₹ 119973 lakhs, the Company has existing appeals relating to its ILD & NLD licenses which were filed in the past and are pending at the Hon'ble Supreme Court and Hon'ble Madras High Court and the Company's appeals are not included in the Hon'ble Supreme Court ruling of October 24, 2019 on AGR. Further, the Company believes that all its licenses are different from UASL, which was the subject matter of Supreme Court judgement of October 24, 2019. The Company has responded to the DOT denying and disputing the amounts claimed by the DOT in the abovementioned demands. The Company has not received any response from the DOT after the submission. The Company believes that it will be able to defend its position and also has obtained a legal opinion in this regard. Accordingly, the Company has assessed the balance demand of ₹ 119973 lakhs as part of contingent liability.
- During the quarter ended September 30, 2019, a subsidiary domiciled abroad, has received a final VAT assessment from VAT authorities for ₹ 13914 lakhs, during the quarter ended December 31, 2019 a final penalty assessment of ₹ 16244 lakhs was also received. On July 1, 2020 the Group has filed its grounds for appeal with the Economic Administrative Court towards the final VAT and penalty assessment which is currently pending for hearing. The management believes that there are grounds to defend its position and has also obtained an external opinion in this regard.
- On December 23, 2020, the Group has acquired a controlling stake of 58.1% for a consideration of ₹ 3288 lakhs in OASIS Smart SIM Europe SAS (OASIS) having net assets of ₹ 3763 lakhs (basis management accounts). The consolidation of OASIS doesn't have any material impact on the financial results for the quarter ended December 31, 2020.
- The above is an extract of the detailed format of standalone and consolidated unaudited financial results for the quarter and nine months ended December 31, 2020, filed with the Stock Exchange under Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 as modified by circular no CIR/CFD/FAC/62/2016 dated July 5, 2016. The full format of the standalone and consolidated financial results for the nine months ended December 31, 2020 are available on the stock exchange websites, www.nseindia.com and www.bseindia.com and on the Company's website www.tatacommunications.com

For TATA COMMUNICATIONS LIMITED

AMUR S. LAKSHMINARAYANAN
MANAGING DIRECTOR & CEO

Place: Mumbai
Date: January 19, 2021