



January 27, 2011

Bombay Stock Exchange Limited
P. J. Towers,
Dalal Street,
Mumbai - 400 001.
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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 December 31, 2010

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

1. Standalone Audited financial results for the quarter ended December 31, 2010 alongwith Auditors' report thereon; 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 AND NINE MONTHS ENDED DECEMBER 31, 2010

Sr. No.	Particulars	Quarter ended December 31,		Nine months ended December 31,		Year ended March 31,
		2010	2009	2010	2009	2010
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
1	a. Net Sales/Income from Telecommunication services	56339	54928	167328	151580	206910
	b. Other Operating Income (See note 2)	1405	4442	4054	12554	18000
	c. Profit on sale of long term investments (See note 3)	-	-	83493	-	-
	d. Total (a+b+c)	57744	59370	254875	164134	224910
2	Expenditure					
	a. Network operations costs	16084	14340	46458	38017	53582
	b. Interconnect and other access costs	11405	12711	34230	32168	44091
	c. Employees cost	4144	3752	12455	10874	14626
	d. Administration and other expenses	6053	6048	18324	18639	24241
	e. Marketing and business promotion expenses (Net)	7245	10864	24351	27253	37190
	f. Provision for Contingencies (See Note 4)	-	-	16500	-	-
	g. Depreciation / Amortisation (Net)	14142	13410	42313	36775	52089
	h.Total (a+b+c+d+e+f+g)	59073	61124	194631	163725	225819
3	(Loss) / Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(1329)	(1754)	60244	409	(909)
4	Other Income	728	121	1577	940	2871
5	(Loss) / Profit before Interest and Exceptional Items (3+4)	(601)	(1633)	61821	1349	1962
6	Interest (See notes 5 and 6)	7357	8443	23781	24529	31762
7	(Loss) / Profit after Interest but before Exceptional Items (5-6)	(7958)	(10076)	38040	(23180)	(29800)
8	Exceptional Items	-	-	-	-	-
9	(Loss) / Profit from Ordinary Activities before tax (7-8)	(7958)	(10076)	38040	(23180)	(29800)
10	Tax expense					
	- For Income Tax (See note 7)	-	-	-	-	-
	- For Wealth Tax	-	-	-	-	1
11	Net (Loss) / Profit from Ordinary Activities after tax (9-10)	(7958)	(10076)	38040	(23180)	(29801)
12	Extraordinary items	-	-	-	-	-
13	Net (Loss) / Profit for the period (11-12)	(7958)	(10076)	38040	(23180)	(29801)
14	Paid up equity share capital (Face value Rs. 10/- per share)	189720	189720	189720	189720	189720
15	Reserves excluding revaluation reserves					(256353)
16	Earnings Per Share (EPS) (In Rupees)					
	a) Basic and diluted EPS before Extraordinary items					
	- Basic	(0.42)	(0.53)	2.01	(1.22)	(1.57)
	- Diluted	(0.42)	(0.53)	2.01	(1.22)	(1.57)
	b) Basic and diluted EPS after Extraordinary items					
	- Basic	(0.42)	(0.53)	2.01	(1.22)	(1.57)
	- Diluted	(0.42)	(0.53)	2.01	(1.22)	(1.57)
17	Public Shareholdings					
	- Number of shares	422675535	422675535	422675535	422675535	422675535
	- Percentage of shareholdings	22.28%	22.28%	22.28%	22.28%	22.28%
18	Promoters and promoter group Shareholding					
	a) Pledged / Encumbered					
	Number of shares	493271182	942831680	493271182	942831680	493271182
	Percentage of Shares (as a % of total shareholding of promoter and promoter group)	33.45%	63.94%	33.45%	63.94%	33.45%
	Percentage of Shares (as a % of total share capital of the Company)	26.00%	49.70%	26.00%	49.70%	26.00%
	b) Non-encumbered					
	Number of shares	981250137	531689639	981250137	531689639	981250137
	Percentage of Shares (as a % of total shareholding of promoter and promoter group)	66.55%	36.06%	66.55%	36.06%	66.55%
	Percentage of Shares (as a % of total share capital of the Company)	51.72%	28.02%	51.72%	28.02%	51.72%
Subscribers information as on		Dec 31, 2010	Dec 31, 2009	Dec 31, 2010	Dec 31, 2009	March 31, 2010
(Nos. in thousands - unaudited)		16228	11519	16228	11519	13000
Earning Before Interest, Depreciation, Extraordinary item and Tax (EBITDA)		13541	11777	104134	38124	54051

- Notes:
- The Company has commenced operations using GSM technology in August 2009 and therefore the results for this nine months are not strictly comparable with those of the corresponding prior period.
 - Other operating income for the quarter / nine months ended December 31, 2010 includes subsidies from Department of Telecommunications (DOT) for Universal Service Obligation of Nil / Rs. 687 lacs as compared to Rs. 4246 lacs / Rs. 10114 lacs for the quarter / nine months ended December 31, 2009 and also includes Rs.1180 lacs / Rs.2799 lacs as compared to Rs. 107 lacs / Rs. 2192 lacs for the quarter / nine months ended December 31, 2009 relating to profit on sale of dark fibre and bandwidth capacities.
 - The Company has 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 (formerly known as Wireless-TT Info Services Limited.)
 - Provision for contingencies is primarily towards the outstanding claims / litigations against the Company relating to DOT and other parties.
 - 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.220 lacs (loss) / Rs.1427 lacs (loss) for the quarter / nine months ended December 31, 2010 as compared to Rs.399 lacs (loss) / Rs.1227 lacs (loss) for the quarter / nine months ended December 31, 2009 on account of foreign exchange fluctuations. (Also refer Note 6 below)
 - 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 (gain) / losses of (Rs. 61 lacs) / Rs. 554 lacs for the quarter / nine months ended December 31, 2010 as compared to gains of Rs. 1197 lacs / Rs. 2084 lacs for the quarter / nine months ended December 31, 2009 against the carrying value of fixed assets. The amount (after the aforesaid adjustments) of Plant and Machinery remaining to be amortized as at the period-end aggregates Rs. 354 lacs (credit) (Previous period Rs.810 lacs (debit)).
 - 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'.
 - The Company succeeded in winning the bid for 3G spectrum in Maharashtra circle (including Goa and excluding Mumbai) during the quarter ended June 30, 2010 and had capitalized related license fees aggregating Rs. 125782 lacs.
 - Previous period figures have been regrouped/reclassified wherever necessary.
 - 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.
 - There were no investor complaints pending at the beginning of the quarter. 42 complaints were received and 42 complaints were resolved during the quarter and no complaints were pending as on December 31, 2010.
 - 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 27, 2011.

For and on Behalf of the Board

Mumbai
Date: January 27, 2011

Anil Kumar Sardana
(Managing Director)

TTML grows 15% in EBIDTA and 87% in Cash Profit YoY

- Subscriber base crosses 16 million in the quarter ended December 31, 2010, YoY growth of 41%
- Revenue reported at Rs.585 crores , YoY growth of 3% from Telecommunication service
- EBIDTA at Rs.135 crores, YoY growth of 15%; QoQ growth of 15%
- Wireless services MoU registered a 17% growth over corresponding quarter of previous year

Mumbai, January 27, 2011: TATA Teleservices (Maharashtra) Limited today announced its Quarterly and nine months results for the period ended December 31, 2010

Quarterly Highlights:

- TTML subscriber base stands at **16.2mn** – an increase of **41%** over the corresponding quarter of the previous year
- Gross Minutes of usage of wireless services increased by **17%** over the corresponding quarter of the previous year
- **Revenues reported at Rs.585 crores** –Revenue from Telecommunication services increased by 3% over the corresponding quarter of the previous year
- **EBIDTA grew to Rs.135 crores**- an increase of **15%** over the corresponding quarter of the previous year and a Quarter on Quarter growth of **15%**
- The Company registered a **Cash profit of Rs.62 crores** - an increase of **87%** over the corresponding quarter of the previous year and a Quarter on Quarter growth of **42%**
- TTML became the **first operator to launch 3G services in Maharashtra circle** post the auctions
- TTML is the **only network across Mumbai and Maharashtra to be rated congestion free** in eight consecutive reports published by TRAI. At the beginning of the year, TTML had also been rated in independent studies commissioned by TRAI as the **No. 1 wireless operator** in terms of overall customer satisfaction in its geography
- Focus on wireless broadband service, Photon⁺ with VAS and data services increased data revenues to **24.1% of total wireless revenues in Q3 of FY 10-11**

Nine months Highlights:

- TTML subscriber base stands at **16.2mn** – an increase of **41%** over the corresponding nine months of the previous year
- Gross Minutes of usage of wireless services increased by **31%** over the corresponding nine months of the previous year
- **Revenues grew to Rs.1730 crores** – an increase of **5%** over the corresponding nine months of the previous year. This revenue excludes profit from sale of Investment in Tower subsidiary
- **Profit After Tax for nine months is Rs.380 crores including profit from sale of investment in Tower Subsidiary**

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. TTML has over **16 million customers** in Maharashtra and Goa. These include reputed corporates, SMEs and residential customers. The Company has been rated the **No. 1 wireless operator** in terms of overall customer satisfaction across Maharashtra (including Mumbai) and Goa, in surveys commissioned by the Telecom Regulatory Authority of India (TRAI). 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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**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 and nine months ended December 31, 2010 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 profit and other financial information of the Company for the quarter and nine months ended December 31, 2010.

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: January 27, 2011