



GTL LIMITED

Statement of Standalone Unaudited Results for the Quarter Ended 30-Jun-2014

Part I

₹ in Lakhs (except share data and ratios)

Sr.No.	Particulars	Standalone - Parent Company			
		Quarter ended June 30. 2014	Quarter ended March 31. 2014	Quarter ended June 30. 2013	Year ended March 31. 2014
		Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Income from Operations</b>				
	Net Sales / Income from Operations ( Net of Excise Duty )	59,519.42	54,369.75	56,154.22	2,26,507.60
	Other Operating Income	4.67	0.39	0.03	3.65
	<b>Total Income from Operations ( Net )</b>	<b>59,524.09</b>	<b>54,370.14</b>	<b>56,154.25</b>	<b>2,26,511.25</b>
<b>2</b>	<b>Expenses</b>				
a)	Cost of Material Consumed and Services	53,316.42	40,184.39	45,330.23	1,79,942.49
b)	Purchase of Stock - in - trade	1,355.39	3,211.76	1,829.80	9,246.11
c)	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	(560.10)	(422.78)	(109.63)	(89.84)
d)	Employee benefits expenses	5,599.61	4,393.28	3,690.03	15,832.91
e)	Depreciation and amortisation expenses	4,375.73	2,733.62	2,842.18	11,094.54
f)	Other Expenses	2,283.91	3,099.99	1,305.92	8,291.42
g)	Net (Gain)/Loss on Foreign Currency Transactions	(282.01)	(1,688.88)	963.82	(1,877.31)
	<b>Total Expenses</b>	<b>66,088.94</b>	<b>51,511.39</b>	<b>55,852.35</b>	<b>2,22,440.33</b>
<b>3</b>	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(6,564.85)</b>	<b>2,858.75</b>	<b>301.90</b>	<b>4,070.92</b>
<b>4</b>	Other income	919.88	3,794.47	299.79	5,433.27
<b>5</b>	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)</b>	<b>(5,644.97)</b>	<b>6,653.23</b>	<b>601.69</b>	<b>9,504.19</b>
<b>6</b>	Finance costs (Refer Note 4)	8,447.30	13,111.14	13,236.38	53,964.13
<b>7</b>	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items ( 5 ± 6 )</b>	<b>(14,092.27)</b>	<b>(6,457.91)</b>	<b>(12,634.69)</b>	<b>(44,459.94)</b>
<b>8</b>	Exceptional items (Refer Note 5)	14,177.66	NIL	NIL	NIL
<b>9</b>	<b>Profit / (Loss) from ordinary activities before tax ( 7 ± 8 )</b>	<b>85.39</b>	<b>(6,457.91)</b>	<b>(12,634.69)</b>	<b>(44,459.94)</b>
<b>10</b>	Tax expense	NIL	2,557.65	(39.79)	2,517.86
<b>11</b>	<b>Net Profit / (Loss) from ordinary activities after tax (9 ± 10)</b>	<b>85.39</b>	<b>(9,015.56)</b>	<b>(12,594.90)</b>	<b>(46,977.80)</b>
<b>12</b>	Extraordinary items	NIL	NIL	NIL	NIL
<b>13</b>	<b>Net Profit / (Loss) for the period (11 ± 12)</b>	<b>85.39</b>	<b>(9,015.56)</b>	<b>(12,594.90)</b>	<b>(46,977.80)</b>
<b>14</b>	Paid-up equity share capital (Equity Shares of Face Value of ₹ 10/- each)	15,729.68	15,729.68	15,729.68	15,729.68
<b>15</b>	Reserves Excluding Revaluation Reserves ( as per Balance Sheet ) of Previous Accounting Year				2,050.46
<b>16</b>	<b>Earnings Per Shares (Before Extraordinary items)</b>				
<b>16 i</b>	(of ₹ 10 /- each) (not annualised):				
a)	Basic	0.05	(5.74)	(8.01)	(29.87)
b)	Diluted	0.05	(5.74)	(8.01)	(29.87)
<b>16 ii</b>	<b>Earnings Per Shares - After Extraordinary items</b>				
	(of ₹ 10 /- each) (not annualised):				
a)	Basic	0.05	(5.74)	(8.01)	(29.87)
b)	Diluted	0.05	(5.74)	(8.01)	(29.87)

See accompanying note to the Financial Results



GTL LIMITED

Statement of Standalone Unaudited Results for the Quarter Ended 30-Jun-2014

PART II

Select Information for the Quarter / Year Ended 30-Jun-2014

Sr.No.	Particulars	Quarter ended June 30,	Quarter ended March 31,	Quarter ended June 30,	Year ended March 31,
		2014	2014	2013	2014
		Unaudited	Unaudited	Unaudited	Audited
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>				
<b>1</b>	<b>Public shareholding</b>				
	--- Number of Shares	8,77,16,787	8,77,16,787	8,77,16,787	8,77,16,787
	--- Percentage of shareholding	55.76%	55.76%	55.77%	55.76%
<b>2</b>	<b>Promoters and Promoter group Shareholding</b>				
	<b>a ) Pledged / Encumbered</b>				
	--- Number of shares	6,90,99,435	6,90,99,435	5,05,00,000	6,90,99,435
	--- Percentage of shares ( as a % of the total shareholding of Promoter and Promoter group )	99.31%	99.31%	72.58%	99.31%
	--- Percentage of shares ( as a % of the total Share Capital of the Company )	43.93%	43.93%	32.10%	43.93%
	<b>b ) Non-Encumbered</b>				
	--- Number of shares	4,80,559	4,80,559	1,90,79,994	4,80,559
	--- Percentage of shares ( as a % of the total Shareholding of Promoter and Promoter group )	0.69%	0.69%	27.42%	0.69%
	--- Percentage of shares ( as a % of the total Share Capital of the Company )	0.31%	0.31%	12.13%	0.31%

	Particulars	3 months ended June 30, 2014
<b>B</b>	<b>INVESTOR COMPLAINTS</b>	
	Pending at the beginning of the quarter	<b>NIL</b>
	Received during the quarter	NIL
	Disposed off during the quarter	NIL
	Remaining unresolved at the end of the quarter	<b>NIL</b>

For GTL Limited

Place : Mumbai

Date : August 09, 2014

Manoj Tirodkar  
Chairman and Managing Director

Registered Office: "Global Vision", Electronic Sadan No. II, M. I. D. C., T. T. C. Industrial Area, Mahape, Tal. & Dist. Thane, Navi Mumbai - 400 710.

**Notes:**

1. The above unaudited Financial results of the Company on standalone basis have been reviewed by the audit committee and approved by the Board of Directors in its meeting held on August 09, 2014.
2. The Auditors of the Company have carried out a Limited Review of the results for the quarter ended June 30, 2014 in accordance with Clause 41 of the Listing Agreement.
3. Segment-wise Revenue, Result and Capital Employed in terms of Clause 41 of the Listing Agreement :

₹ in Lakhs

Particulars	Quarter ended June 30,2014	Quarter ended March 31,2014	Quarter ended June 30,2013	Year ended March 31,2014
	Unaudited	Unaudited	Unaudited	Audited
<b>Segment Revenue</b>				
1.Network Services	30,454.77	29,824.23	29,811.32	116,613.74
2.Power Management	29,069.32	24,545.91	26,342.93	109,897.51
<b>Total Segment Revenue</b>	<b>59,524.09</b>	<b>54,370.14</b>	<b>56,154.25</b>	<b>226,511.25</b>
<b>Segment Results ( Profit / (Loss) before Interest and Tax )</b>				
1.Network Services	(1,673.46)	2,842.14	3,263.32	10,765.18
2.Power Management	(3,677.52)	(1,899.22)	(1,380.37)	(6,817.67)
<b>Sub – Total</b>	<b>(5,350.98)</b>	<b>942.92</b>	<b>1,882.95</b>	<b>3,947.51</b>
Less : Finance Expenses	8,447.00	13,109.00	13,236.00	53,962.69
Unallocated Corporate Expenditure net of Income	294.29	(5,708.17)	1,281.65	(5,555.25)
<b>Profit / (Loss) before exceptional item and tax</b>	<b>(14,092.27)</b>	<b>(6,457.91)</b>	<b>(12,634.69)</b>	<b>(44,459.94)</b>
Less : Exceptional items	14,177.66	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>
<b>Profit / (Loss) after exceptional items and tax</b>	<b>85.39</b>	<b>(6,457.91)</b>	<b>(12,634.69)</b>	<b>(44,459.94)</b>
<b>Capital Employed (Segment Assets Less Segment Liabilities)</b>				
1.Network Services	159,175.55	198,504.93	321,589.22	198,504.93
2.Power Management	22,196.00	26,202.26	17,891.29	26,202.26
<b>Total Capital Employed in Segments</b>	<b>181,371.55</b>	<b>224,707.19</b>	<b>339,480.51</b>	<b>224,707.19</b>
Un-allocable Corporate Assets less Liabilities				
- Investments	362,475.94	366,799.30	270,709.86	366,799.30
- Other than Investments	60,144.56	50,320.24	70,702.32	50,320.24
<b>Total Capital Employed</b>	<b>603,992.05</b>	<b>641,826.73</b>	<b>680,892.69</b>	<b>641,826.73</b>

**Notes:**

- i. Segments have been identified in accordance with Accounting Standard (AS) 17 on Segment Reporting, considering risk / return profiles of the businesses, their organizational structure and the internal reporting system.
- ii. Segment Definition: Network Services comprises of Network Planning & Design, Network Deployment, Professional Services, Energy Management, Operational and Maintenance and Infrastructure Management. "Power Management" comprises Power Project – EPC and Power Distribution franchise.

- iii. Segment Revenue comprises of sales & services and operational income allocable specifically to a segment. Un-allocable expenditure mainly includes expenses incurred on common services provided to segments and other corporate expenses.
4. The finance cost is net of reversal of excess interest provision of ₹ 1,607.93 lacs post restructuring of Rated Redeemable Unsecured Rupee Non-Convertible Debentures and remission of interest of ₹ 2,118.58 lacs on settlement of certain bank liabilities.
5. Exceptional items consist of :
- a. The Company was in negotiation with its customer, Aircel group of companies for settlement of the disputes arising from cancellation / termination of certain commitments resulting in loss of business expansion opportunities for the Company and also its vendors. As a part of the settlement, the Company received an amount of ₹ 34,500.00 lacs from Aircel group of companies which inter-alia includes the payment for settlement towards the vendors various claims. Accordingly, ₹ 9,928.19 lacs (net of vendors claims and provision made towards the same) is considered as exceptional item.
- b. Remission of Principal liability of ₹ 4,249.47 lacs on account of certain settlement of bank liabilities.
6. Consequent to the enactment of the Companies Act, 2013 (the Act) applicable from April 01, 2014, the Company has reassessed the remaining useful life of fixed assets under Schedule II to the Act. This has resulted in additional charge of depreciation of ₹ 1,510.92 lacs for the quarter ended June 30, 2014.
7. The Company holds investment in both quoted / unquoted equity shares. The market value of the quoted investments and book value of unquoted investments as ascertained from the latest available financials of the investee companies, is lower than carrying value of these investments. However, having regard to long term nature of these investments and future business plans of the investee companies, the diminution in value of investment does not require provision as such diminution is not other than temporary.
8. The Company had completed restructuring of its Rated Redeemable Unsecured Rupee Non-Convertible Debentures of ₹ 140,000.00 lacs to ₹ 142,022.71 lacs as per the mutually agreed terms. The formalities for issuance of new Non-Convertible Debentures (NCDs), creation of security etc. is in process.
9. The Company's business activities comprise of two segments viz "Network Services" and "Power Management". During the last few years, the telecom industry has been adversely affected by the general economic slowdown, forcing the operators to substantially curtail capex on rollout of towers. This has an adverse impact on the Company's revenue from Network Deployment, Operation and Energy Management and other Network services and consequentially on operating margins and cash flow from this segment.

In Power sector, increase in energy cost by Genco's without commensurate revision in energy price to consumers has adversely affected profitability of Power Management. Coupled with this Company's inability to incur sufficient capex could not result in achieving desired efficiency and thereby further affecting operating margins and cash flow of said segment.

In view of the above, Company has incurred cash losses from ordinary activities resulting in substantial erosion of the Company's net worth.

The Company is taking various measures such as cost optimisation, renegotiation of contracts with the customers, improving operating efficiency, capex to reduce distribution losses in Power distribution franchises so as to improve Company's operating margins and cash flows. The management believes that these measures together with expected growth in Telecom sector and overall turnaround in economy will have positive impact on the Company's business operations and will generate improved margins and cash flows. In view of above, the Company continues to prepare its financial statements on going concern basis, which contemplates realization of assets and settlement of liabilities in the normal course of business.

10. Debenture Redemption Reserve will be considered at the financial year end.
11. The figures for the previous quarter have been regrouped / rearranged / recast wherever considered necessary.

**For GTL Limited**

**Date:** August 09, 2014

**Place:** Mumbai

**Manoj Tirodkar**

**Chairman & Managing Director**