



## HUGHES TELE.COM (INDIA) LIMITED

Regd. Office: Ispat House, B. G. Kher Marg, Worli, Mumbai 400 018.

TATA  
**Indicom**

### STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR QUARTER ENDED 31st DECEMBER, 2002 (Rs. in Millions)

Sr. No.	Particulars	Quarter ended 31st Dec. 2002 (a)	Quarter ended 31st Dec. 2001 (b)	Year to date i.e. 1st April, 2002 to 31st Dec. 2002 (c)	Year to date i.e. 1st April, 2001 to 31st Dec. 2001 (d)	Previous year ended on 31st March 2002 (Audited) (e)
<b>1</b>	<b>Income from Operations</b>					
	- Telecommunication Services	<b>946</b>	673	<b>2,589</b>	1,833	2,525
<b>2</b>	<b>Other Income</b> (See note 3 below)	<b>49</b>	76	<b>95</b>	232	241
<b>3</b>	<b>Total Income (1+2)</b>	<b>995</b>	749	<b>2,684</b>	2,065	2,766
<b>4</b>	<b>Operation and other expenses</b>					
	a. Network operations costs	<b>496</b>	393	<b>1,362</b>	1,117	1,503
	b. Payments to and provisions for employees	<b>126</b>	80	<b>298</b>	239	336
	c. Administration and Other expenses (See note 4 below)	<b>161</b>	130	<b>462</b>	369	552
		<b>783</b>	603	<b>2,122</b>	1,725	2,391
<b>5</b>	<b>Finance and Treasury charges</b>	<b>114</b>	183	<b>434</b>	542	723
<b>6</b>	<b>Miscellaneous Expenditure written off</b>	<b>15</b>	15	<b>45</b>	45	60
<b>7</b>	<b>Depreciation</b> (See note 5 below)	<b>301</b>	321	<b>886</b>	796	1,077
<b>8</b>	<b>Total Expenditure (4+5+6+7)</b>	<b>1,213</b>	1,122	<b>3,487</b>	3,108	4,251
<b>9</b>	<b>Loss before tax (3-8)</b>	<b>(218)</b>	(373)	<b>(803)</b>	(1,043)	(1,485)
<b>10</b>	<b>Provision for taxation (net)</b> (See note 6 below)	-	-	-	-	-
<b>11</b>	<b>Net Loss (9-10)</b>	<b>(218)</b>	(373)	<b>(803)</b>	(1,043)	(1,485)
<b>12</b>	<b>Paid up equity share capital</b> (Face value Rs. 10/- per share)	<b>14,053</b>	14,053	<b>14,053</b>	14,053	14,053
<b>13</b>	<b>Reserves excluding revaluation reserves</b>					(5,751)
<b>14</b>	<b>Basic and diluted EPS for the period, year to date and for the previous year (Rs.)</b>	<b>(0.15)</b>	(0.27)	<b>(0.57)</b>	(0.74)	(1.06)
<b>15</b>	<b>Aggregate of non-promoter shareholdings</b>					
	- Number of shares	-	-	<b>409,966,811</b>	624,342,700	624,342,700
	- Percentage of shareholdings	-	-	<b>29.17%</b>	44.43%	44.43%

#### Notes:

On 6th December 2002, Tata Teleservices Limited (TTSL) acquired 50.83% of the paid-up equity capital of the Company from the Company's erstwhile promoters. Further, pursuant to an open offer by TTSL, Tata Sons Limited and The Tata Power Company Limited together acquired 20% of the paid-up equity capital of the Company. Consequently, the new promoters have assumed management control of the Company.

Pursuant to the change in promoters certain liabilities due to the erstwhile promoters have been restructured by mutual agreements after receiving (as applicable) and in accordance with requisite regulatory approvals.

- Since the Company is progressively expanding its network the corresponding figures in the periods presented above are not comparable. They have been regrouped wherever necessary.
- The Company operates in a single segment - Telecommunication Services.
- Included in Other income are earnings from short-term investments/deposits of surplus funds, which may not recur on an on-going basis. Such earnings aggregate to Rs. 12 million and Rs. 55 million for the quarters ended 31st December 2002 and 2001 respectively, Rs. 52 million and Rs. 205 million for the nine months ended 31st December 2002 and 2001 respectively and Rs. 239 million for previous year ended 31st March 2002.
- Included in Administration and Other Expenses, for the previous year ended 31st March 2002 is a sum of Rs. 20 million in respect of Contractual Claims and Liabilities – Provision for Contingencies. This is a non-recurring charge.
- Depreciation for the year ended 31st March, 2002 includes depreciation related to earlier years of Rs. 40 million.
- No provision for current income tax has been made in the accounts, since there are no taxable profits for the year.
- No provision for deferred tax has been made in the accounts since the Company estimates that the accumulated deferred tax assets will offset the deferred tax liabilities.

The above financial statement was taken on record by the Board of Directors of the Company at its meeting held on 6th January 2003.

For and on behalf of the Board

Sd/-

**S. Ramakrishnan**  
Managing Director

Place : Mumbai  
Date : 6th January, 2003

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