

GTL Limited

**AUDITED FINANCIAL RESULTS
FOR THE PERIOD ENDED SEPTEMBER, 2008**

Rs. in Lacs.

Consolidated					Particulars	Stand Alone - Parent Company				
Quarter ended September,30		Half year ended September ,30		Year ended 31st March 08		Quarter ended September,30		Half year ended September ,30		Year ended 31st March 08
2008	2007	2008	2007			2008	2007	2008	2007	
Audited	Audited	Audited	Audited	Audited		Audited	Unaudited	Audited	Audited	Audited
14,331.36	8,020.99	24,427.19	15,583.32	35,728.80	Net Sales & Services	2,918.54	366.27	2,997.81	822.62	1,927.60
34,912.58	35,896.57	66,708.86	69,066.63	141,405.11	- International	34,912.58	35,896.57	66,708.86	69,066.63	141,405.11
49,243.94	43,917.56	91,136.05	84,649.95	177,133.91	- Domestic	37,831.12	36,262.84	69,706.67	69,889.25	143,332.71
29,128.52	30,152.38	53,695.45	58,562.00	117,162.31	Total Net Sales & Services	26,145.19	25,713.53	48,076.61	49,824.17	100,783.46
7,570.77	3,164.34	14,319.61	5,872.39	16,484.54	Cost of Sales & Services	2,126.23	2,076.13	4,212.69	3,970.85	8,082.48
12,544.65	10,600.84	23,120.99	20,215.56	43,487.06	Cost of Delivery	9,559.70	8,473.18	17,417.37	16,094.23	34,466.77
1,235.64	1,376.83	2,399.48	2,689.63	5,423.08	Gross Profit	365.01	940.28	789.09	1,855.83	3,155.70
3,667.02	2,570.53	6,571.90	4,806.24	11,578.40	Selling & Marketing Expenses	2,471.26	1,901.20	4,304.94	3,518.12	8,380.82
1,382.17	1,326.21	2,543.63	2,469.88	4,954.67	Administration Expenses	1,060.76	1,196.74	2,141.79	2,311.45	4,587.97
6,259.82	5,327.27	11,605.98	10,249.81	21,530.91	Depreciation	5,662.67	4,434.96	10,181.55	8,408.83	18,342.28
1,677.32	1,293.72	2,817.69	1,978.00	5,643.25	Operating Profit before Other Income and Interest	1,602.82	1,325.25	2,782.70	1,976.85	5,935.08
4,582.50	4,033.55	8,788.29	8,271.81	15,887.66	Interest (Net) and Finance Charges	4,059.85	3,109.71	7,398.85	6,431.98	12,407.20
140.23	(482.35)	(405.06)	(1,304.25)	250.58	Operating Profit before Other Income and Tax	4,090.93	2,637.70	6,937.23	5,052.49	11,191.60
4,722.73	3,551.20	8,383.23	6,967.56	16,138.24	Other Income (incl. Exchange Gain / (Loss) (Net))	4,090.93	2,637.70	6,937.23	5,052.49	11,191.60
481.79	272.75	908.37	555.05	2,103.13	Profit before Tax & Extra-ordinary Items	4,090.93	2,637.70	6,937.23	5,052.49	11,191.60
(43.96)	(156.24)	(158.99)	(277.89)	(1,594.81)	Provision for Tax	525.00	250.00	900.00	500.00	1,876.50
49.00	50.70	119.00	91.50	216.10	Deferred Tax	(43.96)	(156.29)	(158.99)	(274.26)	(1,561.93)
4,235.90	3,383.99	7,514.85	6,598.90	15,413.82	Fringe Benefit Tax	3,560.89	2,493.29	6,077.22	4,735.25	10,660.93
-	11,849.89	-	11,849.89	11,992.20	Net Profit after Tax	3,560.89	2,493.29	6,077.22	4,735.25	10,660.93
4,235.90	15,233.88	7,514.85	18,448.79	27,406.02	Extraordinary item	3,560.89	4,539.78	6,077.22	6,781.74	12,849.73
9,457.41	10,163.84	9,457.41	10,163.84	9,457.41	Net profit after extraordinary item	9,457.41	10,163.84	9,457.41	10,163.84	9,457.41
116,240.68	120,245.46	116,240.68	120,245.46	102,383.20	Paid-up Equity Share Capital	88,852.47	104,194.81	88,852.47	104,194.81	82,905.19
4.48	3.42	7.95	6.66	15.30	Reserves Excluding Revaluation Reserves	88,852.47	104,194.81	88,852.47	104,194.81	82,905.19
4.31	3.31	7.63	6.44	14.82	EPS excluding extra-ordinary items - Basic (in Rs.)	3.77	2.52	6.43	4.78	10.64
4.48	15.37	7.95	18.60	27.34	EPS excluding extra-ordinary items - Diluted (in Rs.)	3.62	2.44	6.17	4.62	10.31
4.31	14.86	7.63	17.95	26.51	EPS including extra-ordinary items - Basic (in Rs.)	3.77	4.58	6.43	6.84	12.82
					EPS including extra-ordinary items - Diluted (in Rs.)	3.62	4.43	6.17	6.60	12.43
					Aggregate of public shareholding	52,824,352	69,110,361	52,824,352	69,110,361	58,459,875
					Number of shares	55.86%	70.92%	55.86%	70.92%	61.81%
					Percentage of shareholding					

Place : Mumbai

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Manoj Tirodkar

Date : October 16, 2008

Chairman and Managing Director

Notes:

The above audited results for the quarter ended September 30, 2008 were taken on record by the Board of Directors in their meeting held on October 16, 2008, for the consolidated accounts of GTL and its subsidiaries.

1. The key financial highlights for the quarter are as stated below:

	Quarter ended		% Growth
	September 30, 2008 Rs. Lacs	September 30, 2007 Rs. Lacs	
Revenue	49,243.94	43,917.56	12.13
Gross Profit	12,544.65	10,600.84	18.34
Operating Profit before Other Income & Interest	6,259.82	5,327.27	17.51
- Interest & Finance Charges	1,677.32	1,293.72	
- Other Income	140.23	(482.35)	
Net Profit	4,235.90	3,383.99	25.17

Revenue for quarter ended September 30, 2008 stood at Rs. 49,243.94 lacs registering a 12% growth on year-on-year basis. However, post-adjustment of revenue of Rs 4,555.45 lacs generated from erstwhile IT services business in quarter ended September 2007, revenue from Network Services Business grew by 25% over corresponding quarter in the previous year.

2. The total manpower of the Company including Contract Employees as of September 30, 2008 stood at 5,647 as against 3,464 in the corresponding quarter ended September 30, 2007. The increase in employees is on account of acquisitions made in FY 2007-08 and increased business in Network Planning & Design and Professional Services. The full impact of this will be felt in subsequent quarters during the year.
3. The financial turmoil in international currency values have displayed inconsistent, unpredictable and unrealistic fluctuations. In the opinion of the management this qualifies as being considered as exceptional circumstances as provided in clause 11 (a) of AS 11 'The effects of change in Foreign Exchange Rate'. The company is of the opinion that the long term foreign currency monetary items will not have outflow at cross currency exchange rates prevailing on the date of the Balance Sheet.

Accordingly, monetary items due after September 30, 2009, i.e. one year from the balance sheet date are re-instated on the basis of simple average exchange rate (April,2008 to September,2008). As a result thereof there is reduction in foreign exchange loss and long term monetary liability of Rs.3,246.01 Lacs

4. Details of expenses exceeding 10% of the total expenditure (Unless stated otherwise)

Particulars	Consolidated			Standalone		
	Quarter ended		Year ended	Quarter ended		Year ended
	September 30, 2008	September 30, 2007	March 31, 2008	September 30, 2008	September 30, 2007	March 31, 2008
Staff Costs	7,952.06	4,592.79	20,637.86	3,041.59	3,200.73	11,514.58

Rs. Lacs

Other Information

1. Share Capital

ESOPs

No. of outstanding ESOPs as on June 30, 2008	5,263,743
Add : New Grants Issued during the quarter	NIL
Less : Forfeited during the quarter	46,145
Less : Converted during the quarter	NIL
Total no. of outstanding ESOPs as on September 30, 2008	5,217,598

The fully diluted Share Capital of the Company as on September 30, 2008 was Rs. 9,847.05 lacs.

2. Status of investor grievances for the quarter ended September 30, 2008:

No. of Complaints			
Pending as on July 1, 2008	Received during the quarter	Disposed during the quarter	Unresolved as on September 30, 2008
NIL	2	2	NIL

3. The Company has considered minority interest of its investment in GTL Infrastructure Ltd as per AS 23 on “Accounting for Investment in Associates in Consolidated Financial Statements” based on last financial statement as at June 30, 2008.



4. In terms of AS 17 for segment reporting, GTL has a single reporting segment - “Network Services”
5. During the corresponding quarter of FY 2007-08 the Company sold off its Enterprise Network and Managed Services business to France Telecom resulting into one time extraordinary income of Rs. 11,849.89 lacs.
6. The figures for the corresponding quarter of the previous year are regrouped / reclassified wherever necessary to make them comparable with that of the current quarter.

For GTL Limited

Date: October 16, 2008

Manoj Tirodkar

Place: Mumbai

Chairman and Managing Director