

Statement of Standalone Unaudited / Audited Results for the Quarter and Year Ended 31 - March - 2016

₹ in Lacs (except share data and ratios)

Sr.No.	Particulars	Standalone - Parent Company (Continuing and discontinued business operations)				
		Quarter ended March 31, 2016	Quarter ended December 31, 2015	Quarter ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
		(Unaudited) (Refer Note No 13)	Unaudited	(Unaudited)	Audited	Audited
1	Income from Operations					
	Net Sales / Income from Operations (Net of Service Tax)	31,048.61	29,968.70	35,385.79	1,24,164.54	2,06,935.21
	Other Operating Income	NIL	NIL	-	NIL	5.60
	Total Income from Operations (Net)	31,048.61	29,968.70	35,385.79	1,24,164.54	2,06,940.81
2	Expenses					
a)	Cost of Material Consumed and Services	20,447.90	22,664.26	22,267.47	91,553.76	1,74,519.72
b)	Purchase of Stock - in - trade	416.26	676.35	3,127.32	3,828.20	13,254.61
c)	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	-	232.59	929.37	232.64	(194.54)
d)	Employee benefits expenses	3,557.51	2,985.45	3,263.69	13,343.82	17,255.16
e)	Depreciation and amortisation expenses	2,399.00	2,432.17	2,608.68	9,849.84	12,622.56
f)	Other Expenses	3,011.63	1,686.40	1,367.71	20,302.01	15,709.66
g)	Net (Gain)/Loss on Foreign Currency Transactions	(630.37)	(729.62)	(630.93)	(2,350.13)	(2,661.53)
	Total Expenses	29,201.93	29,947.60	32,933.31	1,36,760.14	2,30,505.64
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	1,846.68	21.10	2,452.48	(12,595.60)	(23,564.83)
4	Other income	494.75	175.51	618.46	1,772.35	5,531.33
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)	2,341.43	196.61	3,070.94	(10,823.25)	(18,033.50)
6	Finance costs	13,287.12	13,453.37	12,588.13	53,217.38	46,824.08
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 + 6)	(10,945.69)	(13,256.76)	(9,517.19)	(64,040.63)	(64,857.58)
8	Exceptional items (Refer Note 9 of Notes on Financial Results)	-	(1,21,726.32)	(7,500.00)	(1,96,703.56)	(15,271.67)
9	Profit / (Loss) from ordinary activities before tax (7 ± 8)	(10,945.69)	(1,34,983.08)	(17,017.19)	(2,60,744.19)	(80,129.25)
10	Tax expense	NIL	NIL	NIL	NIL	NIL
11	Net Profit / (Loss) from ordinary activities after tax (9 ± 10)	(10,945.69)	(1,34,983.08)	(17,017.19)	(2,60,744.19)	(80,129.25)
12	Extraordinary items	NIL	NIL	NIL	NIL	NIL
13	Net Profit / (Loss) for the period (11 ± 12)	(10,945.69)	(1,34,983.08)	(17,017.19)	(2,60,744.19)	(80,129.25)
14	Share of Profit / (Loss) in Associates	N.A.	N.A.	N.A.	N.A.	N.A.
15	Minority Interest	N.A.	N.A.	N.A.	N.A.	N.A.
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 ± 14 ± 15)	(10,945.69)	(1,34,983.08)	(17,017.19)	(2,60,744.19)	(80,129.25)
14	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	15,729.68
15	Reserves Excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year	NA	NA	NA	(3,38,822.98)	(78,078.80)
16 i	Earnings Per Shares (Before Extraordinary items) (of ₹ 10 /- each) (not annualised):					
a)	Basic	(6.96)	(85.82)	(10.83)	(165.78)	(50.95)
b)	Diluted	(6.96)	(85.82)	(10.83)	(165.78)	(50.95)
16 ii	Earnings Per Shares (After Extraordinary items) (of ₹ 10 /- each) (not annualised):					
a)	Basic	(6.96)	(85.82)	(10.83)	(165.78)	(50.95)
b)	Diluted	(6.96)	(85.82)	(10.83)	(165.78)	(50.95)
17	Debt Service Coverage Ratio (DSCR) (no.of times)	NA	NA	NA	*	*
18	Interest Service Coverage Ratio (ISCR) (no.of times)	NA	NA	NA	*	*

* - DSCR and ISCR are not positive hence not furnished
See accompanying notes to the Financial Results

For GTL Limited

Place : Mumbai
Date : April 28, 2016

Sunil S. Valavalkar
Whole-time Director

Notes: -

1. The above financial results of the Company for the quarter / year ended March 31, 2016 have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on April 28 , 2016
2. Segment-wise Revenue, Result and Capital Employed (for continuing and discontinuing operations) as per Accounting Standard AS- 17 as required by regulation 33 read with schedule IV of the Listing Obligations and Disclosure Requirements:

₹ in Lacs

Particulars	Quarter ended March 31, 2016	Quarter ended December 31, 2015	Quarter ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
	(Unaudited) (Refer Note No. 13)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
Segment Revenue					
1.Network Services	31,048.61	29,968.70	34,401.21	124,035.67	135,438.70
2. Power Management	NIL	NIL	984.58	128.87	71,502.11
Total Segment Revenue	31,048.61	29,968.70	35,385.79	124,164.54	206,940.81
Segment Results (Profit / (Loss) before finance cost and Tax)					
1.Network Services	1,954.54	543.65	2,943.80	(5,481.35)	(2,862.00)
2. Power Management	NIL	NIL	(387.30)	(1,975.66)	(19,306.60)
Sub – Total	1,954.54	543.65	2,556.50	(7,457.01)	(22,168.60)
Less : Finance Cost	13,287.12	13,453.37	12,588.13	53,217.38	46,824.08
Un-allocable Corporate Expenditure net of Income	(386.89)	347.04	(514.44)	3,366.24	(4,135.10)
Loss before exceptional item and tax	(10,945.69)	(13,256.76)	(9,517.19)	(64,040.63)	(64,857.58)
Less : Exceptional items	NIL	(121,726.32)	(7,500.00)	(196,703.56)	(15,271.67)
Less: Tax expense	NIL	NIL	NIL	NIL	NIL
Loss after tax and exceptional items	(10,945.69)	(134,983.08)	(17,017.19)	(260,744.19)	(80,129.25)
Capital Employed (Segment Assets Less Segment Liabilities)					
1. Network Services	65,452.81	67,632.37	114,478.05	65,452.81	114,478.05
2. Power Management	8,029.11	7,839.26	8,992.01	8,029.11	8,992.01
Total Capital employed in the Segments	73,481.92	75,471.63	123,470.06	73,481.92	123,470.06
Un-allocable Corporate Assets less Liabilities					
- Investments	223,066.81	223,066.81	361,559.07	223,066.81	361,559.07
- Other than Investments	59,460.44	56,297.59	75,670.68	59,460.44	75,670.69
Total Capital Employed	356,009.17	354,836.03	560,699.81	356,009.17	560,699.82

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. Post discontinuation of the Power Management segment which comprised of Power Distribution Franchise (DF) (discontinued in last financial year) and Power Project (EPC) (discontinued during the year), the Company has one reporting segment i.e. Network Services predominantly for Telecom Sector.

The Board in its meeting held on April 28, 2016 has noted and taken cognizance of definitive agreement entered into by the Company for sale of Operation Maintenance and Energy (OME) business which lapsed and became in-operative during the quarter. Therefore, the OME operations continue to be part of “Continuing Operations” of the Company under “Network Services” which were disclosed as “discontinuing operations” in earlier quarters.

The information in respect of discontinuing / discontinued operations is furnished in “Note No 6” herein below.

- 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.

3. Statement of assets and liabilities (Standalone)

₹ in Lacs

	Particulars	As at March 31, 2016 (Audited)	As at March 31, 2015 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share Capital	80,729.68	80,729.68
	(b) Reserves and Surpluses	(338,822.98)	(78,078.80)
	Sub-Total – Shareholders Fund	(258,093.30)	2,650.88
2	Non-Current Liabilities		
	(a) Long-Term Borrowings	110,922.43	159,678.46
	(b) Other Long-Term liabilities	NIL	NIL
	(c) Long-term provisions	112.22	132.39
	Sub-Total – Non-current Liabilities	111,034.65	159,810.85
3	Current liabilities		
	(a) Short-Term Borrowings	28,655.56	26,134.98
	(b) Trade Payables	12,441.70	31,408.08
	(c) Other Current liabilities	483,066.18	379,975.66
	(d) Short-term provisions	3.54	60.89
	Sub-Total – Current Liabilities	524,166.98	437,579.61
	TOTAL – EQUITY AND LIABILITIES	377,108.33	600,041.34
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed Assets	14,385.10	24,073.57
	(b) Non-Current Investment	223,066.81	359,477.94

	Particulars	As at March 31, 2016 (Audited)	As at March 31, 2015 (Audited)
	(c) Long-term loans and advances	57,501.07	110,997.61
	Sub-Total-Non-Current Assets	294,952.98	494,549.12
2	Current Assets		
	(a) Current Investment	NIL	2,081.13
	(b) Inventories	NIL	562.70
	(c) Trade receivable	13,848.37	22,428.55
	(d) Cash and Bank balances	7,955.43	7,333.66
	(e) Short-term loans and advances	50,882.29	41,387.07
	(f) Other current assets	9,469.27	31,699.11
	Sub-Total Current Assets	82,155.36	105,492.22
	TOTAL – Assets	377,108.33	600,041.34

4. In last few years the Company has incurred cash losses, resulting in erosion of its entire net worth. The Company's current liabilities are higher than its current assets. The legal proceedings initiated by some of the lenders of the Company, including winding up petition filed, are currently *sub-judice*.

The Company has made a proposal for a negotiated settlement of debts to all its lenders by sale of its core / non-core assets, which in principal is agreed by all the lenders.

Pending implementation of the Company's proposal for negotiated settlement of debts, the Company continues to recognize its loan liabilities to CDR lenders as per the repayment terms specified in CDR package.

The management is of the view that once the Company's proposal for negotiated settlement of its debts is implemented, the doubt on the Company's inability to repay and meet its debt / liabilities would cease to exist and be in a position to continue with the business operations and generate adequate cash flows.

Accordingly, the financial statements / results have been prepared on the basis that the Company is a going concern and no adjustments are required in the carrying value of its assets and liabilities.

5. The put option given by the Company in respect of Optionally Convertible Loan (OCL) of ₹ 10,000 lacs raised by one of its associates from a Financial Institution has been exercised by the said Institution. It has also filed winding up petition against the Company & Company's associate which is yet to be admitted. The Company's associate has approached the said financial institution to work out possible solutions. The Company, as per the terms and conditions of Master Restructuring Agreement (MRA), has not received prior approval of CDR Lenders / CDR EG for accepting liability under put option. The Company, therefore, continues to treat liability under put option as a "Contingent Liability"

6. The Company discontinued its Power EPC Business and Power Distribution Business, part of Power Management Segment during the current year and previous year respectively. With this discontinuation, the Power Management segment stands discontinued.

Pending reconciliation / settlement with MS&EDCL and related dispute, following are the disclosures pertaining to Power Management Business as required by Accounting Standard (AS) 24 – Discontinuing Operations.

₹Lacs

Sr. No.	Particulars	Quarter ended March 31, 2016	Quarter ended December 31, 2015	Quarter ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
		(Unaudited) (Refer Note No. 13)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	Turnover	NIL	NIL	984.57	128.87	71,502.11
2	Other income	NIL	NIL	79.73	28.60	42.52
	Total	NIL	NIL	1,064.30	157.47	71,544.63
3	Operating Expenses	NIL	NIL	1,426.78	2,102.70	90,610.47
4	Finance costs	NIL	NIL	23.89	48.56	368.05
5	Depreciation and amortisation expenses	NIL	NIL	7.13	1.83	198.26
	Total	NIL	NIL	1,457.80	2,153.09	91,176.78
6	Loss from ordinary activities before tax	NIL	NIL	(393.50)	(1,995.62)	(19,632.15)
7	Exceptional Items	NIL	NIL	NIL	(1978.20)	(11,349.33)
8	Loss before tax	NIL	NIL	(393.50)	(3,973.82)	(30,981.48)
9	Tax expense	NIL	NIL	NIL	NIL	NIL
10	Loss after tax	NIL	NIL	(393.50)	(3,973.82)	(30,981.48)
11	Earnings Per Share					
	a) Basic	NA	NA	(0.25)	(2.53)	(19.70)
	b) Diluted	NA	NA	(0.25)	(2.53)	(19.70)

As at March 31, 2016, the carrying amount of assets and liabilities pertaining to the above discontinuing business operations are ₹ 30,577.95 lacs and ₹ 22,548.86 lacs respectively.

The carrying amount of assets and liabilities shown above include claims receivable and claims payable of ₹ 25,458.93 lacs and ₹ 21,076.42 lacs respectively. Net amount of ₹ 4,382.51 lacs pertaining to these claims is shown under the head “Other Current Assets” in the statement of assets and liabilities as at 31st March, 2016.

7. In respect of non-current investments held by the Company in its associates GTL infrastructure Limited and Chennai Network Infrastructure Limited, the carrying values of these investments are more than book values / market values. However, in the opinion of the management, provision for diminution in value of these investments is not required as such diminution is not

other than temporary, considering the long term nature of these investments and future business prospects of these companies.

8. The exceptional items for the year ended March 31, 2016 of ₹ 196,703.56 lacs comprises of diminution in value of investments ₹ 139,134.33 lacs, provision against long term advances ₹ 55,591.03 lacs and claims receivable ₹ 1,978.20 lacs.

For the year ended March 31, 2015 exceptional item of ₹ 15,271.67 lacs (Net) are on account of Claims received from customers, paid to vendors, remission of principal loan liability, provision against long term advances and diminution in value of investments.

9. Other Expenses include ₹ 39.09 lacs (Previous Year ₹ Nil) towards professional and consultancy charges pertaining to the previous financial year.
10. The employee benefit expenses include managerial remuneration of ₹ 14.89 lacs paid to Mr. Sunil S. Valavalkar – Whole Time Director, in respect of which approval from the Central Government is awaited.
11. In view of Loss, Debenture Redemption Reserve has not been created for the year ending March 31, 2016.
12. Formula used for computation of “Debt Service Coverage Ratio” (DSCR) = [Profit before Interest, Depreciation and Tax / (Principal repayment during the period + Interest)] and for Interest Service Coverage Ratio (ISCR) = [Profit before Interest, Depreciation and Tax / Interest]
13. The figures for the quarter ended March 31, 2016, are the balancing figures between the Audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the said financial year which were subject to limited review.
14. The figures for the previous quarter have been regrouped / rearranged / recast wherever considered necessary.

For GTL Limited

Date: April 28, 2016

Place: Mumbai

Sunil S. Valavalkar

Whole-time Director

GTL LIMITED
Statement of Consolidated Audited Results for the Year Ended 31 - March - 2016

₹ in Lacs (except share data and ratios)

Sr.No.	Particulars	Consolidated	
		Year ended March 31, 2016	Year ended March 31, 2015
		Audited	Audited
1	Income from Operations		
	Net Sales / Income from Operations (Net of Service Tax)	1,70,715.36	2,49,587.82
	Other Operating Income	-	5.60
	Total Income from Operations (Net)	1,70,715.36	2,49,593.42
2	Expenses		
a)	Cost of Material Consumed and Services	1,15,174.91	1,92,433.63
b)	Purchase of Stock - in - trade	13,647.35	22,163.78
c)	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	8,403.86	1,827.77
d)	Employee benefits expenses	23,115.89	28,589.34
e)	Depreciation and amortisation expenses	10,310.21	13,998.86
f)	Other Expenses	52,072.95	41,110.61
g)	Net (Gain)/Loss on Foreign Currency Transactions	(1,963.62)	(2,629.43)
	Total Expenses	2,20,761.55	2,97,494.56
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(50,046.19)	(47,901.14)
4	Other income	9,995.57	6,436.57
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)	(40,050.62)	(41,464.57)
6	Finance costs	58,179.63	52,079.53
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)	(98,230.25)	(93,544.10)
8	Exceptional items (Refer Note 9 of Notes on Financial Results)	(1,90,134.53)	(15,271.67)
9	Profit / (Loss) from ordinary activities before tax (7 ± 8)	(2,88,364.78)	(1,08,815.77)
10	Tax expense	3,184.32	1,547.06
11	Net Profit / (Loss) from ordinary activities after tax (9 ± 10)	(2,91,549.10)	(1,10,362.83)
12	Extraordinary items	NIL	NIL
13	Net Profit / (Loss) for the period (11 ± 12)	(2,91,549.10)	(1,10,362.83)
14	Share of Profit / (Loss) in Associates	(1,762.73)	(1,181.80)
15	Minority Interest	5.79	55.32
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 ± 14 ± 15)	(2,93,306.04)	(1,11,489.32)
14	Paid-up equity share capital (Equity Shares of Face Value of ₹ 10/- each)	15,729.68	15,729.68
15	Reserves Excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year	(3,82,416.23)	(87,366.19)
16 i	Earnings Per Shares (Before Extraordinary items) (of ₹ 10 /- each) (not annualised):		
a)	Basic	(186.48)	(70.96)
b)	Diluted	(186.48)	(70.96)
16 ii	Earnings Per Shares (After Extraordinary items) (of ₹ 10 /- each) (not annualised):		
a)	Basic	(186.48)	(70.96)
b)	Diluted	(186.48)	(70.96)
17	Debt Service Coverage Ratio (DSCR) (no.of times)	*	*
18	Interest Service Coverage Ratio (ISCR) (no.of times)	*	*

* - DSCR and ISCR are not positive hence not furnished
See accompanying notes to the Financial Results

For GTL Limited

Place : Mumbai
Date : April 28, 2016

Sunil S. Valavalkar
Whole-time Director

Notes: -

1. The above financial results of the Company, its Subsidiaries and Associate (herein after referred to as "Group") for the year ended March 31, 2016 have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on April 28 , 2016
2. Segment-wise Revenue, Result and Capital Employed (for continuing and discontinuing operations) as per Accounting Standard AS- 17 as required by regulation 33 read with schedule IV of the Listing Obligations and Disclosure Requirements:

₹ in Lacs

Particulars	Consolidated	
	Year ended March 31, 2016	Year ended March 31, 2015
	(Audited)	(Audited)
Segment Revenue		
1. Network Services	170,586.49	178,091.32
2. Power Management	128.87	71,502.10
Total Segment Revenue	170,715.36	249,593.42
Segment Results (Profit / (Loss) before finance cost and Tax)		
1. Network Services	(42,545.43)	(27,166.22)
2. Power Management	(1,975.66)	(19,306.60)
Sub – Total	(44,521.09)	(46,472.82)
Less : Finance Cost	58,179.63	52,079.53
Un-allocable Corporate Expenditure net of Income	(4,470.46)	(5,008.26)
Loss before exceptional item and tax	(98,230.25)	(93,544.09)
Less : Exceptional items	(190,134.53)	(15,271.67)
Less: Tax expense	(3,184.32)	(1,547.06)
Loss after tax and exceptional items	(291,549.10)	(110,362.82)
Capital Employed (Segment Assets Less Segment Liabilities)		
1. Network Services	123,644.85	236,208.60
2. Power Management	8,029.11	8,992.01
Total Capital employed in the Segments	131,673.96	245,200.61
Un-allocable Corporate Assets less Liabilities		
- Investments	220,990.09	316,695.95
- Other than Investments	34,079.36	55,225.73
Total Capital Employed	386,743.41	617,122.29

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. Post discontinuation of the Power Management segment which comprised of Power Distribution Franchise (DF) (discontinued in last financial year) and Power Project (EPC) (discontinued during the year), the Group has one reporting segment i.e. Network Services predominantly for Telecom Sector.
The details of discontinuing operations furnished in note no 7 here in below relating to year ending March 31, 2016 include the following
 - a. Power Project (EPC) of the Company which was discontinued during the year
 - b. Network Services activity of one of the Company's step- down subsidiaries which was disposed off during the year.
 - 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.
3. The Board of the Company, in its meeting held on April 28, 2016, has noted and taken cognizance of definitive agreement entered into by the Company for sale of its Operation Maintenance and Energy (OME) business which lapsed and became in-operative.

4. Statement of assets and liabilities (Consolidated)

₹ in Lacs

	Particulars	As at March 31, 2016 (Audited)	As at March 31, 2015 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share Capital	80,729.68	80,729.68
	(b) Reserves and Surpluses	(382,416.23)	(87,366.19)
	Sub-Total – Shareholders Fund	(301,686.55)	(6,636.51)
2	Minority Interest	31.33	(22.23)
3	Non-Current Liabilities		
	(a) Long-Term Borrowings	121,768.69	186,936.40
	(b) Other Long-Term liabilities	NIL	NIL
	(c) Long-term provisions	636.00	596.60
	Sub-Total – Non-current Liabilities	122,404.69	187,533.00
4	Current liabilities		
	(a) Short-Term Borrowings	29,392.24	27,793.90

	Particulars	As at March 31, 2016 (Audited)	As at March 31, 2015 (Audited)
	(b) Trade Payables *	19,818.52	41,349.44
	(c) Other Current liabilities	546,173.13	419,321.96
	(d) Short-term provisions	152.37	138.32
	Sub-Total – Current Liabilities	595,536.26	488,603.62
	TOTAL – EQUITY AND LIABILITIES	416,285.73	669,477.88
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed Assets	14,441.86	31,324.35
	(b) Non-Current Investment	220,990.09	314,614.81
	(c) Deferred Tax Assets (net)	7.06	1,943.99
	(d) Long-term loans and advances	75,619.61	155,191.17
	Sub-Total-Non-Current Assets	311,058.62	503,074.32
2	Current Assets		
	(a) Current Investment	NIL	2,081.13
	(b) Inventories	1,091.83	9,825.75
	(c) Trade receivable	21,244.26	55,082.60
	(d) Cash and Bank balances	11,885.98	13,934.51
	(e) Short-term loans and advances	58,713.75	49,807.26
	(f) Other current assets *	12,291.29	35,672.31
	Sub-Total Current Assets	105,227.11	166,403.56
	TOTAL – Assets	416,285.73	669,477.88

5. The put option given by the Company in respect Optionally Convertible Loan (OCL) of ₹ 10,000 lacs raised by one of its associates from a Financial Institution has been exercised by the said Institution. It has also filed winding up petition against the Company & Company's associate which is yet to be admitted. The Company's associate has approached the said financial institution to work out possible solutions. The Company, as per the terms and conditions of Master Restructuring Agreement (MRA), has to obtain prior approval of CDR Lenders / CDR EG for accepting liability under put option. The Company, therefore, continues to treat liability under put option as a "Contingent Liability"
6. a) The Company has accounted its share in Global Rural Netco Limited (GRNL), an associate of the Company, as per (AS-23) Accounting for Investment in Associates in Consolidated Financial Statements. The share of losses attributable to percentage holding of the Company in the said associate till March 31, 2016 is ₹ 20,139.81 lacs. However the same is accounted and restricted to the extent of equity investment of ₹ 7,500 lacs held in the said associate, since, as stated in the note no 4 above, the Company continues to treat the liability under put option exercised by the financial institution in respect of optionally convertible loan of the associate as "Contingent Liability".

b) The Company has investments in its associates, GTL Infrastructure Limited (GIL) and Chennai Network Infrastructure Limited (CNIL). Both GIL and CNIL are under Corporate Debt Restructuring (CDR). The CDR package provides various financial restraints on these associates for transferring funds to the Company. Based on the legal opinions sought by the Company, such restraints faced by GIL and CNIL constitutes severe long term restrictions, significantly impairing their ability to transfer any funds to the Company as envisaged by para 7(b) of AS-23 and therefore, the Company has accounted investment in these associates as per AS-13.

7. In last few years the Company has incurred cash losses, resulting in erosion of its entire net-worth. The Company's current liabilities are higher than its current assets.

The legal proceedings initiated by some of the lenders of the Company including winding up petition filed are currently *sub-judice*.

The Company has made a proposal for a negotiated settlement of debts to all its lenders by sale of its core / non-core assets, which in principal is agreed by all the lenders.

Pending implementation of the Company's proposal for negotiated settlement of debts, the Company continues to recognize its loan liabilities to CDR lenders as per the repayment terms specified in CDR package.

The management is of the view that once the Company's proposal for negotiated settlement of its debts is implemented, the doubt on the Company's inability to repay and meet its debt / liabilities would cease to exist and be in a position to continue with the business operations and generate adequate cash flows.

Accordingly, the financial statements / results have been prepared on the basis that the Company is a going concern and no adjustments are required in the carrying value of its assets and liabilities.

8. Disclosures as required by Accounting Standard AS - 24 - Discontinuing Operations

- a. During the year, the Company has sold one of its step-down subsidiary
- b. During the year, the Company discontinued its business of Power Project (EPC)
- c. Following are the disclosures pertaining to discontinuing businesses referred above as required by Accounting Standard AS 24 – Discontinuing Operations.

Sr. No.	Particulars	Network Services		Power Management	
		Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
		(Audited)	(Audited)	(Audited)	(Audited)
1	Turnover	2,267.02	10,622.08	128.87	71,502.11
2	Other income	786.99	NIL	28.60	42.52
	Total	3,054.01	10,622.08	157.47	71,544.63
3	Operating Expenses	2,774.74	10,845.70	2,102.70	90,610.47
4	Finance costs	NIL	31.09	48.56	368.05
5	Depreciation and amortisation expenses	223.86	497.63	1.83	198.26
	Total	2,998.60	11,374.42	2,153.09	91,176.78
6	Profit from ordinary activities before tax	55.41	(752.34)	(1,995.62)	(19,632.15)
7	Exceptional Items	NIL	NIL	(1978.20)	(11,349.33)
8	Profit or (Loss) before tax	55.41	(752.34)	(3,973.82)	(30,981.48)
9	Tax expense	1,883.93	1,014.53	NIL	NIL
10	Profit or (Loss) after tax	(1,828.52)	(1,766.87)	(3,973.82)	(30,981.48)
11	Earnings Per Share				
	a) Basic	(1.16)	(1.12)	(2.53)	(19.70)
	b) Diluted	(1.16)	(1.12)	(2.53)	(19.70)

₹ Lacs

Sr. No.	Particulars	Network Services		Power Management	
		Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2016	Year ended March 31, 2015
1	Carrying amount of Assets	NIL	6985.29	30,577.95(*)	31,349.90
2	Carrying amount of Liabilities	NIL	9932.07	22,548.86(*)	22,357.88

(*) The carrying amount of assets and liabilities shown above include claims receivable and claims payable of ₹ 25,458.93 lacs and ₹ 21,076.42 lacs respectively. Net amount of ₹ 4,382.51lacs pertaining to these claims is shown under the head "Other Current Assets" in the statement of assets and liabilities as at 31st March, 2016.

9. In respect of non-current investments held by the Company in its associates GTL infrastructure Limited and Chennai Network Infrastructure Limited, the carrying values of these investments are more than book values / market values. However, in the opinion of the management, provision for diminution in value of these investments is not required as such diminution is not other than temporary, considering the long term nature of these investments and future business prospects of these companies.

10. The exceptional items for the year ended March 31, 2016 of ₹1,90,134.53 lacs comprises of diminution in value of investments ₹ 92,300.14 lacs , provision against long term advances

₹88,773.33 lacs and claims receivable ₹ 9,061.06 lacs. For the year ended March 31, 2015 ₹ 15,271.67 Lacs (Net) are on account of Claims received from customers and paid to vendors and remission of principle loan liability, provision against long term advances and diminution in value of investments.

11. Other Expenses includes ₹ 39.09 lacs (Previous Year ₹ NIL) towards professional and consultancy charges pertaining to the previous financial year.
12. The employee benefit expenses include managerial remuneration of ₹ 14.89 lacs paid to Mr. Sunil S. Valavalkar – Whole Time Director, in respect of which approval from the Central Government is awaited.
13. In view of Loss, Debenture Redemption Reserve has not been created for the year ending March 31, 2016.
14. Formula used for computation of “Debt Service Coverage Ratio” (DSCR) = [Profit before Interest, Depreciation and Tax / (Principal repayment during the period + Interest)] and for Interest Service Coverage Ratio (ISCR) = [Profit before Interest, Depreciation and Tax / Interest]
15. The figures for the previous year have been regrouped / rearranged / recast wherever considered necessary.

For GTL Limited

Date: April 28, 2016

Place: Mumbai

Sunil S. Valavalkar

Whole-time Director