

**HINDUJA TMT LIMITED**

Regd. Office: InCentre 49/ 50 MIDC, 12th Road, Andheri (East), Mumbai-400 093.

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2006**

(Rs. in lakhs)

S.No.	Particulars	Unaudited		Audited
		For the First Quarter ended 30.06.2006	For the First Quarter ended 30.06.2005	Previous Year ended 31.03.2006
1	<b>Total Income</b>	<b>28,501.06</b>	<b>4,114.80</b>	<b>25,166.72</b>
	Sales / Income from operations	7,980.32	3,452.04	23,857.59
	Profit / (Loss) on sale of investments (Refer note 1 below)	20,483.60	608.76	1,074.57
	Other Income	37.14	54.00	234.56
2	<b>Total Expenditure</b>	<b>6,557.81</b>	<b>2,852.41</b>	<b>20,245.94</b>
	a) Direct / Operating Cost and Connectivity Cost	355.08	245.27	1,442.05
	b) Staff Cost	4,401.75	1,809.24	12,702.10
	c) Rent and Compensation charges	562.74	184.74	1,770.83
	d) Discounts and Commission	308.45	251.36	1,254.75
	e) Others	929.79	361.80	3,076.21
3	Interest and other Finance charges	575.20	-	270.67
4	<b>Operating Profit (after interest but before Depreciation and Tax )</b>	<b>21,368.05</b>	<b>1,262.39</b>	<b>4,650.11</b>
5	Less : Depreciation / Amortisation	333.62	201.92	1,071.46
6	Add : Exceptional items / Prior Period Items	-	-	427.98
7	<b>Profit / ( Loss ) before Tax</b>	<b>21,034.43</b>	<b>1,060.47</b>	<b>4,006.63</b>
8	Provision for Taxation ( incl. Deferred Tax )	4,316.85	-	(72.85)
9	Fringe Benefit Tax	12.25	6.41	52.33
10	<b>Profit / ( Loss ) after Tax</b>	<b>16,705.33</b>	<b>1,054.06</b>	<b>4,027.15</b>
11	Paid-up Equity Share Capital ( Face Value Rs. 10/- )	4,090.39	4,090.39	4,090.39
12	Final Dividend	-	-	3,067.79
13	Reserves Excluding Revaluation Reserve	-	-	44,991.51
14	Basic E.P.S. ( not annualised ) ( Rs.)	40.84	2.58	9.85
15	Diluted E.P.S. ( not annualised ) ( Rs.)	40.73	2.58	9.84
16	Aggregate of Non-Promoter Shareholding:			
	- Number of shares	13,847,140	13,192,699	14,815,949
	- Percentage of Shareholding ( % )	33.85	32.25	36.22

**SEGMENT INFORMATION AS PER CLAUSE 41 OF THE LISTING AGREEMENT FOR THE QUARTER ENDED 30TH JUNE, 2006**

(Rs. in lakhs)

S.No.	Particulars	Quarter ended June 30, 2006	Quarter ended June 30, 2005	Year ended March 31, 2006
1	<b>Segment Revenues</b>			
	a) Convergence Activities			
	i) I.T.	8,011.10	3,233.09	22,701.04
	ii) Media - Telecom	20,484.25	124.63	1,120.52
		<b>28,495.35</b>	<b>3,357.72</b>	<b>23,821.56</b>
	b) Treasury	5.71	756.92	1,345.00
	c) Others ( unallocated )	-	0.16	0.16
	<b>Total Income</b>	<b>28,501.06</b>	<b>4,114.80</b>	<b>25,166.72</b>
2	<b>Segment Results- Profit / (Loss) before tax and interest from segment</b>			
	a) Convergence Activities			
	i) I.T.	1,235.24	311.78	2,011.03
	ii) Media - Telecom	20,456.19	90.21	987.78
		<b>21,691.43</b>	<b>401.99</b>	<b>2,998.81</b>
	b) Treasury	(14.91)	742.33	1,683.42
	c) Others ( unallocated )	(66.89)	(83.85)	(404.93)
		<b>21,609.63</b>	<b>1,060.47</b>	<b>4,277.30</b>
	Less : Interest	575.20	-	270.67
	<b>Total Profit before tax</b>	<b>21,034.43</b>	<b>1,060.47</b>	<b>4,006.63</b>
3	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>			
	a) Convergence Activities *			
	i) I.T.	30,805.57	12,869.77	30,134.93
	ii) Media - Telecom	35,703.05	30,070.98	19,526.87
		<b>66,508.62</b>	<b>42,940.75</b>	<b>49,661.80</b>
	b) Treasury	1,652.10	6,836.96	1,714.59
	c) Others ( unallocated )	(2,373.51)	(170.83)	(2,294.48)
	<b>Total</b>	<b>65,787.21</b>	<b>49,606.88</b>	<b>49,081.91</b>

- There are no Inter Segment Revenues

-\* This includes capital employed in TMT (Technology, Media and Telecom) subsidiaries.

**Notes :**

1 The Company, as announced on 30th June 2006, along with its wholly owned subsidiaries Pacific Horizon, InNetwork Entertainment Limited (INEL) and one group offshore company Kumbat, has entered into a definitive Share Purchase Agreement to sell its entire shareholding in Indusind Telecom Network Limited (ITNL), which has a 5.11% stake in Hutchison Essar Limited (Hutch) for a total consideration of USD 450 Million. Out of the total consideration, USD 407 mn is receivable by HTMT and its subsidiaries. While the transaction has been completed and the sale proceeds for the overseas stake held by Pacific Horizon have been received and profits booked within the requisite time frame, the proceeds towards the remaining stake owned by the Company and INEL are to be received before 31st August, 2006, based on firm commitments backed by adequate financial support received from the purchaser/ their nominees.

Profit/Gains on sale of Investments of Rs. 204.84 crores pertains to profit on sale of Company's 13.21% stake in Indusind Telecom Network Limited (ITNL), pursuant to the sale of Hutch stake as referred to above.

2 The figures related to the quarter ended 30th June, 2006 are strictly not comparable to the corresponding previous quarter, since the Manila Branch commenced operations w.e.f. 1st. October, 2005.

3 Investors Complaints for the quarter ended 30th June, 2006 - Opening -Nil, Received -Nil, Resolved -Nil, Closing -Nil.

4 Previous period figures have been regrouped wherever necessary.

The Statutory Auditors have carried out a limited review of the financial results of the quarter ended June 30, 2006 as per Clause 41 of the Listing Agreement with Stock Exchange.

The above results were reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors of the Company held on 30th July, 2006.


**HINDUJA**
**For Hinduja TMT Limited**
**Anil Harish  
Director**

 Mumbai  
30th July, 2006