



XL Telecom & Energy Limited

(Formerly known as XL Telecom Ltd)

Registered Office: C2, Pooja Plaza, Vikramপুরi, Secunderabad – 500 009

Phone: +91 40 27883333, www.xlteleenergy.com

Audited Financial Results for the 18 months period ended 31st December, 2009

(Rs. in Lakhs)

Particulars	Standalone				Consolidated
	Quarter ended 31 st December		Year ended 31.12.2009 (18 months)	Year ended 30.06.2008 (12 months)	Year ended 31.12.2009 (18 months) (Un-audited)
	2009 Audited)	2008 (Unaudited)	(Audited)	(Audited)	Unaudited
1. (a) Net Sales/Income from Operations	180.12	10215.86	42570.78	65401.51	43462.35
(b) Other Operating Income	0.00	0.00	0.00	0.00	0.00
2. Expenditure					
a. Increase/decrease in stock in trade and work in progress	-24.05	-8554.97	-4198.54	240.53	-4198.54
b. Consumption of raw materials	265.66	16166.70	44771.61	54142.41	44894.17
c. Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
d. Employees cost	283.64	276.55	1530.94	724.01	1544.85
e. Depreciation	68.23	65.27	395.05	213.40	669.27
f. Other expenditure	1219.41	1222.10	6270.73	3072.04	6672.38
g. Total	1812.89	9175.65	48769.79	58392.39	49582.13
3. Profit/Loss(-) from Operations before Other Income, Interest and Exceptional Items (1-2)	-1632.77	1040.21	-6199.01	7009.12	-6119.78
4. Other Income	30.58	71.43	169.28	251.51	194.98
5. Profit/Loss(-) before Interest and Exceptional Items (3+4)	-1602.19	1111.64	-6029.73	7260.63	-5924.80
6. Interest	846.82	1023.05	10354.47	2595.80	10391.48
7. Profit/Loss(-) after Interest but before Exceptional Items (5-6)	-2449.01	88.59	-16384.20	4664.83	-16316.28
8. Exceptional items	0.00	0.00	5.49	11.19	5.49
9. Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	-2449.01	88.59	-16389.69	4653.64	-16321.77
10. Tax expense	339.27	5.09	385.73	639.31	462.12
11. Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)	-2788.28	83.50	-16775.42	4014.33	-16783.89
12. Extraordinary Items (net of tax expense Rs)	0.00	0.00	12807.96	0.00	12538.73

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13. Net Profit(+)/ Loss(-) for the period (11-12)	-2788.28	83.50	-29583.38	4014.33	-29322.62
14. Paid-up equity share capital (Face value of Rs.10/- each)	2077.49	1878.54	2077.49	1878.54	2077.51
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	634.60	28607.47	634.60	27024.75	895.36
16. Earnings per share					
a) Before Extraordinary items (not annualized)					
- Basic (Rs)	-13.42	0.44	-80.75	21.37	-80.79
- Diluted (Rs)	-13.42	0.37	-80.75	17.63	-80.79
b) After Extraordinary items (not annualized)					
- Basic (Rs)	-13.42	0.44	-142.40	21.37	-141.14
- Diluted (Rs)	-13.42	0.37	-142.40	17.63	-141.14
17. Public Shareholding					
- No. of shares	16250837	13545519	16250837	13502140	16250837
- Percentage of shareholding	78.22	72.11	78.22	71.88	78.22
18. Promoters and promoter group Shareholding **					
a) Pledged/Encumbered					
- Number of shares -----	2264575	---	2264575	---	2264575
----- - Percentage of shares -----	50.06%	---	50.06%	---	50.06%
(as a % of the total shareholding of promoter and promoter group)	10.90%	---	10.90%	---	10.90%
- Percentage of shares -----					
(as a % of the total share capital of the company)					
b) Non-encumbered					
- Number of Shares -----	2259538	---	2259538	---	2259538
----- - Percentage of shares -----	49.94%	---	49.94%	---	49.94%
(as a % of the total shareholding of promoter and promoter group)	10.88%	---	10.88%	---	10.88%
- Percentage of shares -----					
(as a % of the total share capital of the company)					

Notes:

1. The above audited financial results for the 18 months period ended on 31st December, 2009 were reviewed by the Audit committee at its meeting held on 31st March, 2010 and approved by the Board of Directors at the meeting held on the same day.
2. On January 23, 2010 the secured lenders of the company have sanctioned a restructuring package under Corporate Debt Restructuring (CDR) Scheme, wherein the interest and principle dues of the company are rescheduled. In terms of the same the company has executed Master Restructuring Agreement (MRA) with the lenders on 27th March 2010.
3. The above audited financial statements are prepared taking into account the provisions of the CDR Scheme to the extent applicable for the period under consideration.
4. The following are the observations of the auditors on the audited accounts of the company.

- a. The company has not provided for the amount of the gratuity liability as per Accounting Standard-15.

Company's response: As per the company's present accounting policy, Gratuity liability is accounted for on cash basis. However the board has decided to change the policy to conform to AS-15 which will be reflected in the accounts of ensuing period.

- b. The balances appearing under secured loans are arrived at after providing for interest at a lower rate than the original rates. The provision of interest as per the rates approved under CDR as against originally contracted rates has an impact of reduction in secured loan by to the extent of Rs.2197.11 lakhs.

Company's response: The company has accounted for the interest based on the CDR Scheme approved on 23rd January 2010 and the Master Restructuring Agreement (MRA) executed with the lenders.

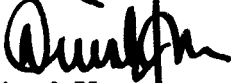
- c. We are unable to comment on the carrying value of the investment in one of the subsidiary companies viz. Khandoba Distilleries Limited pending implementation of the project.

Company's response: The realizable value of the investment would be determined as per the CDR Scheme referred to above.

5. Unpaid statutory dues pending as on 31st December 2009 will be discharged on a priority basis through the CDR mechanism.
6. During the period, a subsidiary of the Company has earned revenue of Rs.735.31Lacs by sale of solar power in Spain.
7. During the period, Company has issued & allotted 19,89,498 equity shares of Rs.10/- each at a premium of Rs.150/- per share on conversion of USD 8.00 million Foreign Currency Convertible Bonds (FCCBs) and the same were listed on BSE and NSE.

8. In terms of clause 41 of the Listing agreement, details of Investor complaints for the quarter ended 31st December, 2009 are
 - a. Beginning of the Quarter NIL
 - b. Received & Resolved during the Quarter 3
 - c. Pending at the end of Quarter NIL
9. Previous year figures are not comparable as current year consists of 18 months as against 12 months for the previous year.
10. The consolidated results include un-audited results of 3 subsidiary companies as of 31st December 2009.
11. Figures for the previous period/year have been regrouped and rearranged wherever necessary.

For XL Telecom & Energy Limited


Dinesh Kumar
Managing Director



Place: Secunderabad
Date: 31.03.2010

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