

**PRESS RELEASE**

**2<sup>nd</sup> Quarter Results of MTNL for the period ended on 30<sup>th</sup> September, 2011.**

The Board of Directors of MTNL have taken on record the Unaudited Reviewed Financial Results for the 2<sup>nd</sup> Quarter ended on 30.09.2011.

During this quarter, net income from operations of MTNL went up by Rs. 474.65 million as compared to the preceding quarter i.e 1<sup>st</sup> quarter of 2011-12.

MTNL's Broadband and 3G services continue to grow. MTNL, despite the fact that it provides Broadband services only in Delhi and Mumbai has become the 3<sup>rd</sup> largest broadband service provider in the entire country with 9,91,444 Broadband subscribers on its roll. The company had deployed enough capacity for mobile and broadband connections to meet the growing demand.

During the quarter ending on 30.09.2011, 92,622 GSM Mobile Phone customers and 30,313 Broadband customers were added. MTNL's 3G/2G GSM subscriber base has gone upto 53,28,793 subscribers as on 30.09.2011 from 52,36,171 subscribers as on 30.06.2011 in a short period of time.

MTNL's operative revenue is Rs.8606.47 million as compared to Rs.10536.20 million in the corresponding quarter of the last year. This is on account of MTNL's operations being geographically limited to the already saturated metros of Delhi and Mumbai where the company is facing maximum competition from other operators. Also the corresponding quarter of 2010-11 included Rs.1813.30 million relating to CWG which is not applicable to Quarter-2 of 2011-12.

For MTNL



Authorized Signatory

Dated: 5<sup>th</sup> November, 2011