

XL Telecom Ltd
335, Chandralok Complex
S D Road
Secunderabad – 500 003.

Unaudited Financial Results for the Quarter Ended 31st December, 2006

Particulars	2nd Quarter ending 31.12.2006 Rs in Million	Half Year ending 31.12.2006 Rs in Million	Audited Year ending 30.06.2006 Rs in Million
Revenues	1,289.16	2,506.90	3,954.16
Other Income	1.72	3.81	5.37
Total Income	1,290.88	2,510.71	3,959.53
Cost of Materials	1,104.95	2,186.64	3,479.57
General Admin, Selling Exps	63.98	113.34	208.21
Gross Profit (EBIDTA)	121.95	210.73	271.75
Interest & Finance Charges	44.77	72.68	118.21
Depreciation	3.90	7.77	15.48
Profit Before Tax	73.28	130.28	138.06
Tax (current)	17.15	32.40	31.00
Fringe Benefit Tax	0.30	0.60	1.27
Deferred Tax	0.00	0.00	-0.93
Profit After Tax	55.83	97.28	106.72
Equity Capital	145.01	145.01	105.43
Reserves	1,369.79	1,368.79	680.56
Earnings Per Share (Rs.) Qrt/Hyr/yr	3.85	6.71	10.12
Earnings Per Share (Rs.) Annualized	15.40	13.42	10.12
Non Promoter Holding	10,322,296	10,322,296	6,364,072
% of Non Promoter Holding	71.18%	71.18%	60.36%

Segment Wise Reporting

REVENUES

Telecom	1,047.90	2,050.61
Energy	241.26	456.29
Total	1,289.16	2,506.90

Gross Margins

Telecom	83.45	142.28
Energy	38.50	68.45
Total	121.95	210.73

Capital Employed

Telecom	130.49	130.49
Energy	73.87	73.87
Total	204.36	204.36

Notes:

1. The above results have been reviewed by the Audit committee in its meeting held on 27.01.2007 and approved by the Board of Directors in the meeting held on the same day.
2. Statutory Auditors of the Company have also carried out the 'Limited Review' of the above Results.
3. The Board has decided to declare interim dividend of 10% to the shareholders of the Company.
4. During the Second Quarter the Company has made its initial public offer and raised Rs.593.73 Millions and listed itself on National Stock Exchange Ltd and Bombay Stock Exchange Ltd.
5. As on the date, the Company has utilized the said amount raised through the IPO to the extent 333.73 Millions out of the said 593.73 Millions and the balance amount has been invested in Bank Deposits.
6. In terms of amended clause 41 of the Listing agreement, details of Investors complaints for the quarter ended 31st December 2006 are NIL since the Company got listed on 28th December, 2006.
7. Since this is the first instance of publication of results by the company there are no comparative figures for the prior period.

**By the order of the Board
FOR XL TELECOM LTD**

**DINESH KUMAR
Managing Director**

**Place : Hyderabad
Date : 27.01.2007**