

TELECOM SOUTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

(CONTINUED)

9 LONG TERM DEBT (Continued)

Interest rates on the parent company loan ranged from 13.21% to 13.62% for the six months ended 30 September 1991 except for a \$20 million reduction which, in advance of a capital restructuring, was at nil interest from 1 July 1991. The parent company loan has no fixed date for repayment.

	30 September		31 March
	1991	1990	1991
	\$000's	\$000's	\$000's
SCHEDULE OF MATURITIES - Other loans			
Due 1 to 2 years	3,799	-	-
Due 2 to 3 years	27,799	-	-
Total due after one year	31,598	-	-

Other loans are for the finance lease obligations of telecommunication equipment, with interest and principal paid quarterly at 12.9% p.a.

10 SHAREHOLDERS' EQUITY
SHARE PREMIUM RESERVE

	30 September		31 March
	1991	1990	1991
	\$000's	\$000's	\$000's
Balance at beginning and end of period	399,930	399,930	399,930

(consisting of a premium of \$9,999 on 39,997 redeemable preference shares)

Dividends declared apply to redeemable preference shares as if they were ordinary shares. On winding up of the company preference shareholders rank in priority to ordinary shareholders in respect of outstanding dividends and the issue price of the redeemable preference shares. The redeemable preference shares are subject to redemption, at the issue price five days after written notice from the holder.