

TELECOM SOUTH LIMITED

STATEMENT OF EARNINGS

FOR THE YEAR ENDED 31 MARCH

	Notes	1991 \$000's	1990 \$000's
Operating revenues		436,366	399,859
Operating expenses	2	(328,719)	(326,919)
Earnings from operations		107,647	72,940
Interest income	3	174	787
Interest expense	3	(32,540)	(34,509)
Earnings before income tax		75,281	39,218
Income tax	4	(25,057)	(11,030)
Net earnings		50,224	28,188

The accompanying notes form part of and are to be read in conjunction with these financial statements.