TELECOM ARGENTINA SA Form 6-K September 08, 2011

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 6-K

Report of Foreign Issuer

Pursuant to Rule 13a-16 or 15d-16 of

the Securities Exchange Act of 1934

For the month of September 2011

Commission File Number: 001-13464

Telecom Argentina S.A.

(Translation of registrant s name into English)

Alicia Moreau de Justo, No. 50, 1107

Buenos Aires, Argentina

(Address of principal executive offices)

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Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F:

Form 20-F x Form 40-F "

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Yes " No x

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Yes " No x

Telecom Argentina S.A.

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Corporation non adhered to the Optional Statutory Regime of Compulsory Public Purchase Offer

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Corporation non adhered to the Optional Statutory Regime of Compulsory Public Purchase Offer

Consolidated Financial Statements as of June 30, 2011 and December 31, 2010 and for the six-month periods ended June 30, 2011 and 2010

\$: Argentine peso

US\$: US dollar

\$4.11 = US\$1 as of June 30, 2011

Corporation non adhered to the Optional Statutory Regime of Compulsory Public Purchase Offer

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Review Report of Interim Financial Statements

Operating and financial review and prospects as of June 30, 2011 Corporate information

Corporation non adhered to the Optional Statutory Regime of Compulsory Public Purchase Offer

Unaudited Consolidated Balance Sheets as of June 30, 2011 and December 31, 2010

(In millions of Argentine pesos, See Note 3.c)

June 30, 2011 (unmadified) December 31, 2010 ASSETS Current AssetS 30 Cash and banks \$ 54 \$ 119 Investments 1.371 1.268 Accounts receivable, net 257 334 Inventories, net 257 344 Other assets, net 257 345 Non-Current Assets 4 7 Total current assets 3493 3.614 Non-Current Assets 3 3 Accounts receivable, net 112 98 Investments 112 98 Investments 112 98 Investments 112 98 Investments 12 98 Investments 762 769 Other assets, net 7668 7479 Intagible assets, net 3 3 Total non-current assets \$57 \$2,079 Current Liabilities 4 75 Current Liabilities 63 390 Tata unerut liabili		As of		As of	
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Inventories, net 306 437 Other assets, net 4 7 Total current assets 3,493 3,614 Non-Current Assets 30 30 Accounts receivable, net 30 30 Other receivables, net 112 98 Investments 1 1 1 Fixed assets, net 7,668 7,479 Intangible assets, net 762 769 Other assets 3 3 Total non-current assets 8,576 8,350 TOTAL ASSETS \$ 12,069 \$ 11,964 LIABILITIES	Accounts receivable, net	1,501		1,449	
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Total current assets 3,493 3,614 Non-Current Assets 30	Inventories, net	306		437	
Non-Current Assets 30 Accounts receivables, net 112 98 Investments 1 1 Fixed assets, net 7,668 7,479 Intangible assets, net 7,668 7,479 Intangible assets, net 7,668 7,479 Intangible assets, net 7,662 769 Other receivables, net 3 3 Total non-current assets 8,576 8,350 TOTAL ASSETS \$ 12,069 \$ 11,964 LIABILITIES Current Liabilities 5 Accounts payable 5 2,777 Accounts payable 5 42 Salaries and social security payable 363 54 Contingencies 106 64 Total current Liabilities 4,204 4,480 Non-Current Liabilities 4 1022 Other tiabilities 4,204 4,480 Non-Current Liabilities 4 106 Counts payable 134 121 Salaries and social security payable	Other assets, net	4		7	
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Intangible assets, net 762 769 Other assets, net 3 3 Total non-current assets 8,576 8,350 TOTAL ASSETS \$ 12,069 \$ 11,964 LIABILITIES 11,964 LIABILITIES 11,964 11,964 11,964 11,964		-			
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Total non-current assets8,5768,350TOTAL ASSETS\$12,069\$11,964LIABILITIESCurrent LiabilitiesAccounts payable\$2,777\$2,908Debt5542Salaries and social security payable3663900Taxes payable8371,022Other liabilities6354Contingencies10664Total current Liabilities4,2044,480Non-Current Liabilities4115Accounts payable134121Salaries and social security payable1151100Taxes payable91154		762		769	
TOTAL ASSETS \$ 12,069 \$ 11,964 LIABILITIES Current Liabilities Accounts payable \$ 2,777 \$ 2,908 Debt 55 42 Salaries and social security payable 366 390 Taxes payable 837 1,022 Other liabilities 63 54 Contingencies 106 64 Total current liabilities 4,204 4,480 Non-Current Liabilities 4 4 Accounts payable 4 121 Salaries and social security payable 134 121 Salaries and social security payable 91 154	Other assets, net	3		3	
LIABILITIES	Total non-current assets	8,576		8,350	
Current Liabilities \$ 2,777 \$ 2,908 Debt 55 42 Salaries and social security payable 366 390 Taxes payable 837 1,022 Other liabilities 63 54 Contingencies 106 64 Total current liabilities 4,204 4,480 Non-Current Liabilities 4 121 Accounts payable 134 121 Salaries and social security payable 115 1100 Taxes payable 91 154	TOTAL ASSETS	\$ 12,069	\$	11,964	
Accounts payable \$ 2,777 \$ 2,908 Debt 55 42 Salaries and social security payable 366 390 Taxes payable 837 1,022 Other liabilities 63 54 Contingencies 106 64 Total current liabilities 4 4,480 Non-Current Liabilities 4 121 Accounts payable 134 121 Salaries and social security payable 115 110 Taxes payable 91 154	LIABILITIES				
Debt 55 42 Salaries and social security payable 366 390 Taxes payable 837 1,022 Other liabilities 63 54 Contingencies 106 64 Total current liabilities 4,204 4,480 Non-Current Liabilities 4 105 Accounts payable 4 121 Salaries and social security payable 115 110 Taxes payable 91 154	Current Liabilities				
Salaries and social security payable366390Taxes payable8371,022Other liabilities6354Contingencies10664Total current liabilitiesAccounts payable4,204Accounts payable4Debt134121Salaries and social security payable115110Taxes payable91154		\$ 2,777	\$	2,908	
Taxes payable8371,022Other liabilities6354Contingencies10664Total current liabilities4,2044,480Non-Current Liabilities44Accounts payable44Debt134121Salaries and social security payable115110Taxes payable91154	Debt	55		42	
Other liabilities6354Contingencies10664Total current liabilities4,2044,480Non-Current Liabilities4Accounts payable4Debt134121Salaries and social security payable115110Taxes payable91154					
Contingencies10664Total current liabilities4,2044,480Non-Current LiabilitiesAccounts payable4Debt134121Salaries and social security payable115110Taxes payable91154					
Total current liabilities4,2044,480Non-Current LiabilitiesAccounts payableDebt134Salaries and social security payable115110Taxes payable91154		63		54	
Non-Current LiabilitiesAccounts payable4Debt134121Salaries and social security payable115110Taxes payable91154	Contingencies	106		64	
Accounts payable4Debt134121Salaries and social security payable115110Taxes payable91154	Total current liabilities	4,204		4,480	
Debt134121Salaries and social security payable115110Taxes payable91154	Non-Current Liabilities				
Salaries and social security payable115110Taxes payable91154	Accounts payable	4			
Taxes payable91154		134			
				110	
Other liabilities 196 200	Taxes payable	91			
	Other liabilities	196		200	

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Contingencies	569	536
Total non-current liabilities	1,109	1,121
TOTAL LIABILITIES	\$ 5,313	\$ 5,601
Noncontrolling interest	164	126
SHAREHOLDERS EQUITY	\$ 6,592	\$ 6,237
TOTAL LIABILITIES, NONCONTROLLING INTEREST AND SHAREHOLDERS EQUITY	\$ 12,069	\$ 11,964

The accompanying notes are an integral part of these consolidated financial statements.

Adrián Calaza <u>Chief Financial Officer</u> Enrique Garrido <u>Chairman of the Board of Directors</u>

1

Corporation non adhered to the Optional Statutory Regime of Compulsory Public Purchase Offer

Unaudited Consolidated Statements of Income

for the six-month periods ended June 30, 2011 and 2010

(In millions of Argentine pesos, except per share data in Argentine pesos see Note 3.c)

For the six-month periods

	ended J	une 30,
	2011	2010
Net sales	\$ 8,616	\$ 6,717
Cost of services	(4,179)	(3,363)
Gross profit	4,437	3,354
General and administrative expenses	(311)	(244)
Selling expenses	(2,163)	(1,571)
Operating income	1,963	1,539
Financial results, net	56	(46)
Other expenses, net	(136)	(123)
Net income before income tax and noncontrolling interest	1,883	1,370
Income tax expense, net	(655)	(502)
Noncontrolling interest	(12)	(3)
Net income	\$ 1,216	\$ 865
Net income per share	\$ 1.24	\$ 0.88

The accompanying notes are an integral part of these consolidated financial statements.

Adrián Calaza <u>Chief Financial Officer</u> Enrique Garrido Chairman of the Board of Directors

Corporation non adhered to the Optional Statutory Regime of Compulsory Public Purchase Offer

Unaudited Consolidated Statements of Changes in Shareholders Equity

for the six-month periods ended June 30, 2011 and 2010

(In millions of Argentine pesos see Note 3.c)

	Shareholders contributions (Note 9.a)				Unapproj (N				
		Inflation							T ()
		adjustment							Total
	Common o stock	of common stock	Total	Legal reserve	Other reserves	Accumulated earnings	Total		reholders equity
Balances as of January 1, 2010	\$ 984	2,688	3,672	reserve	106	1,658	1,764	\$	5,436
As approved by the Shareholders Ordinary and	ψνσι	2,000	5,072		100	1,000	1,704	Ψ	2,400
Extraordinary Meeting held on April 28, 2010:									
Legal Reserve				360		(360)			
Cash dividends (\$1.07 per share)						(1,053)	(1,053)		(1,053)
Note 6									
Foreign currency translation adjustments					(1))	(1)		(1)
Net income for the period						865	865		865
Balances as of June 30, 2010	\$ 984	2,688	3,672	360	(i) 105	1,110	1,575	\$	5,247
Balances as of January 1, 2011	984	2,688	3,672	360	(i) 139	2,066	2,565		6,237
As approved by the Shareholders Ordinary and Extraordinary Meeting held on April 7, 2011:			·				·		
Legal Reserve				91		(91)			
Cash dividends (\$0.93 per share) Note 6						(915)	(915)		(915)
Foreign currency translation adjustments (i)					54		54		54
Net income for the period						1,216	1,216		1,216
Balances as of June 30, 2011	\$ 984	2,688	3,672	451	(i) 193	2,276	2,920	\$	6,592