

**KERNEX MICROSYSTEMS (INDIA) LIMITED**

**Unaudited Statement of Financial Results for the quarter ended 30<sup>th</sup> June,2014**

( ` in lakhs)

<b>PART - I</b>		<b>STAND ALONE</b>			
		<b>Quarter ended</b>			<b>Year ended</b>
<b>S.No</b>	<b>Particulars</b>	<b>30-Jun-14</b>	<b>31-Mar-14</b>	<b>30-Jun-13</b>	<b>31-Mar-14</b>
		<b>(Unaudited)</b>			<b>(Audited)</b>
1	<b>Income from operations:</b>				
	(a) Net Sales/Income from Operations (Net of Excise Duty)	460.56	813.61	307.92	2,982.99
	(b) Other operating income				
	<b>Total Income from operations (net)</b>	<b>460.56</b>	<b>813.61</b>	<b>307.92</b>	<b>2,982.99</b>
2	<b>Expenses:</b>				
	a. Cost of materials consumed	502.41	7.40	26.67	232.71
	b. Purchase of stock-in-trade		167.53	-	292.23
	c. Changes in inventories of finished goods, work in progress and stock in trade	(487.36)	(107.63)	(147.64)	(397.77)
	d. Employees benefits expense	233.79	235.46	224.07	936.51
	e. Depreciation and amortization expense	88.02	99.41	100.52	403.18
	f. Other expenses	198.00	457.44	232.32	1,746.83
	<b>Total Expenses</b>	<b>534.85</b>	<b>859.61</b>	<b>435.93</b>	<b>3,213.69</b>
3	<b>Profit from Operations before Other Income, Finance costs &amp; Exceptional Items (1-2)</b>	<b>(74.29)</b>	<b>(46.00)</b>	<b>(128.01)</b>	<b>(230.70)</b>
4	Other Income	31.58	18.99	171.56	329.18
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>(42.71)</b>	<b>(27.01)</b>	<b>43.55</b>	<b>98.48</b>
6	Finance Costs	96.27	68.52	84.10	308.84
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items(5-6)</b>	<b>(138.97)</b>	<b>(95.53)</b>	<b>(40.55)</b>	<b>(210.36)</b>
8	Exceptional Items				
9	<b>Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)</b>	<b>(138.97)</b>	<b>(95.53)</b>	<b>(40.55)</b>	<b>(210.36)</b>
10	Tax expense		(39.93)	-	(39.93)
11	Net Profit (+)/Loss(-) from Ordinary Activities after tax (9-10)	<b>(138.97)</b>	<b>(55.60)</b>	<b>(40.55)</b>	<b>(170.43)</b>
12	Extraordinary Item (net of tax expense Rs.....lakhs)		-		

13	<b>Net Profit (+)/Loss(-) for the period (11-12)</b>	<b>(138.97)</b>	<b>(55.60)</b>	<b>(40.55)</b>	<b>(170.43)</b>
14	Share of profit/(Loss) of associates		-		
15	Minority Interest		-		
16	<b>Net profit/(Loss) after taxes, minority interest and share of profit/(Loss) of Associates (13-14-15)</b>	<b>(138.97)</b>	<b>(55.60)</b>	<b>(40.55)</b>	<b>(170.43)</b>
17	Paid-up equity share capital (Face value of share to be indicated)	<b>1,249.97</b>	<b>1,249.97</b>	<b>1,249.97</b>	<b>1,249.97</b>
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	11,512.17	11,651.14	-	11,651.14
19.i	<b>Earnings Per Share (before extra ordinary items)</b>	<b>(1.11)</b>	<b>(0.44)</b>	<b>(0.32)</b>	<b>(1.36)</b>
19ii	Earnings Per Share (after extra ordinary items)	<b>(1.11)</b>	<b>(0.44)</b>	<b>(0.32)</b>	<b>(1.36)</b>
	Earnings Per Share (after extra ordinary items)	<b>(1.11)</b>	<b>(0.44)</b>	<b>(0.32)</b>	<b>(1.36)</b>

Notes:

1. The above unaudited financial results were reviewed by the Audit Committee and taken on record by the Board of Directors in their meeting held on 11.08.2014.
2. Limited Review as required under Clause 41 of the Listing Agreement has been completed by the Auditors.
3. Number of Investor complaints left unresolved at the beginning of the quarter Nil, received during the quarter- Nil Disposed off during the quarter- Nil and pending - Nil.
4. The Company operates in one reportable segment i.e. Safety systems for railways hence segment reporting as per AS-17 is not applicable.
5. Provision for Differed Tax Asset/Liability is not considered during the quarter.
6. Figures for the previous Periods have been regrouped/rearranged, wherever considered necessary.

**By order of the Board of Directors  
For KERNEX MICROSYSTEMS (INDIA) LTD.,  
Sd/-**

**Col.L.V.Raju (Retd),  
Managing Director**

**Place: Hyderabad  
Date: 11.08.2014**