

KERNEX MICROSYSTEMS (INDIA) LIMITED
UNAUDITED FINANCIAL RESULTS FOR THE 12 MONTHS ENDED 31st MARCH 2011` in Lakhs

Sl.No.	Particulars	Quarter ended 31-03-2011 (Unaudited)	Quarter ended 31-03-2010 (Unaudited)	Year ended 31.03.2011 (Unaudited)	Year ended 31.03.2010 (Audited)
1	Sales				
	(a) Net Sales/Income from Operations	1,769.10	56.67	4,285.43	399.70
		1,769.10	56.67	4,285.43	399.70
2	Expenditure				
	a. Increase/decrease in stock in trade and work in progress	113.03	(252.63)	(59.75)	(343.83)
	b. Consumption of raw materials etc	761.32	230.17	1,677.89	534.16
	c. Purchase of traded goods	-	-	297.51	0.59
	d. Employees cost	217.94	150.45	765.69	673.81
	e. Depreciation	27.57	35.11	104.61	139.96
	f. Other expenditure	239.80	168.29	634.94	473.18
	g. Total	1,359.66	331.39	3,420.89	1,477.87
	(Any item exceeding 10% of the total expenditure to be shown separately)				
3	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	409.44	(274.72)	864.54	(1,078.17)
4	Other Income	29.60	55.05	136.70	257.60
5	Profit before Interest & Exceptional Items (3+4)	439.04	(219.67)	1,001.24	(820.57)
6	Interest	98.31	66.17	270.70	236.93
7	Profit after Interest but before Exceptional Items (5-6)	340.73	(285.84)	730.54	(1,057.50)
8	Exceptional Items			-	-
9	Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	340.73	(285.84)	730.54	(1,057.50)
10	Tax expense	115.65	-	241.11	(358.40)
11	Net Profit (+)/Loss(-) from Ordinary Activities after tax (9-10)	225.08	(285.84)	489.43	(699.10)
12	Extraordinary Item (net of tax expense Rs.....)			-	
13	Net Profit ()/Loss(-) for the period (11-12)	225.08	(285.84)	489.43	(699.10)
14	Paid-up equity share capital (1,24,99,655 shares of ` 10 each aggregating to ` 12,49,96,550)	1,249.97	1,249.97	1,249.97	1,249.97
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year			11,572.26	11,082.63
16	Earnings Per Share (EPS)	1.80	(2.29)	3.92	(5.59)
	(a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)				
	(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)				
17	Public shareholding				
	- Number of shares	6,238,448	5,883,207	6,238,448	5,883,207
	- Percentage of shareholding	49.91	47.07	49.91	47.07
	*Strike off whichever is not applicable				
18	Promoters and Promoter group Shareholding**				
	a) Pledged/Encumbered			-	-
	-Number of Shares			-	-
	-Percentage of Shares(as a % of the total shareholding of Promoter and Promoter group)			-	-
	-Percentage of Shares(as a % of the total share capital of the Company)			-	-
	b) Non-encumbered				
	-Number of Shares	6,261,207	6,616,448	6,261,207	6,616,448
	-Percentage of Shares(as a % of the total shareholding of Promoter and Promoter group)	100	100		100
	-Percentage of Shares(as a % of the total share capital of the Company)	50.09	52.93	50.09	52.93

- The above un-audited financial results were reviewed by the Audit Committee and taken on record by the Board of Directors in their meeting held on 11.05.2011.
- 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.
- The Company operates in one reportable segment i.e. Safety systems for railways as such segment reporting as per AS-17 is not applicable.
- The total amount spent out of the IPO proceeds up to 31st March 2011 is Rs. 8826.89 Lakhs as against the projected deployment of Rs 9901.11 Lakhs. The balance issue proceeds are placed with the Monitoring Agency.
- Auditors have carried out limited review of the financial results for the quarter ended 31st March 2011 as required under clause 41 of the listing agreement.
- Restoration of network and provision of Maintenance services in NF Railways is going according to schedule.
- The Egyptian National Railways team is expected to visit India and Germany for conducting Factory Acceptance Test for the balance 136 Lx Systems (Electronic Gates) by end of June 2011.
- Kernex is expeditiously working with its technology partner M/s Konkan Railway Corporation to finalize Version 1.0 and 2.0 of ACD system (conforming to TCAS) by June 2011 and October 2011 respectively to enable deployment of ACD System all over India.
- Figures for the previous Periods have been regrouped/rearranged, wherever considered necessary.

By order of the Board of Directors
FOR KERNEX MICROSYSTEMS (INDIA) LTD.,

COL.L.V.RAJU (RETD),
MANAGING DIRECTOR

Place: Hyderabad
Date: 11.05.2011