

Date: 13.02.2023

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| To The Listing Manager Listing Department, The Bombay Stock Exchange Limited , Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001. | To The Listing Manager, Listing Department, Metropolitan Stock Exchange of India Limited , Building A, Unit 2054, 2nd Floor. piramal Agasrya Corporate park, L.B.S Road, Kurla West, Mumbai - 400070. India |
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Sub: Investors Press Release on the financial results for the third quarter and nine months ended 31 December, 2022

Ref: Security code: 511658 ISIN: INE027D01019

Dear Sir/Madam,

Pursuant to Regulation 30(6) of the SEBI (LODR) Regulations 2015, please find the enclosed herewith the Press Release on the financial results for the third quarter and nine months ended 31 December, 2022. The Investor Press Release may also be accessed on the website of the Company at www.nettlinx.com

This is for your kind information and records for the exchange.

Please acknowledge the receipt for the same.

Yours faithfully,

For Nettlinx Limited

Dr.Manohar Loka Reddy
Managing Director
DIN:00140229





Press Release

Hyderabad, February 13th 2023: Hyderabad based Internet services provider **Nettlinx Limited** has announced its financial results for the third quarter and 9 months ended 31st December, 2022.

QOQ Q3 FY 23 vs. Q3 FY 22:

The Financials have been prepared in accordance with Ind AS ('Indian Accounting Standards'):

- The Revenue from Operations is Rs. 2.43 Cr. in Q3 FY 23 as against Rs. 2.19 Cr. in Q3 FY 22, which is an increase of 11%.
- The EBITDA reported at Rs. 0.94 Cr. is 31% higher in Q3 FY 23 as compared to Rs. 0.56 Cr. in Q3 FY 22.
- Profit Before Tax stands at Rs. 0.47 Cr. in Q3 FY 23 as against Rs. 0.10 Cr. in Q3 FY 22 culminating to an increase of 363%.
- Profit After Tax is at Rs. 0.34 Cr in Q3 FY 23 as against Rs. 0.04 Cr. in Q3 FY 22, increase by 840%.

QoQ Q3 FY 23 vs. Q2 FY 23

- Revenue from Operations stood at Rs. 2.43 Cr. in Q3 FY 23 as against Rs. 2.38 Cr. in Q2 FY 23, a 2 % increase QoQ.
- EBITDA reported at Rs. 0.94 Cr in Q3 FY 23 as compared to Rs. 0.99 Cr. in Q2 FY 23, a decrease of 5% QoQ.
- Profit Before Tax stands at Rs. 0.47 Cr in Q3 FY 23 as against Rs. 0.52 Cr. in Q2 FY 23, a decrease of 9 % QoQ.
- Profit After Tax was at Rs. 0.34 Cr in Q3 FY 23 as against Rs. 0.37 Cr. in Q2 FY 23, a decrease of 8% QoQ.



Standalone Financial Highlights for the Nine Months (9M FY23)

- Total operating income is Rs 6.81Cr for 9M FY23 as compared to Rs 7.13Cr.in 9 Months FY 22
- Standalone EBITDA is Rs.2.50Cr. for 9M FY23 as against Rs 2.48Cr. in 9Months FY 22
- Standalone PAT* stood at Rs 0.77Cr for 9Months FY23 as compared to Rs 0.68Cr in 9Months FY 22

Consolidated Financial Highlights for the Quarter (Q3 FY23) –

The Financials have been Prepared in accordance with Ind AS ('Indian Accounting Standards')

- Consolidated total operating income was Rs 4.3Cr.for Q3 FY23 as compared to Rs 7.57Cr. in the corresponding period of the previous year, reflecting a decrease of 30% QoQ.
- Consolidated EBITDA* stood at Rs 0.33Cr, reflecting a margin of 7% as against Rs 0.61Cr in Q3 FY22, translating into QoQ degrowth of 46%.
- Consolidated /(LOSS)* stood at Rs (0.31Cr) as compared to Rs (0.68Cr) in Q3 FY 22, translating into a growth of 125% QoQ.

Consolidated Financial Highlights for the Nine Months (9M FY23)

- Consolidated total operating income is Rs 16.20Cr for 9M FY23 as compared to Rs 28.66Cr.in 9 Months FY 22
- Consolidated EBITDA is Rs.1.64Cr. for 9M FY23 as against Rs 5.22Cr. in 9Months FY 22
- Consolidated PAT* stood at Rs (0.13Cr) for 9Months FY23 as compared to Rs 2.92Cr in 9Months FY 22

Operational Highlights:

- The Company has received various letters of award of contracts from various institutions for providing Dedicated Internet Leased Line bandwidth connectivity and P2P links along with the services and accessories for 43 GBPS. These orders for supply of 43 GBpS is on Gross cost contract (GCC) basis for a period of 1 year (Contract Period). The estimated total value of the contracts received is approximately Rs.11.20 crores inclusive of taxes. The contracts for Leased Line bandwidth connectivity and P2P links have been executed.





- The Board has considered and in principle approved for sale of shares held in Sri Venkateswara Green Power Projects Limited, a Subsidiary of Nettlinx Limited and authorized Dr. Manohar Loka Reddy, Managing Director of the company to identify a suitable buyer, negotiate and finalize the terms and conditions for approval of sale of shares held in Sri Venkateswara Green Power Projects Limited subject to approval of the board.

- The Board has considered and in principle approved for sale of shares in Salion SE Overseas a Subsidiary of Nettlinx Limited and authorized Dr. Manohar Loka Reddy, Managing Director of the company to identify a suitable buyer, negotiate and finalize the terms and conditions for approval of sale of shares held in Salion SE Overseas Subsidiary of Nettlinx Limited subject to approval of the board.

- The company wants to focus on its core operations of ISP business which is showing growth prospects with strong order book and the sale proceeds shall be leveraged for future funding requirements of the company.

Commenting on the results, Dr. Manohar Loka Reddy, Managing Director & Promoter, Nettlinx Limited, said,

“The company is set to grow with the contracts for Leased Line bandwidth connectivity and P2P links that have been executed.

We look forward to continue our growth momentum in year 2023-24 with a robust revenue increase and sustainable margins backed by healthy order book, and lucrative market opportunities available in providing of Dedicated internet leased line and P2P link in various segments like print and electronic media, Educational institutions, manufacturing units, healthcare & hospitality industry and several other SMEs that will assist the company to achieve full year guidance of 100% growth in revenue with 700% EBITDA margin.





About Nettlinx Limited:

Nettlinx is an internet infrastructure initiative of the Nettlinx Group. The genesis of the company has begun with its ISP (Internet services provider) operations in 1999. Nettlinx is headquartered in Hyderabad with presence in over 93 locations in Telangana and Andhra Pradesh. It is a leading Class-B ISP operator in both the Telugu states for the past 20 years.

Nettlinx is now a leading choice for state-of-the-art services such as cable and wireless Internet access, web design, portal development; web hosting, server co-location, network management & e-commerce services. Nettlinx connectivity services have been fulfilling the need to run applications like live video streaming, mailing and web services across multi-location enterprises.

Disclaimer:

This press release contains “forward- looking statements” that is, statements related to future, not past, events. In this context, forward-looking statements often address our expected future business and financial performance, and often contain words such as “expects,” “anticipates,” “intends,” “plans,” “believes,” “seeks,” “should” or “will.”

Forward-looking statements by their nature address matters that are to different degrees, uncertain. For us, uncertainties arise from the behaviour of financial, software and real estate industry, from future integration of businesses; and from numerous other matters of national, regional and global scale, including those of a political, economic, business, competitive or regulatory nature. These uncertainties may cause our actual future results to be materially different from those expressed in our forward-looking statements. We do not undertake to update our forward-looking statements.

