



# KERNEX MICROSYSTEMS (INDIA) LTD.

(An ISO 9001-2015 Certified Company)

Tel : +91 8414-667600  
Fax : +91 8414-667695  
email : kernex@kernex.in  
Website : www.kernex.in



**Registered Office :**

"TECHNOPOLIS", Plot Nos : 38-41,  
Hardware Technology Park,  
TSIIC Layout, Raviryal (V),  
Hyderabad - 501 510. Telangana, India.  
30<sup>th</sup> May 2024

KMIL/SE/Q3/23-24/023

To The Listing / Compliance Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001 <b>BSE Scrip Code: 532686</b>	To The Listing / Compliance Department National Stock Exchange of India Ltd Plot No. C/1, G Block, Exchange Plaza, Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051 <b>NSE Symbol: KERNEX</b>
-------------------------------------------------------------------------------------------------------------------------------------------------------------	---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

Sir / Madam,

**Ref: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')**  
**Sub: Outcome of the Board Meeting**

Pursuant to Regulation 30 read with Part A of Schedule III, of the SEBI (LODR) Regulations, 2015, we hereby inform you that the Board of Directors of the Company at its meeting held on 30<sup>th</sup> May 2024, had, *inter-alia* transacted the following items of the business:

- i) Approved the Un-Audited Consolidated Financial Results of the Company for the third quarter and nine months ended 31<sup>st</sup> December, 2023.
- ii) Took note of the Limited review Report on un-audited Consolidated Financial results of the Company for the third quarter ended on 31<sup>st</sup> December 2023 as required under Regulation 33 of SEBI (LODR) Regulations, 2015.
- iii) The Board while taking note on the penalties imposed by NSE and BSE towards non-compliance under regulation 33 of SEBI LODR Regulations 2015 for the quarter ended on 31<sup>st</sup> December 2023 within the time prescribed, advised to send a letter to NSE and BSE requesting to condone the fine levied for the above said non-compliance.
- iii) Approved the request received from few members of Promoters/Promoter Group of the Company seeking Re-classification of their shareholding from Promoters/Promoter Group to Public Category and recommended to the shareholders.
- iv) Approved the Notice of Postal Ballot

The aforesaid Board Meeting commenced at 09:30 A.M. and concluded at 1:40 PM

Kindly take the above information on record and acknowledge.

Thanking you,

Yours faithfully,  
For Kernex Microsystems (India) Limited

  
**M B Narayana Raju**  
Whole-Time Director  
DIN: 07993925





# KERNEX MICROSYSTEMS (INDIA) LTD.

(An ISO 9001-2015 Certified Company)

Tel : +91 8414-667600  
Fax : +91 8414-667695  
email : kernex@kernex.in  
Website : www.kernex.in  
KMIL/SE/Q3/23-24/024



**Registered Office :**

"TECHNOPOLIS", Plot Nos : 38-41,  
Hardware Technology Park,  
TSIC Layout, Raviryal (V),  
Hyderabad - 501 510. Telangana, India.  
30<sup>th</sup> May 2024

To  
The Listing / Compliance Department  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai – 400 001  
**BSE Scrip Code: 532686**

To  
The Listing / Compliance Department  
National Stock Exchange of India Ltd  
Plot No. C/1, G Block, Exchange  
Plaza, Bandra – Kurla Complex,  
Bandra (E), Mumbai – 400 051  
**NSE Symbol: KERNEX**

Dear Sir / Madam,

**Sub: Submission of unaudited consolidated financial results of the company as per provisions of SEBI (LODR) Regulations, 2015.**

Please find enclosed herewith the following documents in terms of Regulation 33 of SEBI (LODR) Regulations, 2015.

- Approved the Un-Audited Consolidated Financial Results of the Company for the third quarter and nine months ended 31<sup>st</sup> December, 2023.
- Limited Review Report on un-audited Consolidated Financial results of the Company for the third quarter ended on 31<sup>st</sup> December 2023 as required under Regulation 33 of SEBI (LODR) Regulations, 2015.

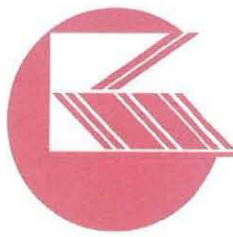
This is for your kind information and records.

Yours faithfully,  
For **Kernex Microsystems (India) Limited**

  
**M B Narayana Raju**  
Whole-Time Director  
DIN: 07993925







# KERNEX MICROSYSTEMS (INDIA) LTD.

(An ISO 9001-2015 Certified Company)

Tel : +91 8414-667600  
Fax : +91 8414-667695  
email : kernex@kernex.in  
Website : www.kernex.in



Registered Office :

"TECHNOPOLIS", Plot Nos : 38-41,  
Hardware Technology Park,  
TSIC Layout, Raviryal (V),  
Hyderabad – 501 510. Telangana, India

KERNEX MICROSYSTEMS (INDIA) LIMITED						
Un Audited CONSOLIDATED Statement of Profit and Loss for the Quarter and Nine Months ended 31 St December 2023.						
(All amounts in Indian Rupees in lakhs , except share data and where otherwise stated)						
Particulars	Quarter Ended			9 Months Ended		Year Ended
	31-Dec-23	30-Sep-23	31-Dec-22	31-Dec-23	31-Dec-22	FY 22-23
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	831.44	140.83	210.72	1068.54	352.20	403.96
Other Income	49.76	26.00	194.76	122.39	229.09	78.23
<b>Total income</b>	<b>881.19</b>	<b>166.83</b>	<b>405.48</b>	<b>1190.93</b>	<b>581.29</b>	<b>482.18</b>
<b>Expenses</b>						
Cost of materials consumed	2,440.25	558.51	274.64	3603.06	396.35	415.07
Purchases of stock in trade	-	-	-	-	-	-
Project Execution Expenses	287.46	112.11	0	486.17	76.32	373.83
Changes in inventories of finished goods, work in progress and stock in trade	(2,002.72)	-700.24	-	-3689.75	-3.84	-132.88
Employee benefit expense	307.23	272.01	210.19	824.32	547.03	797.72
Finance cost	125.32	39.65	81.32	186.02	208.02	82.14
Depreciation and amortization expense	325.77	55.71	35.33	443.80	103.08	238.71
Other expenses	248.90	239.54	152.72	685.16	388.30	1035.82
<b>Total expenses</b>	<b>1732.20</b>	<b>577.30</b>	<b>754.20</b>	<b>2538.78</b>	<b>1715.26</b>	<b>2436.57</b>
Share of Profit/(loss) of Joint venture	-	-	-	-	-	-
<b>Profit/(loss) before extraordinary, exceptional items and tax</b>	<b>(851.01)</b>	<b>-410.47</b>	<b>-348.72</b>	<b>-1347.85</b>	<b>-1133.98</b>	<b>-1954.38</b>
Extraordinary items	-	-	-	-	-	-
Exceptional items	-	-	-	-	-	-
<b>Profit/(loss) before tax</b>	<b>(851.01)</b>	<b>-410.47</b>	<b>-348.72</b>	<b>-1347.85</b>	<b>-1133.98</b>	<b>-1954.38</b>
Tax expense	-	-	-	-	-	-
(i) Current tax	-	-	-	-	-	-
(ii) Previous years tax	-	-	-	-	-	-
(iii) Deferred tax	5.44	43.04	18.12	56.04	30.15	47.65
<b>Net profit/(loss) for the year</b>	<b>(856.45)</b>	<b>-453.51</b>	<b>-366.84</b>	<b>-1403.89</b>	<b>-1164.13</b>	<b>-2002.03</b>
Attributable to						
Shareholders of the Company	(849.72)	-441.08	-363.38	-1379.13	-1157.10	-1981.52
Non controlling interest	(6.72)	-12.43	-3.46	-24.76	-7.03	-20.51
<b>Other compressive income</b>						
A (i) Items that will not be reclassified to Statement of Profit and loss	-	-	-	-	-	-88
(ii) Income tax relating to items that will not be reclassified to Statement of Profit and loss	-	-	-	-	-	-
B (i) Items that will be reclassified to Statement of Profit and loss	97.31	13.94	25.24	96.84	63.09	38.96
(ii) Income tax relating to items that will be reclassified to Statement of Profit and loss	-	-	-	-	-	-
<b>Total compressive income</b>	<b>-759.14</b>	<b>-439.56</b>	<b>-341.6</b>	<b>-1307.05</b>	<b>-1101.04</b>	<b>-1983.57</b>
Attributable to						
Shareholders of the Company	-492.03	-427.13	-338.14	-1282.30	-1094.01	-1943.43
Non controlling interest	-6.72	-12.43	-3.46	-24.76	-7.03	-20.51
<b>Earnings per equity share (EPS)</b>						
Paid up Equity Share Capital (Face value of Rs.10/- each per equity share)	16,75,94,000	15,45,94,220	13,79,97,000	16,75,94,000	13,79,97,000	1,545.94
Basic and Diluted Earnings per share of Rs.10/- each (not annualised) Rs.	(5.44)	(2.76)	(2.66)	(8.83)	(8.44)	(14.67)

### Notes to the Consolidated Financial Statements.

- The above Un-Audited Standalone Financial Results were reviewed and recommended by the Audit Committee are considered and approved by the Board of Directors at their meeting held on 30 May 2024. These results are as per Regulation 33 of SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No.C1R/CFD/FAC/62/2016 dated 05th July 16. The Statutory Auditors of the Company have carried out a Limited Review of the aforesaid results.
- The Company operates in one reportable segment i.e. Safety Systems for Railways and hence segment reporting as per Ind AS-108 is not applicable.
- These financials results have been prepared in accordance with the Ind AS notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules 2015 as amended and other accounting principles generally accepted in India.
- Figures for the previous periods have been regrouped/rearranged, wherever considered necessary, in line with the current period presentation. Numbers for Dec23 are arrived as balancing numbers.
- The results for the quarter ended 31-12-2023 are also available on websites of BSE Limited, National Stock Exchange of (India) Limited and on the Company's Website.
- The Consolidated Results of Company is including the Results of 100% wholly owned subsidiary namely Avant-Garde Infosystems Inc, USA and Joint venture Firm: TICAS JV (80% share is owned by Kernex Microsystems (India) Limited)
- Depreciation and amortization expense for the quarter ending Dec23 is Rs 325.77 Includes the amount of Rs 263 Lakhs pertaining to software development of our 100% wholly owned subsidiary Avant-Garde Infosystems Inc, USA. Amortization of full value asset is made.

Hyderabad

Date: 20/01/2024

FOR AND BEHALF OF THE BOARD OF DIRECTORS

M B Narayana Raju  
Whole Time Director  
DIN 07993925





**Independent Auditor's Review Report on the Quarterly Unaudited Consolidated and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

To

Board of Directors of **KERNEX MICROSYSTEMS (INDIA) LIMITED**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **KERNEX MICROSYSTEMS (INDIA) LIMITED** ("the Parent"), its subsidiary and joint venture (the Parent, the subsidiary and the joint venture together referred to as "the group") for the quarter and nine months' ended December 31, 2023 (the "statement"), being submitted by the Parent Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the parent's management and approved by the parent Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the statement in accordance with the Standards on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free from material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('the Regulation') as amended to the extent applicable.

4. The Statement includes the results of the following entities.

Holding/Parent Company:

Kernex Microsystems (India) Ltd

Wholly owned subsidiary:

Avant-Garde Infosystems Inc., USA

Controlled entity (Joint Venture):

Kernex TCAS JV







Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the aforesaid Accounting Standards prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatements.

### Emphasis of Matter

- (a) The Quarterly and year to date Unaudited standalone financial results of the Holding Company as approved by the Board of Directors of the said company for the period ended 31-12-2023 pursuant to Regulation 33 of SEBI (LODR) Regulations 2015 were reviewed by us in terms of our Review Report dated 14-02-2024. We have not carried out any procedures subsequent to the said report date; but the consolidated financial results which are the subject matter of this present Review report, incorporate the said financial results as approved on 14-02-2024 without any changes or further review by us with respect to any events occurring after our report.
- (b) We draw attention to Note No 4 to the Statement, which describes that the Company has assessed the recoverability and impairment of certain financial assets, namely Trade Receivables of Rs. 1937.80 lakhs (previous quarter Rs. 776.01 lakhs) including Rs. 303.56 lakhs (previous quarter 302.62 lakhs) from related party, income tax assets of Rs. 295.40 lakhs (previous quarter 285.44 lakhs and margin money/security deposits of Rs. 1503.64 lakhs (previous quarter Rs. 1755.64 lakhs) secured for customer guarantees under various stages of contract execution / negotiation / arbitration. Such assessments are based on current facts and circumstances and may not necessarily reflect future uncertainties and events and the final recoverable amount may vary for the reasons mentioned therein.

Our conclusion is not modified in respect of the above matter.

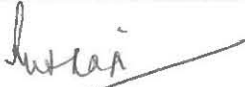
### Other Matter

1. We did not review the interim financial information of the wholly owned subsidiary situated in USA and included in the unaudited consolidated financial results, whose unaudited interim financial information reflect revenues of Rs. 118.89 lakhs, total net Loss after tax of Rs. 417.04 lakhs and total comprehensive income of Rs. 417.04 lakhs for nine months' ended December 31, 2023 as considered in the statement. This interim financial information has not been reviewed by us nor any other auditor. These interim financial statements are furnished by the management after conversion to Indian Rupee from USD and our conclusion on the statement in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the reports of the management and the procedures performed by us as stated above.



2. The statement also includes interim financial information of the Joint Venture (Controlled Entity) whose unaudited interim financial information reflects revenues of Rs. Nil net Loss after tax of Rs. 123.78 lakhs and total comprehensive Loss of Rs. 123.78 lakhs for nine months' ended December 31, 2023, as considered in the unaudited consolidated financial statements. These interim financial results and other financial information were the subject of limited review by the other auditors and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this Joint Venture, is based solely on that unaudited financial statement/financial information subjected to limited review by the other auditors and furnished by the Management.

**For PRSV & Co LLP**  
Chartered Accountants  
Firm Registration No. S200016

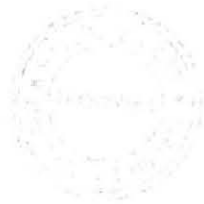


**Raja Praturi**  
Partner  
Membership No. 020615



Place: Hyderabad  
Date: 30th May, 2024

UDIN: 24020615BKCQYF2789





# KERNEX MICROSYSTEMS (INDIA) LTD.

(An ISO 9001-2015 Certified Company)

Tel : +91 8414-667600  
Fax : +91 8414-667695  
email : kernex@kernex.in  
Website : www.kernex.in  
KMIL/SE/Q4/23-24/025



**Registered Office :**

"TECHNOPOLIS", Plot Nos : 38-41,  
Hardware Technology Park,  
TSIIC Layout, Raviryal (V),  
Hyderabad - 501 510. Telangana, India.  
30<sup>th</sup> May 2024

To The Listing / Compliance Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street Mumbai – 400 001 BSE Scrip Code: 532686	To The Listing / Compliance Department National Stock Exchange of India Ltd Plot No. C/1, G Block, Exchange Plaza, Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051 NSE Symbol: KERNEX
-----------------------------------------------------------------------------------------------------------------------------------------------------	--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

Dear Sir / Madam,

**Sub: Disclosure of reasons for delay in submission of Audited Financial Results for the Fourth Quarter and Year ended March 31, 2024 under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the “Listing Regulations”)**

**Ref: SEBI Master Circular No. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023 (“SEBI Master Circular”)**

Pursuant to the provisions of Regulation 33 of the Listing Regulations, the Company is required to submit to Stock Exchanges its Audited Standalone and Consolidated Financial Results along with the Auditors’ Report for the third quarter and year ended March 31, 2024 within sixty days from the end of the financial year i.e. by May 30, 2024.

In accordance with the SEBI Master Circular, we would like to submit that the board of directors of the company has sought certain clarifications on Audited Financial Results of the Company. Therefore, the Company’s Audited Financial Results for the fourth and year ended March 31, 2024 will be approved subsequent to May 30, 2024 and that the Company will endeavour to get the same approved at the earliest.



*N. S. D. G. I.*



