

KERNEX MICROSYSTEMS (INDIA) LTD.

(AN ISO-9001 : 2008 CERTIFIED COMPANY)

Phone: +91-40-23113192-94

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: kernex@kernex.in

URL : http://kernex.in



Registered Office :

'THRUSHNA', Plot No. 7,
Software Units Layout, Infocity
Madhapur, Hyderabad - 500 081.
A.P. India.

File No. _____

KERNEX MICROSYSTEMS (INDIA) LIMITED Date _____

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH 2010 Rs.in Lakhs

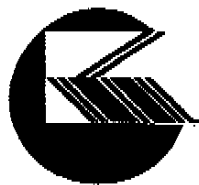
Particulars	AUDITED			
	STAND ALONE		CONSOLIDATED	
	Year ended 31.03.2010	Year ended 31.03.2009	Year ended 31.03.2010	Year ended 31.03.2009
Sales				
(a) Net Sales/Income from Operations	399.70	2,060.37	401.36	2,061.77
	399.70	2,060.37	401.36	2,061.77
Expenditure				
a. Increase/decrease in stock in trade and work in progress	(343.83)	(45.44)	(343.83)	(45.44)
b. Consumption of raw materials etc	534.16	362.29	534.16	362.29
c. Purchase of traded goods	0.59	8.48	0.59	8.48
d. Employees cost	673.81	831.40	673.81	831.40
e. Depreciation	139.96	181.90	140.01	181.95
f. Other expenditure	473.18	519.02	478.48	520.46
g. Total	1,477.87	1,857.65	1,483.22	1,859.14
(Any item exceeding 10% of the total expenditure to be shown separately)				
Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	(1,078.17)	202.72	(1,081.86)	202.63
Other Income	257.60	366.89	250.58	338.07
Profit before Interest & Exceptional Items (3+4)	(820.57)	569.61	(831.28)	540.70
Interest	236.93	105.96	237.10	106.12
Profit after Interest but before Exceptional Items (5-6)	(1,057.50)	463.65	(1,068.38)	434.58
Exceptional Items	-	-	-	-
Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	(1,057.50)	463.65	(1,068.38)	434.58
Tax expense	(358.40)	183.74	(358.40)	183.74
Net Profit (+)/Loss(-) from Ordinary Activities after tax (9-10)	(699.10)	279.91	(709.98)	250.84
Extraordinary Item (net of tax expense Rs.....)				
Net Profit (+)/Loss(-) for the period (11-12)	(699.10)	279.91	(709.98)	250.84
Paid-up equity share capital				
(1,24,99,655 shares of Rs.10 each aggregating to Rs.12,49,96,550)	1,249.97	1,249.97	1,249.07	1,249.97
Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	11,082.63	11,781.74	10,962.80	11,680.95
Earnings Per Share (EPS)	(5.59)	2.24	(5.68)	2.01
(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)				
Public shareholding				
- Number of shares	5,883,207	5,468,524	5,883,207	5,468,524
- Percentage of shareholding	47.07	43.75	47.07	43.75
*Strike off whichever is not applicable				
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 sharecapital of the Company	-	-	-	-
b) Non-encumbered				
-Number of Shares	6,616,448	7,031,131	6,616,448	7,031,131
-Percentage of Shares(as a % of the total shareholding of Promoter and Promoter group	100	100	100	100
-Percentage of Shares(as a % of the total sharecapital of the Company	52.93	56.25	52.93	56.25



Product Division :

Rajvistas', # H, Avasani Colony, Gachkhana, Secunderabad - 500 009. A.P., INDIA.

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Notes:

1. The above audited financial results were reviewed by the Audit Committee and taken on record by the Board of directors in their meeting held on 29.05.2010.
2. The Board has not recommended dividend for the year.
3. Number of Investor complaints left unresolved at the beginning of the year Nil, received during the year 6 Disposed off during the year 6 and pending - Nil.
4. The Company operates in one reportable segment i.e. Safety systems for Railways and in one geographical segment i.e. with in India and as such segment reporting as per AS-17 is not applicable.
5. The Company, pursuant to the share holders approval obtained in the 14th Annual General meeting, has redrawn its plans to carry on the expansion programme, wherever required, as against plans mentioned in the prospectus dated December 6, 2005 in regard to scheduled time of completion, estimated amount and quantity.

The total amount spent out of the IPO proceeds up to 31st March 2010 is Rs.8614.85 lacs as against the projected deployment of Rs 9901.11 lacs. The balance issue proceeds are placed with the Monitoring Agency.

6. The company has executed an Operating and Comprehensive Maintenance Contract. Agreement with M/S Konkan Railway Corporation Ltd, Mumbai for ACD Networking Systems supplied to North Frontier Railways by M/S Konkan Railway Corporation Ltd, on 21st January 2010. The value of the Contract and supplies is approximately Rs. 35.76 crores for the period from January 2010 to March 2012. In view of the delay in concluding this agreement, the Comprehensive Maintenance Contract with NF Railways was not available for the year 2009-2010 and hence the drop in income for the year. The actual work could be started on 4th April 2010.

The Company has signed a contract on 5th November, 2008 with Egyptian National Railways, Egypt for supply and Development of 136 automatic level crossing gates. The Contract is under execution.

7. 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: 29.05.2010

Project Division :

Rajvistas', # H, Avanthi Colony, Karkhana, Secunderabad - 500 009. A.P., INDIA.

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