

REPORT ON LIMITED REVIEW OF UNAUDITED PERIODIC RESULTS

We have reviewed the accompanying statement, (initialled by us for the purpose of identification) of un-audited (stand alone) financial results of **Logix Microsystems Limited**, Bangalore for the **Quarter ended June 30th, 2011**. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our limited review, conducted as above, we report as under:

1. In the absence of statements and process of tracking & valuation of *software work in process*, we are unable to comment on the value of opening stock and closing stock as which have both been valued as NIL, and the resultant impact on the financials.
2. No provision has been made towards accounting for Share based Employee compensation expenses, Income tax; and provision against potential non-realisation of accrued interest; service tax on sale of certain software. The impact of these, on the financial statements have not been quantified.
3. Receivables include overdue amounts from overseas subsidiary (including Rs. 411.00 lacs in excess of Six Months). Provisioning for Doubtful Debts in respect of possible non-recovery of long outstanding balances in sundry debtors has not been carried out as in the view of the management the same are recoverable in full.
4. Long term investments as at the 30th June 2011 include Rs. 14,775.80 lacs in wholly owned subsidiaries at US and Belgium, which are carried at cost. We are given to understand that the accounts of the same are not subject to audit or limited review. In the absence of independently reviewed / audited financial statements in respect of these subsidiaries (including their step down subsidiaries), we are unable to carry out necessary procedures to reliably examine if there has been a permanent decline in the carrying value of the stated investments. We are therefore unable to comment on the impact, if any, on the Profit & Loss account and the adequacy of Reserve for Diminution in value of long term Investments as at the Balance Sheet date.

Vasan&Sampath

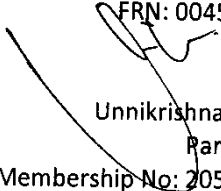
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5. The Company has not disclosed segment wise results as required by the Accounting Standard 17 – "Segment Reporting". Sales included in 'Enterprise Connectivity Solutions' of Rs. 212 lacs, includes income of Rs. 160 lacs from sale of microelectronic products (component for Data Chip) which would not be categorised in this segment.
6. The company has not disclosed the Earnings per share as required by Clause 41 of the listing agreement.
7. The figures for the quarter are subject to finalisation of the financial statements for the year ended 31st March 11. The impact, if any, on the Profit and loss account for the quarter ended June 2011, is not ascertained.
8. The auditors' qualifications in the Auditor's Report for the year ended 31.03.2010 and previous Limited Review Report and management's response have not been disclosed.
9. Other income for the quarter ended 30th June 2011 includes Rs.30.45 lacs which is of extraordinary nature, not disclosed as such.

Based on our review conducted as above, subject to our comments as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Bangalore,
13th August 2011

For VASAN & SAMPATH,
Chartered Accountants,
FRN: 004542S


Unnikrishnan M
Partner
Membership No: 205703

For VASAN & SAMPATH
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