

**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, 2012**. 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. Receivables include overdue amounts from overseas subsidiary (including Rs. 1,106.01 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.
2. Long term investments as at the 30<sup>th</sup> June 2012 include Rs. 15,458 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.
3. Quarter end foreign exchange re-statement gain, has been short accounted by Rs. 11.21 Lacs during the current quarter thus resulting in an understatement of the profit for the period and the balance of receivables to this extent.
4. Operating expenses are short accounted to the extent of Rs.9.47 lacs for the quarter thus overstating the Profit and understating the liabilities to this extent.



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5. Other current assets includes a sum of Rs.273 lacs in respect of Interest receivable which includes Rs. 273 lacs outstanding for over 12 months. Provisioning for possible non-recovery of this long outstanding balance has not been carried out as, in the view of the management, the same are recoverable in full.
6. During the Quarter the company transferred a division to its Associate. The impact of the same has not been recognised during the period, as the management is of the opinion that the same would not be significant. In the absence of related computations, we are unable to comment on the effect of the same on the results of the quarter.
7. The Company has not disclosed segment wise results as required by the Accounting Standard 17 – "Segment Reporting".
8. The company has not disclosed the Earnings per share as required by Clause 41 of the listing agreement.
9. The figures for the quarter are subject to finalisation of the financial statements for the year ended 31<sup>st</sup> March 2012. The impact, if any, on the Profit & Loss account for the quarter ended 30<sup>th</sup> June 2012 is not ascertained.
10. Management has not disclosed it's responses to the auditors' qualifications in the Auditor's Report for the year ended 31.03.2011 and previous Limited Review Report.

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,  
14<sup>th</sup> August 2012

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



Unnikrishnan M  
Partner  
Membership No: 205703