



SUBEX SYSTEMS LIMITED

Registered Office: No.721, 7th Main,
Mahalaxmi Layout, Bangalore - 560 086.

Unaudited financial results for the quarter ended 31st December 2005

(Rs. in lacs)

Sl. No.	Particulars	Quarter ended 31st December		Nine months ended 31st December		For the Year ended 31st March '05
		2005	2004	2005	2004	
		Unaudited		Unaudited		Audited
1	Sales - Product & Product related	3,147.61	2,128.37	8,534.81	4,033.70	6,279.69
	- Services	1,726.42	1,159.62	4,649.20	4,073.55	5,375.33
	- Total	4,874.03	3,287.99	13,184.01	8,107.25	11,655.02
2	Other Income	173.00	13.28	251.29	143.16	69.62
3	Expenditure					
	- Cost of Equipment & Software	168.04	110.58	705.68	248.15	318.27
	- Personnel Cost	2,443.78	1,597.40	6,662.82	4,852.81	6,736.40
	- Commission on sales	418.49	-	447.32	-	3.83
	- Other Expenditure	516.20	389.00	1,586.00	688.25	1,098.75
	- Interest	47.90	87.53	170.43	164.32	242.16
	- Total	3,594.41	2,184.51	9,572.25	5,953.53	8,399.41
4	Profit after interest but before depreciation and taxation	1,452.62	1,116.76	3,863.05	2,296.88	3,325.23
5	Depreciation & Amortisation	219.17	251.08	668.53	470.58	714.26
6	Taxes					
	- Income Tax	68.34	26.58	187.98	108.46	136.15
	- Fringe Benefit Tax	5.66	-	14.10	-	-
	- Deferred Tax	(28.00)	(2.90)	(82.00)	(2.90)	(55.46)
7	Net Profit	1,187.45	842.00	3,074.44	1,720.74	2,530.28
8	Paid up Share Capital					
	- Equity	1,085.57	926.00	1,085.57	926.00	1,006.72
	- Preference	-	-	-	-	-
9	Reserves excluding revaluation reserves					11,320.54
10	Earnings per share - Basic - Not Annualised (Rs. per share)	11.00	9.31	29.25	19.09	27.78
11	Earnings per share - Diluted - Not Annualised (Rs. per share)	10.94	7.91	29.09	17.01	26.53
12	Aggregate of non-promoter shareholding					
	- Number of Shares	8,835,229	5,232,212	8,835,229	5,232,212	7,346,743
	- Percentage of holding (to total shareholding)	81.40%	56.54%	81.40%	56.54%	72.98%

Notes:

- The above results were taken on record and approved by the Board of Directors in their meeting held on 27th January 2006
- The previous year / period figures have been re-grouped and re-arranged to conform with the current quarter
- During the quarter, the Company has disposed off its free hold land at Bangalore. The resultant profit (net of tax) included in the above financials on this account is Rs.98.44 lakhs
- On January 9, 2006 the Company has allotted shares of Rs.10/- each as bonus shares to its shareholders in the ratio of 1:1
- The Company has granted 17,400 options under ESOP 2000 for the quarter ended 31st December 2005. During the quarter, the Company has allotted 17,220 shares pursuant to the exercise of options by eligible employees
- Information on Investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 31st December 2005 is: Opening Balance - Nil, Received - 0, Attended - 0, Closing Balance - Nil
- The segment-wise revenue and results for the quarter ended 31st December 2005 as required under Clause 41 of the listing agreement are as follows:

(Rs. in lacs)

	For the quarter ended 31st December		For the Nine months ended 31st December		For the year ended 31st March '05
	2005	2004	2005	2004	
	Unaudited		Unaudited		Audited
1. Segmental Revenue					
a) Product & Product related	3,147.61	2,128.37	8,534.81	4,033.70	6,279.69
b) Services	1,726.42	1,159.62	4,649.20	4,073.55	5,375.33
Total	4,874.03	3,287.99	13,184.01	8,107.25	11,655.02
2. Segmental Profit / (Loss) before tax, depreciation & interest					
a) Product & Product related	1,303.58	1,134.34	3,656.97	2,184.39	3,246.70
b) Services	78.46	69.95	258.03	276.82	320.69
Total	1,382.04	1,204.29	3,915.00	2,461.21	3,567.39
Less : Interest	47.90	87.53	170.43	164.33	242.16
Other un-allocable income net of un-allocable expenditure	118.48	-	118.48	-	-
Profit before depreciation & taxation	1,452.62	1,116.76	3,863.05	2,296.88	3,325.23

- Since fixed assets are used in the company's business interchangeably, segment-wise disclosure on capital employed has not been furnished
- For further details on the results, please visit our website at www.subexsystems.com

By Order of the Board

Bangalore
27th January 2006

Subash Menon
Chairman and Managing Director