

SUBEX LTD

Registered office: Adarsh Tech Park, Outer Ring Road, Devarabisanahalli
Bangalore - 560 037

Unaudited Financial Results for the quarter ended June 30, 2008

(Rs. In Millions)

	Standalone			Consolidated		
	Quarter Ended		For the year Ended	Quarter Ended		For the year Ended
	30th June		31st March	30th June		31st March
	2008	2007	2008	2008	2007	2008
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
Sales - Product & Product related	378.82	120.78	914.73	1,053.61	1,004.20	3,618.48
- Services (refer Note 3)	-	306.84	523.96	305.73	312.39	1,237.43
Net Sales / Income from Operations	378.82	427.62	1,438.69	1,359.34	1,316.59	4,855.91
Other Income	39.72	11.05	18.90	61.75	12.05	24.33
Total Income	418.54	438.67	1,457.59	1,421.09	1,328.64	4,880.24
Expenditure						
- Cost of Hardware, Software & Services	9.71	22.46	90.69	3.62	14.39	84.47
- Personnel Cost	167.46	413.91	944.48	1,061.95	1,011.56	4,022.37
- Other Expenditure	82.60	152.05	366.65	236.80	359.25	1,192.59
- Provision for Bad & Doubtful Debts	-	50.00	288.69	-	50.00	290.35
- Total	259.76	638.42	1,690.51	1,302.36	1,435.20	5,589.78
Profit / (Loss) before Interest, Taxes, Depreciation & amortisation and Exceptional items	158.78	(199.75)	(232.92)	118.73	(106.56)	(709.54)
- Interest	91.79	65.04	296.10	101.79	69.42	325.47
- Depreciation and amortisation	39.94	28.93	123.10	54.66	41.13	184.04
Profit / (Loss) Before Exceptional items & Tax	27.05	(293.72)	(652.12)	(37.71)	(217.11)	(1,219.05)
Exceptional Items						
- Exchange Gain/(Loss) on restatement of FCCBs	(553.05)	442.80	607.50	(553.05)	442.80	607.50
- Exchange Gain/(Loss) - Mark to Market Losses on Option contracts	(56.17)	-	(5.50)	(56.17)	-	(5.50)
Profit / (Loss) Before Tax	(582.18)	149.08	(50.12)	(646.94)	225.69	(617.05)
Taxes						
Income Tax	-	21.38	17.13	8.21	22.48	24.44
MAT Credit Carried forward	-	(16.44)	(10.04)	-	(16.44)	(10.04)
Fringe Benefit Tax	1.23	1.83	11.93	1.23	1.83	11.93
Deferred Tax	-	2.27	(7.26)	-	2.22	37.33
Net Profit / (Loss) for the period	(583.40)	140.04	(61.88)	(656.38)	215.60	(680.71)
Paid up Share Capital	348.47	348.16	348.47	348.47	348.16	348.47
- Equity (Face value of Rs.10/-)						
Reserves excluding revaluation reserves			7,241.00			7,050.66
Earnings per share - Basic - Not Annualised (Rs. Per share)	(16.74)	4.02	(1.77)	(18.84)	6.19	(19.49)
Earnings per share - Diluted - Not Annualised (Rs. Per share)	(16.74)	3.85	(1.77)	(18.84)	5.46	(19.49)
Aggregate of Public shareholding:*						
Number of shares	22,299,010	21,091,314	22,162,022	22,299,010	21,091,314	22,162,022
Percentage of holding (to total shareholding)	63.99%	60.58%	63.60%	63.99%	60.58%	63.60%

SEGMENTAL REPORTING:

(Rs. In Millions)

	Consolidated		
	Quarter ended		For the year Ended
	30th June		31st March
	2008	2007	2008
	Unaudited	Unaudited	Audited
1. Segmental Revenue:			
a. Products & Product related	1,053.61	1,004.20	3,618.48
b. Services (refer Note 3 & 4)	305.73	312.39	1,237.43
	1,359.34	1,316.59	4,855.91
2. Segmental Profit/(Loss) before tax and Interest			
a. Products & Product related	81.77	(127.53)	(781.99)
b. Services (refer Note 3 & 4)	36.96	20.97	72.45
	118.73	(106.56)	(709.54)
Less: Interest	101.79	69.42	325.47
Add / (Less) Un-allocable Income / (Expenditure) - net	(663.88)	401.67	417.96
Profit Before Taxation	(646.94)	225.69	(617.05)

Notes to consolidated & standalone results:

- The above results were taken on record and approved by the Board of Directors in their meeting held on 29th July 2008.
- The previous year / period figures have been re-grouped and/or re-arranged to conform with the current period.
- In terms of a Scheme of Arrangement, the Services business of the Company was hived off to its subsidiary with effect from September 1, 2007. The standalone results for the period ended June 30, 2007 and year ended March 31, 2008 include Net Sales / In
- In the current period, Segment results have not been disclosed in the Standalone results since the Company operates in only one Segment viz Products and Products related business.
- Since fixed assets are used in the Company's business interchangeably, segment wise disclosure on capital employed has not been furnished.
- FCCBs, if not converted, are due for redemption in March 2012.
- Exchange Fluctuations on both restatement of FCCBs and Mark to Market on option contracts are non cash items for the quarter.
- The company has granted 201,900 options under its ESOP 2005 schemes during the quarter.
- During the quarter, the company has allotted 'Nil' shares pursuant to exercise of options by eligible employees.
- Information on Investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 30th June 2008 is :
Opening Balance - Nil, Received - 2, Attended - 2, Closing Balance - Nil

Certain statements in this release concerning our performance may be forward looking statements which involve risks and uncertainties that could cause actual results to vary materially from those in such statements. These risks and uncertainties include, and are not limited to, fluctuations in earnings, intense competition, success of investments and our ability to successfully integrate our acquisitions.

Bangalore
29th July 2008

By Order of the Board
Subash Menon
Founder Chairman, Managing Director & CEO

For further details on the results, please visit our website: www.subexworld.com