

SUBEX LTD

Registered office: RMZ Ecoworld, Outer Ring Road, Devarabisanahalli, Bangalore - 560 037

Statement of Consolidated Audited Results for the Quarter and Year Ended March 31, 2013

PART - I (Rs. In Lakhs except per share data)

	Particulars	CONSOLIDATED				
		Three Months ended	Preceding 3 months ended	Corresponding 3 months ended	Year ended	Previous year ended
		31/03/2013	31/12/2012	31/3/2012	31/03/2013	31/03/2012
		Audited (Refer note 1)	Unaudited	Audited (Refer note 1)	Audited	Audited
1	Income From Operations					
(a)	Net Sales/ Income From Operations					
	Product & Product related	7,959	8,720	9,628	30,734	42,949
	Services	37	340	1,170	2,324	4,834
	Total Income From Operations (Net)	7,996	9,060	10,798	33,058	47,783
2	Expenses					
(a)	Cost of Hardware, Software & Services	197	194	244	817	870
(b)	Employee Benefits Expense and Sub-contract charges	4,186	4,910	5,463	20,669	25,358
(c)	Other Expenditure	1,569	1,934	2,123	6,981	8,588
(d)	Depreciation and Amortisation Expense	87	97	171	427	780
(e)	Exchange Fluctuation (Gain)/Loss-Net	441	(352)	(347)	655	(398)
	Total Expenses	6,480	6,783	7,654	29,549	35,198
3	Profit / (Loss) From Operations before Other Income, Finance costs and Exceptional items (1-2)	1,516	2,277	3,144	3,509	12,585
4	Other Income	12	47	(138)	89	698
5	Profit / (Loss) From Ordinary activities before Finance costs and Exceptional items (3±4)	1,528	2,324	3,006	3,598	13,283
6	Finance Costs	1,642	1,445	1,083	5,210	4,285
7	Profit / (Loss) From Ordinary activities after Finance costs but before Exceptional items (5±6)	(114)	879	1,923	(1,612)	8,998
8	Exceptional Items (Net Expense) (Refer Note 2)	-	-	388	3,997	5,479
9	Profit / (Loss) From Ordinary activities before Tax (7±8)	(114)	879	1,535	(5,609)	3,519
10	Tax Expense (Net)	43	111	16	386	335
11	Net Profit / (Loss) From Ordinary activities after Tax (9±10) (Refer Note 4)	(157)	768	1,519	(5,995)	3,184

12	Paid up Share Capital - Equity (Face value of Rs.10/-)	16,664	15,938	6,931	16,664	6,931
13	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					7,529
14	Earnings per share (before extraordinary items) (of Rs 10/- each) (not annualised in case of the interim periods):					
	Basic	(0.10)	0.48	2.19	(4.40)	4.59
	Diluted	(0.10)	0.45	2.18	(4.40)	4.59

PART - II

A PARTICULARS OF SHAREHOLDING						
1	Aggregate of Public shareholding:*					
	Number of shares	149,946,715	143,920,673	54,200,225	149,946,715	54,200,225
	Percentage of holding (to total shareholding)	90.65%	90.30%	78.20%	90.65%	78.20%
2	Promoters and promoter group					
	Shareholding					
a)	Pledged/Encumbered					
	- Number of shares	8,474,044	8,474,044	7,601,801	8,474,044	7,601,801
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	93.83%	100.00%	93.83%
	- Percentage of shares (as a % of the total share capital of the company)	5.12%	5.32%	10.97%	5.12%	10.97%
b)	Non-encumbered					
	- Number of Shares	-	-	500,000	-	500,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00%	0.00%	6.17%	0.00%	6.17%
	- Percentage of shares (as a % of the total share capital of the company)	0.00%	0.00%	0.72%	0.00%	0.72%

* Total public shareholding as defined under clause 40.A of the listing agreement (excludes underlying shares for GDRs)

Global Depository Receipts	Three Months ended 31/03/2013	Preceding 3 months ended 31/12/2012	Corresponding 3 months ended 31/3/2012	For the Twelve Months ended 31/12/2012	Previous year ended 31/03/2012
- Number of underlying Equity Shares	6,989,399	6,989,399	7,008,746	6,989,399	7,008,746
- Percentage of Share Holding	4.23%	4.38%	10.11%	4.23%	10.11%

Particulars	Three Months ended 31/03/2013
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed of during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

STATEMENT OF ASSETS AND LIABILITIES		Rs. In Lakhs	
		As At	As At
Particulars		31/03/2013	31/03/2012
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
(a)	Share capital	16,664	6,931
(b)	Reserves and Surplus	5,836	7,172
	Sub-total - Shareholders' funds	22,500	14,103
2	Non-current Liabilities		
(a)	Long-term Borrowings	53,769	-
(b)	Other Long-term Liabilities	518	-
(c)	Long-term Provisions	554	585
	Sub-total - Non-current liabilities	54,841	585
3	Current Liabilities		
(a)	Short-term Borrowings	19,388	12,437
(b)	Trade Payables - Other than acceptances	4,892	8,009
(c)	Other Current Liabilities	6,829	74,204
(d)	Short-term Provisions	348	271
	Sub-total - Current liabilities	31,457	94,921
	TOTAL - EQUITY AND LIABILITIES (1+2+3)	108,798	109,609
B	ASSETS		
1	Non-current Assets		
(a)	Fixed Assets	467	773
(b)	Goodwill on Consolidation	85,642	86,569
(c)	Deferred tax assets (net)	141	141
(d)	Long-term Loans & Advances	2,646	2,408
(e)	Other Non-current Assets	1,314	-
	Sub-total - Non-current assets	90,210	89,891
2	Current Assets		
(a)	Trade Receivables	7,333	7,339
(b)	Cash and Bank Balances	5,083	242
(c)	Short-term Loans & Advances	998	1,212
(d)	Other Current Assets	5,174	10,925
	Sub-total - Current assets	18,588	19,718
	TOTAL - ASSETS (1+2)	108,798	109,609

Notes :						
1	The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 21, 2013.					
2	Exceptional items comprise - Rs. In Lakhs					
	Particulars	Three Months ended 31/03/2013	Preceding 3 months ended 31/12/2012	Corresponding 3 months ended 31/3/2012	Year ended 31/03/2013	Previous year ended 31/03/2012
		Audited (Refer note 11)	Unaudited	Audited (Refer note 11)	Audited	Audited
	Exchange Loss/(Gain) arising on restatement of Foreign Currency Convertible Bonds	-	-	-	-	5,343
	Reversal of stock compensation expenses recorded earlier pursuant to voluntary surrender of options by employees	-	-	-	-	(404)
	Gain on Sale of Assets pertaining to Activation business during the quarter ended September 30, 2011 net of Redundancy costs	-	-	-	-	(56)
	Other Redundancy costs	-	-	-	-	596
	Goodwill Impairment*	-	-	-	927	-
	Exceptional Provision for Doubtful trade and other receivables**	-	-	-	3,070	-
	TOTAL	-	-	-	3,997	5,479
	*The company had impaired goodwill outstanding in books pertaining to its services business during the period ended March 31, 2013. As an impairment in goodwill is not considered to be regular adjustment in the results, the same has been categorised as an exceptional item.					
	**During the year ended March 31, 2013, the Company carried out an assessment of its receivables and an amount of Rs. 3,070 lakhs has been provided towards doubtful receivables. Considering that the amount of provision towards doubtful receivables is significant and relevant in understanding the financial performance, it is disclosed separately under exceptional item.					
3	Summary of Key Standalone Financial results is as follows - Rs. In Lakhs					
	Particulars	Three Months ended 31/03/2013	Preceding 3 months ended 31/12/2012	Corresponding 3 months ended 31/3/2012	Year ended 31/03/2013	Previous year ended 31/03/2012
		Audited (Refer note 11)	Unaudited	Audited (Refer note 11)	Audited	Audited
	Net Sales/ Income from Operations	6,942	7,737	8,132	26,556	32,901
	Profit / (Loss) from ordinary activities before tax	(636)	843	959	(3,457)	204
	Profit / (Loss) from ordinary activities after tax	(636)	843	1,105	(3,457)	240
4	As permitted under the Proposal approved by the Hon'ble High Court of Karnataka, which was given effect in the year ending March 31, 2011, the Company transferred certain amounts standing to the credit of Capital Reserve to the Business Restructuring Reserve (BRR) and utilised the same for permitted utilisations as under. Had the Proposal not provided for the above accounting treatment :					
	(Rs. In Lakhs except per share data)					
	Particulars	Three Months ended 31/03/2013	Preceding 3 months ended 31/12/2012	Corresponding 3 months ended 31/3/2012	Year ended 31/03/2013	Previous year ended 31/03/2012
		Audited (Refer note 11)	Unaudited	Audited (Refer note 11)	Audited	Audited
	Revenue would have been lower by	-	-	-	959	-
	Expenses termed as Exceptional Items would have been higher / (lower) by	-	-	(225)	359	(225)
	Net (loss)/profit would have been (lower)/higher by	-	-	(225)	1,318	(225)
	Earnings / (Loss) Per Share would have been					
	-Basic	(0.10)	0.48	2.52	(5.35)	4.92
	- Diluted	(0.10)	0.45	2.51	(5.35)	4.91
5	In view of the losses incurred by the Company during the year ended March 31, 2013, the excess of the managerial remuneration paid to the directors over the limits prescribed under Schedule XIII of the Companies Act, 1956 has been treated as monies due from the directors, being held by them in trust for the Company, and is included under 'Short-term loans and advances' amounting to Rs. 123.8 lakhs.					
6	Pursuant to the approval of the holders of "US\$ 180 Million 2% convertible unsecured bonds", [of which US\$ 39 Million was outstanding ("FCCBs I")] and "US\$ 98.7 Million 5% convertible unsecured bonds", [of which US\$ 54.8 was outstanding ("FCCBs II")], at their respective meetings held on July 5, 2012 and exchange offers received under the exchange offer memorandum dated June 13, 2012, holders of US\$ 38 Million out of FCCBs I and US\$ 53.4 Million out of FCCBs II offered their bonds for exchange. Consequently, secured bonds of US\$ 127.721 million ("FCCBs III") were issued with maturity date of July 7, 2017, having a conversion price of Rs.22.79 per equity share and coupon of 5.70% p.a. payable semi-annually on the outstanding bonds. In accordance with the terms of FCCBs III, principal amount of US\$ 36.321 Million were mandatorily converted into equity shares at the aforesaid conversion price in July 2012. The company has been legally advised that there is no tax incidence arising from the above restructuring. Further, the maturity period of the un-exchanged portion of FCCBs I of US\$ 1 Million and FCCBs II of US\$ 1.4 Million stands extended to March 9, 2017, with its other terms and conditions remaining unchanged. The Company has issued 72,55,848 equity shares upon conversion of FCCBs of principal amount of US\$ 29,50,000 by the holder(s) of Company's US\$ 91.10 million 5.70% Co					
7	The Company has received a demand of service tax of Rs. 3607.60 lakhs and equivalent amount of penalties under the provisions of the Finance Act, 1994 along with the consequential interest, for the period from April, 2006 to July, 2009 towards service tax payable on import of certain services. The Company has filed an appeal contesting the demand before the Central Excise and Service Tax Appellate Tribunal (CESTAT), Bangalore. The company has also obtained a stay against the said demand on March 27, 2013. In view of the company, the demand is not sustainable. Further, the Company contends that in the event of the demand being upheld by the Appellate Authority, the Company is eligible to avail the service tax as input credit upon payment of the same.					
8	During the year, the Company has assessed the carrying value of goodwill arising from its investment in its subsidiary viz. Subex Americas Inc., amounting to Rs. 18,606 lakhs. Based on the management's assessment, there is no impairment of such goodwill taking into account the future operational plans and cash flows as prepared by the management and accordingly, no impairment loss is required to be recognized at this stage.					
9	During the Quarter ended March 31, 2013, the Company has granted 15,500 options under its ESOP 2005 scheme.					

10		SEGMENT REPORTING:					(Rs. In Lakhs)
		Consolidated					
		Three Months ended	Preceding 3 months ended	Corresponding 3 months ended	Year ended	Previous year ended	
		31/03/2013	31/12/2012	31/3/2012	31/03/2013	31/03/2012	
		Audited (Refer note 11)	Unaudited	Audited (Refer note 11)	Audited	Audited	
1	Segment Revenue:						
(a)	Products & Product related	7,959	8,720	9,628	30,734	42,949	
(b)	Services	37	340	1,170	2,324	4,834	
		7,996	9,060	10,798	33,058	47,783	
2	Segment Profit/(Loss) before tax, interest & exceptional Items						
(a)	Products & Product related	1,644	2,564	2,716	4,151	13,187	
(b)	Services	(116)	(240)	290	(552)	96	
		1,528	2,324	3,006	3,599	13,283	
	Less: Interest (Net)	1,642	1,445	1,083	5,210	4,285	
	Less : Other Unallocable (Income)/Expenditure & Exceptional items [Net]	-	-	388	3,997	5,479	
	Profit Before Taxation	(114)	879	1,535	(5,608)	3,519	
3	Details of Capital Employed						
(a)	Products & Product related						
	Capital Employed (Products & Product related)	92,966	93,784	90,885	92,966	90,885	
(b)	Services						
	Capital Employed (Services)	(453)	(250)	1,119	(453)	1,119	
(c)	Unallocated						
	Capital Employed (Unallocated)	(74,434)	(69,360)	(83,250)	(74,434)	(77,544)	
11	The figures of the last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.						
12	Previous period / year figures have been re-grouped and/or re-arranged to conform with the current period.						
13	Pursuant to clause 41 of the Listing Agreement, the Company has opted to publish the consolidated financial results. The standalone financial results, however, are being made available to the Stock Exchanges where the securities of the Company are listed and are also being posted on the Company's website www.subex.com.						
<p><i>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 and success of investments.</i></p>							
						By Order of the Board	
Mumbai Date: 21st May, 2013						Surjeet Singh Managing Director & CEO	
<i>For further details on the results, please visit our website: www.subex.com</i>							

SUBEX LTD

Registered office: RMZ Ecoworld, Outer Ring Road, Devarabisanahalli, Bangalore - 560 037
Statement of Standalone Audited Results for the Quarter and Year Ended March 31, 2013

PART I		(Rs. In Lakhs except per share data)				
		STANDALONE				
		3 Months ended	Preceding 3 months ended	Corresponding 3 months ended	Year ended	Previous year ended
		31/03/2013	31/12/2012	31/03/2012	31/03/2013	31/03/2012
Particulars		Audited (Refer note 10)	Unaudited	Audited (Refer note 10)	Audited	Audited
1	Income From Operations					
(a)	Net Sales/ Income From Operations	6,942	7,737	8,132	26,556	32,901
	Total Income From Operations (Net)	6,942	7,737	8,132	26,556	32,901
2	Expenses					
(a)	Cost of Hardware, Software & Services	71	45	106	243	865
(b)	Employee Benefits Expense	1,402	1,604	1,717	6,532	7,892
(c)	Marketing and Allied Service Charges	2,627	3,372	3,296	12,354	11,223
(d)	Other Expenditure	865	904	1,158	3,388	4,222
(e)	Depreciation and Amortisation Expense	46	50	87	226	365
	Total Expenses	5,011	5,975	6,364	22,743	24,567
3	Profit From Operations before Other Income, Finance costs and Exceptional Items (1-2)	1,931	1,762	1,768	3,813	8,334
4	Other Income					
(a)	Miscellaneous Income	14	78	346	122	504
(b)	Exchange Fluctuation Gain/(Loss)-Net	(1,124)	356	224	(823)	498
5	Profit From Ordinary activities before Finance costs and Exceptional Items (3±4)	821	2,196	2,338	3,112	9,336
6	Finance Costs	1,457	1,353	1,045	4,905	4,039
7	Profit / (Loss) From Ordinary activities after Finance costs but before Exceptional Items (5±6)	(636)	843	1,293	(1,793)	5,297
8	Exceptional Items (Net Expense)(Refer Note 2)	-	-	334	1,664	5,093
9	Profit / (Loss) from Ordinary activities before Tax (7 ±8)	(636)	843	959	(3,457)	204
10	Tax Expense (Net)	-	-	(146)	-	(36)
11	Net Profit / (Loss) from Ordinary activities after Tax (9 ±10) (Refer Note 3)	(636)	843	1,105	(3,457)	240

12	Paid up Share Capital - Equity (Face value of Rs.10/-)	16,664	15,938	6,931	16,664	6,931
13	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					14,373
14	Earnings per share (before extraordinary items) (of Rs 10/- each) (not annualised in case of the interim periods):					
(a)	Basic	(0.39)	0.53	1.59	(2.54)	0.35
(b)	Diluted	(0.39)	0.47	1.59	(2.54)	0.35

PART II						
A PARTICULARS OF SHAREHOLDING						
1	Aggregate of Public shareholding:*					
	Number of shares	149,946,715	143,920,673	54,200,225	149,946,715	54,200,225
	Percentage of shareholding (to total shareholding)	90.65%	90.30%	78.20%	90.65%	78.20%
2	Promoters and promoter group shareholding					
(a)	Pledged/Encumbered					
	- Number of shares	8,474,044	8,474,044	7,601,801	8,474,044	7,601,801
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	93.83%	100.00%	93.83%
	- Percentage of shares (as a% of the total share capital of the company)	5.12%	5.32%	10.97%	5.12%	10.97%
(b)	Non-encumbered					
	- Number of Shares	-	-	500,000	-	500,000
	- Percentage of shares (as a% of the total shareholding of promoter and promoter group)	0.00%	0.00%	6.17%	0.00%	6.17%
	- Percentage of shares (as a % of the total share capital of the company)	0.00%	0.00%	0.72%	0.00%	0.72%

* Total public shareholding as defined under clause 40.A of the listing agreement (excludes underlying shares for GDRs)

Global Depository Receipts	3 Months ended 31/03/2013	Preceding 3 months ended 31/12/2012	Corresponding 3 months ended 31/03/2012	Year ended 31/03/2013	Previous year ended 31/03/2012
- Number of underlying Equity Shares	6,989,399	6,989,399	7,008,746	6,989,399	7,008,746
- Percentage of Share Holding	4.23%	4.38%	10.11%	4.23%	10.11%

Particulars	3 Months ended 31/03/2013
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed of during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

STATEMENT OF ASSETS AND LIABILITIES		Rs. In Lakhs	
		As At	As At
Particulars		31/03/2013	31/03/2012
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
(a)	Share capital	16,664	6,931
(b)	Reserves and Surplus	16,870	14,016
	Sub-total - Shareholders' funds	33,534	20,947
2	Non-current Liabilities		
(a)	Long-term Borrowings	49,155	-
(b)	Other Long-term Liabilities	518	-
(c)	Long-term Provisions	501	532
	Sub-total - Non-current liabilities	50,174	532
3	Current Liabilities		
(a)	Short-term Borrowings	16,551	10,894
(b)	Trade Payables - Other than acceptances	43,088	43,663
(c)	Other Current Liabilities	4,159	69,773
(d)	Short-term Provisions	43	63
	Sub-total - Current liabilities	63,841	124,393
	TOTAL - EQUITY AND LIABILITIES(1+2+3)	147,549	145,872
B	ASSETS		
1	Non-current Assets		
(a)	Fixed Assets	333	475
(b)	Non-current Investments	77,234	77,234
(c)	Deferred Tax Assets (net)	134	134
(d)	Long-term Loans & Advances	2,419	2,339
(e)	Other Non-current Assets	12,689	5
	Sub-total - Non-current assets	92,809	80,187
2	Current Assets		
(a)	Trade Receivables	51,708	59,681
(b)	Cash and Bank Balances	388	156
(c)	Short-term Loans & Advances	730	2,427
(d)	Other Current Assets	1,914	3,421
	Sub-total - Current assets	54,740	65,685
	TOTAL - ASSETS (1+2)	147,549	145,872

Notes :

1	The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 21, 2013.					
2	Exceptional items comprise -					Rs. In Lakhs
	Particulars	3 Months ended 31/03/2013	Preceding 3months ended 31/12/2012	Corresponding3 months ended 31/03/2012	Year ended 31/03/2013	Previous year ended 31/03/2012
		Audited (Refer note 10)	Unaudited	Audited (Refer note 10)	Audited	Audited
	Exchange Loss/(Gain) arising on restatement of Foreign Currency Convertible Bonds and inter company loans	-	-	334	-	5,308
	Reversal of stock compensation expenses recorded earlier pursuant to voluntary surrender of options by employees	-	-	-	-	(215)
	Exceptional Provision for Doubtful trade and other receivables*	-	-	-	1,664	-
	TOTAL	-	-	334	1,664	5,093
	*During the Year ended March 31, 2013, the Company carried out an assessment of its receivables and an amount of Rs. 1,664 lakhs has been provided towards doubtful receivables. Considering that the amount of provision towards doubtful receivables is significant and relevant in understanding the financial performance, it is disclosed separately under exceptional item.					
3	As permitted under the Proposal approved by the Hon'ble High Court of Karnataka, which was given effect in the year ending March 31, 2011, the Company transferred certain amounts standing to the credit of Capital Reserve to the Business Restructuring Reserve (BRR) and utilised the same for permitted utilisations as under. Had the Proposal not provided for the above accounting treatment :					
	(Rs. In Lakhs except per share data)					
	Particulars	3 Months ended 31/03/2013	Preceding 3months ended 31/12/2012	Corresponding3 months ended 31/03/2012	Year ended 31/03/2013	Previous year ended 31/03/2012
		Audited (Refer note 10)	Unaudited	Audited (Refer note 10)	Audited	Audited
	Revenue would have been lower by	-	-	-	206	-
	Loss under Exceptional items would have been higher by	-	-	2,575	1,112	2,575
	Net profit would have been lower by	-	-	2,575	1,318	2,575
	Earnings / (Loss) Per Share would have been					
	- Basic	(0.39)	0.53	(2.12)	(3.35)	(3.37)
	- Diluted	(0.39)	0.47	(2.12)	(3.35)	(3.37)
4	In view of the losses incurred by the Company during the year ended March 31, 2013, the excess of the managerial remuneration paid to the directors over the limits prescribed under Schedule XIII of the Companies Act, 1956 has been treated as monies due from the directors, being held by them in trust for the Company, and is included under 'Short-term loans and advances' amounting to Rs. 123.8 lakhs.					
5	Pursuant to the approval of the holders of "US\$ 180 Million 2% convertible unsecured bonds", [of which US\$ 39 Million was outstanding ("FCCBs I")] and "US\$ 98.7 Million 5% convertible unsecured bonds", [of which US\$ 54.8 was outstanding ("FCCBs II")], at their respective meetings held on July 5, 2012 and exchange offers received under the exchange offer memorandum dated June 13, 2012, holders of US\$ 38 Million out of FCCBs I and US\$ 53.4 Million out of FCCBs II offered their bonds for exchange. Consequently, secured bonds of US\$ 127.721 million ("FCCBs III") were issued with maturity date of July 7, 2017, having a conversion price of Rs.22.79 per equity share and coupon of 5.70% p.a. payable semi-annually on the outstanding bonds. In accordance with the terms of FCCBs III, principal amount of US\$ 36.321 Million were mandatorily converted into equity shares at the aforesaid conversion price in July 2012. The company has been legally advised that there is no tax incidence arising from the above restructuring. Further, the maturity period of the un-exchanged portion of FCCBs I of US\$ 1 Million and FCCBs II of US\$ 1.4 Million stands extended to March 9, 2017, with its other terms and conditions remaining unchanged.					
	The Company has issued 72,55,848 equity shares upon conversion of FCCBs of principal amount of US\$ 29,50,000 by the holder(s) of Company's US\$ 91.10 million 5.70% Convertible Secured Bonds. Post the conversion, FCCBs aggregating to US\$ 88.15 million are outstanding under the said Bonds.					
6	The Company has received a demand of service tax of Rs. 3607.60 lakhs and equivalent amount of penalties under the provisions of the Finance Act, 1994 along with the consequential interest, for the period from April, 2006 to July, 2009 towards service tax payable on import of certain services. The Company has filed an appeal contesting the demand before the Central Excise and Service Tax Appellate Tribunal (CESTAT), Bangalore. The company has also obtained a stay against the said demand on March 27, 2013. In view of the company, the demand is not sustainable. Further, the Company contends that in the event of the demand being upheld by the Appellate Authority, the Company is eligible to avail the service tax as input credit upon payment of the same.					
7	During the year, the Company has rescheduled the terms of repayment of dues from its subsidiary viz. Subex Americas Inc., amounting to Rs 15,599 lakhs of trade receivables and Rs. 1706.73 lakhs of advances. In the opinion of the management, considering the future operational plans and cash flows, the said dues are considered good and recoverable. Further, based on the management's assessment, there is no diminution, other than temporary, in the carrying value of its investment in the said subsidiary of Rs. 12,495.70 lakhs and accordingly, no provision is required to be made at this stage					
8	Segment results have not been disclosed in the Standalone results since the Company operates in only one Segment viz Products and Products related business.					
9	During the Quarter ended March 31, 2013, the Company has granted 15,500 options under its ESOP 2005 scheme.					
10	The figures of the last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.					
11	Previous period / year figures have been re-grouped and/or re-arranged to conform with the current period.					
	<i>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 and success of investments.</i>					
	By Order of the Board					
Mumbai						
Date: 21st May 2013						
	Surjeet Singh Managing Director & CEO					
	<i>For further details on the results, please visit our website: www.subex.com</i>					