

November 12, 2014

To

Singapore Exchange Securities Trading Limited
2 Shenton Way #19-00
SGX Centre 1
Singapore 068804

Dear Sirs,

Sub: Outcome of the Board Meeting held on November 12, 2014

Please be informed that the following important items was discussed and approved at the Board Meeting held on November 12, 2014

- Approval of the unaudited standalone and consolidated Financial Results of the Company for the quarter/ half year ended September 30, 2014

We request you to take the aforesaid notification on record.

For Subex Limited



Ganesh K V

Chief Financial Officer, Global Head – Legal & Company Secretary



SUBEX LTD

Registered office: RMZ, Iccoworld, Outer Ring Road, Devanahalli, Bangalore - 560 037
Statement of Consolidated Unaudited Results for the Quarter and six months ended September 30 2014

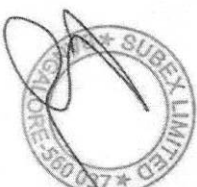
PART - I

(Rs in Lakhs except per share data)

Particulars	CONSOLIDATED					
	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1						
Income From Operations						
Net Sales/ Income From Operations	9,050	6,518	8,544	15,568	16,320	34,005
Total Income From Operations (Net)	9,050	6,518	8,544	15,568	16,320	34,005
2						
Expenses						
(a) Cost of Hardware, Software & Services	494	131	285	625	468	956
(b) Employee Benefits Expense and Sub-contract charges	4,279	4,206	4,576	8,485	8,568	17,929
(c) Depreciation and Amortisation Expense (Refer Note 9)	1,067	1,172	1,322	2,499	2,410	5,022
(d) Exchange Fluctuation (Gain)/Loss-Net	101	122	60	223	126	248
(e) Total Expenses	(343)	733	305	390	(786)	1,677
	6,458	6,964	6,821	13,422	12,054	27,703
3						
Profit / (Loss) From Operations before Other Income, Finance Costs and Exceptional Items (1+2)	2,592	(446)	1,723	2,146	4,266	6,302
4						
Other Income	1	11	40	12	47	450
5						
Profit / (Loss) From Ordinary Activities before Finance Costs and Exceptional Items (3+4)	2,593	(435)	1,763	2,158	4,313	6,752
6						
Finance Costs						
(a) Interest on FCCB (Refer Note 5c)	850	846	863	1,696	1,640	3,422
(b) Interest on Term Loan (Refer Note 8)	214	197	215	411	405	840
(c) Other Borrowing Cost	473	515	593	988	1,278	2,486
7						
Profit / (Loss) From Ordinary Activities after Finance Costs but before Exceptional Items (5+6)	1,056	(1,993)	92	(937)	990	4
8						
Exceptional Items (Net Expense) (Refer Note 2)	-	-	-	-	-	220
9						
Profit / (Loss) From Ordinary Activities before Tax (7+8)	1,056	(1,993)	92	(937)	990	(216)
10						
Tax Expense (Net)	94	67	(64)	161	93	945
11						
Net Profit / (Loss) From Ordinary Activities after Tax (9+10)	962	(2,060)	156	(1,098)	897	(1,161)



	Particulars	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
12	Paid up Share Capital - Equity (Face value of Rs. 10/-)	16,910	16,910	16,664	16,910	16,664	16,664
13	Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	698
14	Earnings / (Loss) per share (of Rs. 10/- each) (not annualised in case of the interim periods): Basic Diluted	0.57 0.57	(1.22) (1.22)	0.09 0.09	(0.65) (0.65)	0.54 0.54	(0.70) (0.70)
PART - II							
A	PARTICULARS OF SHAREHOLDING						
1	Aggregate of Public Shareholding* Number of shares (Refer note 5(b)) Percentage of holding (to total shareholding)	163,882,320 96.92%	162,382,320 96.03%	153,182,840 91.92%	163,882,320 96.92%	153,182,840 91.92%	158,366,608 95.04%
2	Promoters and promoter group (Refer Note 10) Shareholding a) Pledged / Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company) b) Non-encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company)	4,974,044 100.00% 2.94% - 0.00% 0.00%	4,974,044 76.83% 2.94% 1,500,000 23.17% 0.89%	6,474,044 100.00% 3.89% - 0.00% 0.00%	4,974,044 100.00% 2.94% - 0.00% 0.00%	6,474,044 100.00% 3.89% - 0.00% 0.00%	6,474,044 100.00% 3.89% - 0.00% 0.00%
* Total public shareholding as defined under clause 10.4 of the listing agreement (excludes underlying shares for GDRs)							
	Global Depository Receipts	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
	- Number of underlying Equity Shares	243,207	243,207	6,983,078	243,207	6,983,078	1,799,310
	- Percentage of Share Holding	0.14%	0.14%	4.19%	0.14%	4.19%	1.08%
Particulars							
B		Three months ended 30/09/2014					
INVESTOR COMPLAINTS							
Pending at the beginning of the quarter		Nil					
Received during the quarter		Nil					
Disposed off during the quarter		Nil					
Remaining unresolved at the end of the quarter		Nil					



STATEMENT OF ASSETS AND LIABILITIES

Particulars	(Rs. in Lakhs)	
	As At 30/09/2014 Unaudited	As At 31/03/2014 Audited
A		
EQUITY AND LIABILITIES		
1		
Shareholders' Funds	16,910	16,664
(a) Share Capital	(1,623)	698
(b) Reserves and Surplus	15,286	17,362
Sub-total - Shareholders' funds		
2		
Non-current Liabilities	59,311	60,245
(a) Long-term Borrowings	-	-
(b) Deferred Tax Liabilities (net)	8,268	5,546
(c) Other Long-term Liabilities	672	602
(d) Long-term Provisions	68,251	66,393
Sub-total - Non-current liabilities		
3		
Current Liabilities	17,441	16,016
(a) Short-term Borrowings	5,771	5,253
(b) Trade Payables - Other than Acceptances	3,378	4,061
(c) Other Current Liabilities	392	349
(d) Short-term Provisions	26,982	25,679
Sub-total - Current liabilities		
TOTAL - EQUITY AND LIABILITIES (1+2+3)	110,519	109,434
B		
ASSETS		
1		
Non-current Assets	702	598
(a) Fixed Assets	85,642	85,642
(b) Goodwill on Consolidation	-	-
(c) Deferred Tax Assets (Net)	2,455	2,412
(d) Long-term Loans & Advances	734	1,425
(e) Other Non-current Assets	89,533	90,077
Sub-total - Non-current assets		
2		
Current Assets	12,711	10,058
(a) Trade Receivables	2,954	4,793
(b) Cash and Bank Balances	1,236	949
(c) Short-term Loans & Advances	4,085	3,557
(d) Other Current Assets	20,986	19,357
Sub-total - Current assets		
TOTAL - ASSETS (1+2)	110,519	109,434



Notes:

1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on November 12, 2014. The Statutory Auditors have carried out a "limited Review" of the same.

2 Exceptional items comprise -

(Rs. in Lakhs)

Particulars	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
Exceptional Provision for Doubtful trade and other receivables#	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	-	-	-	-	-	220
TOTAL	-	-	-	-	-	220

Represents provisions relating to Services Segment discontinued with effect from 01.04.2013

3 Summary of key standalone financial results is as follows:

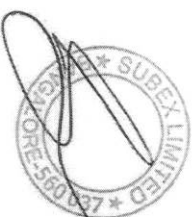
(Rs. in Lakhs)

Particulars	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
Net Sales/ Income from Operations	7,754	5,442	7,246	13,196	13,824	29,367
Profit / (Loss) from ordinary activities before tax	(492)	(2,020)	(442)	(2,512)	179	(2,806)
Profit / (Loss) from ordinary activities after tax	(521)	(2,029)	(14)	(2,550)	527	(2,953)

4 As permitted under the Proposal approved by the Hon'ble High Court of Karnataka, which was given effect in the year ended March 31, 2010, 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 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
Other Expenditure would have been higher by	-	-	81	-	81	81
Net (loss) / profit would have been (higher) / lower by	-	-	(81)	-	(81)	(81)
Earnings / (Loss) per share would have been	0.57	(1.22)	0.05	(0.65)	0.49	(0.75)
- Basic	0.57	(1.22)	0.05	(0.65)	0.49	(0.75)
- Diluted	0.57	(1.22)	0.05	(0.65)	0.49	(0.75)



5(a) Pursuant to the approval of the holders of "US\$ 180 Million 2% convertible unsecured bonds", [of which US\$ 54.8 Million was outstanding ("FCCBs I")], at their respective meetings held on July 05, 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 with a face value of US\$ 127.721 Million ("FCCBs III") were issued with maturity date of July 07, 2017, having an interest rate of 5.70% p.a. payable semi-annually, an exchange rate for conversion of Rs. 56.06/US\$ and an equity conversion price of Rs. 22.79 per equity share. In accordance with the terms of FCCBs III, principal amount of US\$ 36,521 Million were mandatorily converted into equity shares at the aforesaid conversion price on July 07, 2012. Further, pursuant to the approval of the Reserve Bank of India dated April 27, 2012 and requisite approvals of the bond holders, 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 09, 2017, with its other terms and conditions remaining unchanged.

5(b) During 2012-13 and the quarter ended June 30, 2014, FCCBs III with a face value of US\$ 3.25 Million and US\$ 1 Million, respectively, were converted into 79,93,931 and 24,59,609 equity shares, respectively. The conversion recorded during the prior quarter, has been intimated and updated by the Registrar on July 08, 2014. The face value of FCCBs outstanding as on September 30, 2014 are as follows:

Particulars	US\$ Million	Rs. in Lakhs
FCCB I	1.00	617
FCCB II	1.40	865
FCCB III	87.15	53,815
Total	89.55	55,297

5(c) At the bond holders meetings held on January 04, 2013, January 03, 2014 and July 04, 2014, gross interest on FCCBs III for the periods from July 2012 to June 2013, July 2013 to December 2013, January 2014 to June 2014 and July 2014 to January 2015 amounting to US\$ 5.60 Million, US\$ 2.85 Million \$ 2.82 Million and \$ 2.83 Million respectively, aggregating to US\$ 11.27 Million (Rs. 6,959 Lakhs) was deferred till redemption date of the said bonds, being July 07, 2017. Accordingly, interest on FCCBs III included under finance costs in the above results and as furnished here under is due for payment on July 07, 2017.

Particulars	Three Months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous Year ended 31/03/2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Interest on FCCBs III	831	833	763	1,664	1,611	3,006

6 During the year ended March 31, 2014, the Company had 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 was 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 was required to be recognized. The Company anticipates achieving its projections by March 31, 2015, and accordingly no provision is considered necessary as at Sep 30, 2014. This is a matter of emphasis in the Limited Review Report.

7 The Company has only single business segment with respect to software products and related services and hence has not made any additional segment disclosures.

8 Interest on term loan includes the below interest which is due to be paid in August/September 2016:

Particulars	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
Interest on Term Loan	67	163	112	230	218	408

9 Consequent to the applicability of the relevant provisions of the Companies Act, 2013, the Company has reassessed the useful lives of all the assets. This has resulted in change in the useful life of Computers and related equipment compared to the previous estimates. On account of the above, the depreciation for the half year and quarter ended September 30, 2014 is higher by Rs. 92 Lakhs and Rs. 41 Lakhs respectively. As per provision of Part C of Schedule II of the Companies Act, 2013 an amount of Rs. 9 Lakhs has been debited to the opening balance of the retained earnings as at April 01, 2014 towards the carrying amount of assets, where the remaining useful life of these assets is Nil.

10 Detail of Promoters and promoter group shareholding is as per reports furnished by the Registrar and Transfer Agents of the Company.

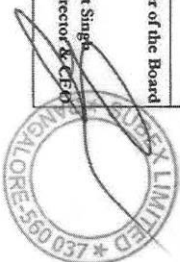
11 Previous period / year figures have been re-grouped and/or re-arranged to confirm with the current period.

12 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.

Mumbai
Date: 12th November, 2014

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

By Order of the Board
Surjeet Singh
Managing Director & CEO

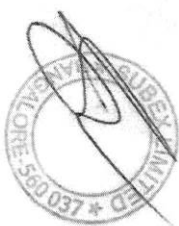


SUBEX LTD
Registered office: RMZ, Iccoworld, Outer Ring Road, Devanahalli, Bangalore - 560 037
Statement of Standalone Unaudited Results for the Quarter and Six months ended September 30 2014

PART I

(Rs. in Lakhs except per share data)

Particulars	STANDALONE					
	Three months ended	Preceding 3 months ended	Corresponding 3 months ended	For the half year ended	For the half year ended	Previous year ended
	30/09/2014 Unaudited	30/06/2014 Unaudited	30/09/2013 Unaudited	30/09/2014 Unaudited	30/09/2013 Unaudited	31/03/2014 Audited
1 Income from Operations	7,754	5,442	7,246	13,196	13,824	29,367
Net Sales/ Income from Operations						
2 Total Income from Operations (Net)	7,754	5,442	7,246	13,196	13,824	29,367
Expenses						
(a) Cost of Hardware, Software & Services	375	2	199	377	235	390
(b) Employee Benefits Expense	1,798	1,868	1,602	3,666	3,181	6,561
(c) Marketing and Allied Service Charges	3,010	3,013	3,470	6,023	6,371	12,823
(d) Other Expenditure	1,541	1,102	1,339	2,643	2,487	4,643
(e) Depreciation and Amortisation Expense (Refer Note 7)	68	67	40	135	83	161
(f) Exchange Fluctuation (Gain)/Loss-Net	194	378	(325)	572	(1,474)	572
Total Expenses	6,986	6,439	6,225	13,416	10,883	25,180
3 Profit/(Loss) From Operations before Other Income, Finance Costs and Exceptional Items (1-2)	768	(988)	921	(220)	2,941	4,217
4 Other Income	44	305	74	349	119	303
5 Profit/(Loss) From Ordinary Activities before Finance Costs and Exceptional Items (3+4)	812	(683)	995	129	3,060	4,520
6 Finance Costs						
(a) Interest on F/CB (Refer Note 4c)	850	846	863	1,696	1,640	3,422
(b) Other Borrowing Costs	454	491	574	945	1,241	2,407
7 Profit / (Loss) From Ordinary Activities after Finance Costs but before Exceptional Items (5+6)	(492)	(2,020)	(442)	(2,512)	179	(1,309)
8 Exceptional Items (Net Expense)(Refer Note 2)						1,497
9 Profit / (Loss) from Ordinary Activities before Tax (7+8)	(492)	(2,020)	(442)	(2,512)	179	(2,806)
10 Tax Expense (Net) (Refer Note 8)	29	9	(428)	38	(348)	147
11 Net Profit / (Loss) from Ordinary Activities after Tax (9+10)	(321)	(2,029)	(14)	(2,550)	527	(2,933)

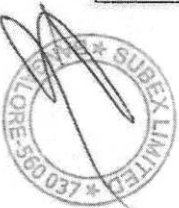


STATEMENT OF ASSETS AND LIABILITIES

Particulars	(Rs in Lakhs)	
	As At 30/09/2014	As At 31/03/2014
	Unaudited	Audited
A EQUITY AND LIABILITIES		
1 Shareholders' Funds		
(a) Share Capital	16,910	16,664
(b) Reserves and Surplus	7,898	10,720
	24,808	27,384
Sub-total - Shareholders' funds		
2 Non-current Liabilities		
(b) Deferred Tax Liabilities (net)	34,253	34,253
(c) Other Long-term Liabilities	7,548	5,075
(d) Long-term Provisions	672	602
	63,517	59,930
Sub-total - Non-current liabilities		
3 Current Liabilities		
(a) Short-term Borrowings	14,045	14,817
(b) Trade Payables - Other than Acceptances	57,446	51,447
(c) Other Current Liabilities	1,501	2,318
(d) Short-term Provisions	63	8
	73,055	68,590
Sub-total - Current liabilities		
TOTAL - EQUITY AND LIABILITIES(1+2+3)	161,380	155,904
B ASSETS		
1 Non-current Assets		
(a) Fixed Assets	495	316
(b) Non-current Investments	77,234	77,234
(c) Deferred Tax Assets (Net)	2,514	2,472
(d) Long-term Loans & Advances	14,960	16,794
(e) Other Non-current Assets	95,203	96,816
Sub-total - Non-current assets		
2 Current Assets		
(a) Trade Receivables	64,180	56,989
(b) Cash and Bank Balances	459	86
(c) Short-term Loans & Advances	813	557
(d) Other Current Assets	725	1,456
	66,177	59,088
Sub-total - Current assets		
TOTAL - ASSETS (1+2)	161,380	155,904



Particulars	Three months ended		Preceding 3 months ended		Corresponding 3 months ended		For the half year ended		For the half year ended		Previous year ended	
	30/09/2014	Unaudited	30/06/2014	Unaudited	30/09/2013	Unaudited	30/09/2014	Unaudited	30/09/2013	Unaudited	31/03/2014	Audited
12 Paid Up Share Capital - Equity (Face value of Rs 10/-)	16,910		16,910		16,664		16,910		16,664		16,664	
13 Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year											10,720	
14 Earnings/(Loss) per share (of Rs 10/- each) (not annualised in case of the interim periods):												
(a) Basic	(0.31)		(1.20)		(0.01)		(1.52)		0.32		(1.77)	
(b) Diluted	(0.31)		(1.20)		(0.01)		(1.52)		0.32		(1.77)	
PART II												
A PARTICULARS OF SHAREHOLDING												
1 Aggregate of Public shareholding* (Refer Note 4(c))												
Number of shares	163,882,320		162,382,320		153,182,840		163,882,320		153,182,840		158,366,608	
Percentage of shareholding (to total shareholding)	96.92%		96.03%		91.92%		96.92%		91.92%		95.04%	
2 Promoters and promoter group shareholding (Refer Note 9)												
(a) Pledged/Encumbered	4,974,044		4,974,044		6,474,044		4,974,044		6,474,044		6,474,044	
- Number of shares	100.00%		76.83%		100.00%		100.00%		100.00%		100.00%	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	2.94%		2.94%		3.89%		2.94%		3.89%		3.89%	
(b) Non-encumbered												
- Number of shares			1,500,000									
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00%		23.17%		0.00%		0.00%		0.00%		0.00%	
- Percentage of shares (as a % of the total share capital of the Company)	0.00%		0.89%		0.00%		0.00%		0.00%		0.00%	
* Total public shareholding as defined under clause 40.4 of the listing agreement (Excludes underlying shares for GDRs)												
B Global Depository Receipts												
Number of underlying Equity Shares	243,207		243,207		6,983,078		243,207		6,983,078		1,799,310	
Percentage of Share Holding	0.14%		0.14%		4.19%		0.14%		4.19%		1.08%	
Particulars												
INVESTOR COMPLAINTS												
Pending at the beginning of the quarter		Nil										
Received during the quarter		Nil										
Disposed off during the quarter		Nil										
Remaining unresolved at the end of the quarter		Nil										



Notes:

1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on November 12, 2014. The Statutory Auditors have carried out a "limited Review" of the same.

2 Exceptional items comprise -

Particulars	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Exceptional Provision for Doubtful trade and other receivables*	-	-	-	-	-	-
TOTAL	-	-	-	-	-	1,497

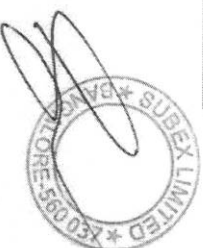
*During the Year ended March 31, 2014, the Company carried out an assessment of its receivables and an amount of Rs. 1,497 Lakhs was provided towards certain doubtful receivables. Considering that the amount of provision towards doubtful receivables was significant and relevant in understanding the financial performance, it has been disclosed separately under exceptional item.

3 As permitted under the Proposal approved by the Honble High Court of Karnataka, which was given effect in the year ended March 31, 2010, 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. I had the Proposal not provided for the above accounting treatment:

(Rs. in Lakhs except per share data)

Particulars	Three months ended 30/09/2014	Preceding 3 months ended 30/06/2014	Corresponding 3 months ended 30/09/2013	For the half year ended 30/09/2014	For the half year ended 30/09/2013	Previous year ended 31/03/2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Other Expenditure would have been higher by	-	-	(81)	-	(81)	(81)
Net (Loss) / Profit would have been (Higher) / lower by	-	-	(81)	-	(81)	(81)
Earnings / (Loss) per share would have been						
- Basic	(0.31)	(1.20)	(0.06)	(1.52)	0.27	(1.77)
- Diluted	(0.31)	(1.20)	(0.06)	(1.52)	0.27	(1.77)

4(a) 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\$ 54.3 Million 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 with a face value of US\$ 127.721 Million ("FCCBs III") were issued with maturity date of July 07, 2017, having an interest rate of 5.70% p.a. payable semi-annually, an exchange rate for conversion of Rs. 56.06/US\$ and an equity conversion price of Rs. 22.79 per equity share. 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 on July 07, 2012. Further, pursuant to the approval of the Reserve Bank of India dated April 27, 2012 and requisite approvals of the bond holders, 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 09, 2017, with its other terms and conditions remaining unchanged.



4(b) During 2012-13 and the quarter ended June 30, 2014, FCCB's III with a face value of US\$ 3.25 Million and US\$ 1 Million, respectively, were converted into 79,93,931 and 24,59,609 equity shares, respectively. The conversion recorded during the prior quarter, has been intimated and updated by the Registrar on July 08, 2014. The face value of FCCB's outstanding as on September 30, 2014 are as follows:

Particulars	US\$ Million	Rs. in Lakhs
FCCB I	1.00	617
FCCB II	1.40	865
FCCB III	87.15	53,815
Total	89.55	55,297

4(c) At the bond holders meetings held on January 04, 2013, January 03, 2014 and July 04, 2014, gross interest on FCCB III for the periods from July 2012, June 2013, July 2013, December 2013, January 2014, June 2014 and July 2014, amounting to US\$ 5.60 Million, US\$ 2.85 Million, US\$ 2.82 Million and \$2.83 Million respectively, aggregating to US\$ 11.27 Million (Rs. 6,959 Lakhs) was deferred till redemption date of the said bonds, being, July 07, 2017. Accordingly, interest on FCCB's III included under finance costs in the above results and as furnished here under is due for payment on July 07, 2017.

Particulars	Three Months ended	Preceding 3 months ended	Corresponding 3 months ended	For the half year ended	For the half year ended	Previous Year ended
	30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
Interest on FCCB's III	831	833	763	1,664	1,611	3,006

(Rs. in Lakhs)

5 The Company had rescheduled the terms of repayment of dues from its subsidiary viz. Subex Americas Inc. in March 31, 2014 and had balances amounting to Rs. 14,524 Lakhs of trade receivables and Rs. 1,831 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. 12,49% Lakhs and accordingly, no provision is required to be made at this stage. This is a matter of emphasis in the Limited Review Report.

6 The Company operates in only one segment viz products and products' related business hence segment results have not been disclosed in the Standalone results.

7 Consequent to the applicability of the relevant provisions of the Companies Act, 2013, the Company has reassessed the useful lives of all the assets. This has resulted in change in the useful life of Computers and related equipment compared to the previous estimates. On account of the above, the depreciation for the half year and quarter ended September 30, 2014 is higher by Rs. 51 Lakhs and Rs. 26 Lakhs respectively. As per provision of Part C of Schedule II of the Companies Act, 2013 an amount of Rs. 9 Lakhs has been debited to the opening balance of the retained earnings as at April 01, 2014 towards the carrying amount of assets, where the remaining useful life of these assets is Nil.

8 Tax expense includes a charge of Rs. 174 Lakhs for the year ended March 31, 2014 and Nil for the quarter and half year ended September 2014 and September 2013, respectively, pertaining to prior years.

9 Detail of Promoters and promoter group shareholding is as per the reports furnished by the Registrar and Transfer Agents of the Company.

10 Previous period / year figures have been re-grouped and/or re-arranged to conform with the current period.

By Order of the Board

Mumbai
Date: 12th November, 2014

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

Saurabh Singh
Managing Director & CEO

