

# S. JANARDHAN & ASSOCIATES

## CHARTERED ACCOUNTANTS

VIJAY BHATIA, B.com., F.C.A.,  
BALAKRISHNA S.BHAT, H.com., F.C.A.,  
B. ANAND, B.Sc., F.C.A.,

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### REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results (standalone) of M/s. Kavveri Telecom Products Limited, Bangalore for the quarter ended September 30, 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 to material misstatement. Our 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 review conducted 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 recognized 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.

for S.JANARDHAN & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm Regn. No.005310S

PLACE: BANGALORE  
DATE : 14.11.2012

  
(B. ANAND)  
PARTNER

Membership No.029146



Kavveri Telecom Products Limited

Regd. Office: #31 - 36, I main, II stage, Arkere MICO Layout, Bannerghatta Road, Bangalore - 76

Un-audited Financial Results (Standalone & Consolidated) for the Second Quarter and Half Year Ended 30.09.2012

(Rupees in Lakhs)

Particulars	Standalone						Consolidated		
	Quarter ended	Quarter ended	Quarter ended	Half year ended	Half year ended	Year ended	Quarter ended	Half year ended	Year ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012	30.09.2012	30.09.2012	31.03.2012
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited	Un-audited	Un-audited	Audited
1 a) Net Sales/Income from Operations	7,496.40	8,569.33	8,216.63	16,065.73	16,274.08	33,403.39	12,781.39	23,974.31	45,428.19
b) Other Operating Income	-	-	262.82	-	265.23	-	433.33	450.78	-
<b>Total</b>	<b>7,496.40</b>	<b>8,569.33</b>	<b>8,479.45</b>	<b>16,065.73</b>	<b>16,539.31</b>	<b>33,403.39</b>	<b>13,214.72</b>	<b>24,425.09</b>	<b>45,428.19</b>
2 Expenditure									
a) (Increase)/Decrease inventories of Finished goods, WIP & Stock in Trade	3,619.72	(3,428.87)	2,961.83	190.85	3,481.78	1,164.49	3,527.27	(149.28)	758.70
b) Raw Material consumed & Purchases Stock-in-Trade	2,703.05	10,366.01	3,062.26	13,069.06	8,732.64	24,521.76	3,558.61	15,181.14	31,721.31
c) Employees Cost	217.74	218.36	209.39	436.10	380.14	909.72	1,029.92	1,765.28	2,855.62
e) Depreciation & amortisation expense	127.09	123.11	109.04	250.20	216.65	399.99	303.12	571.44	918.50
f) Other Expenditure	234.46	233.94	251.83	468.40	352.57	1,336.07	3,184.53	4,090.18	3,111.28
<b>Total</b>	<b>6,902.06</b>	<b>7,512.55</b>	<b>6,594.35</b>	<b>14,414.61</b>	<b>13,163.78</b>	<b>28,332.03</b>	<b>11,603.45</b>	<b>21,458.76</b>	<b>39,365.41</b>
3 Profit from Operations before other Income, Finance Costs & Exceptional Items (1-2)	594.34	1,056.78	1,885.10	1,651.12	3,375.53	5,071.36	1,611.27	2,966.33	6,062.77
4 Other Income	141.17	1,140.14	22.82	1,281.31	45.58	1,626.71	141.57	1,666.05	1,873.13
5 Profit from Operations before Finance Costs & Exceptional Items (3+4)	735.51	2,196.92	1,907.92	2,932.43	3,421.11	6,698.07	1,752.84	4,632.38	7,935.90
6 Finance Costs	389.32	321.56	302.60	710.88	575.66	1,267.41	695.01	1,472.27	1,477.99
7 Profit after finance Cost but before Exceptional Items (5-6)	346.19	1,875.36	1,605.32	2,221.55	2,845.45	5,430.67	1,057.83	3,160.11	6,457.91
8 Exceptional Items	-	-	-	-	-	19.88	-	-	26.65
9 Profit from Ordinary Activities before tax (7-8)	346.19	1,875.36	1,605.32	2,221.55	2,845.45	5,410.78	1,057.83	3,160.11	6,431.26
8 Tax expense	130.28	726.18	568.84	856.46	971.64	1,287.95	135.50	865.92	1,587.23
9 Net Profit from ordinary activities after tax (7-8)	<b>215.91</b>	<b>1,149.18</b>	<b>1,036.48</b>	<b>1,365.09</b>	<b>1,873.81</b>	<b>4,122.83</b>	<b>922.33</b>	<b>2,294.19</b>	<b>4,844.02</b>
10 Extraordinary Items (Net of tax expense)	-	-	-	-	-	-	-	-	-
11 Minority Interest	-	-	-	-	-	-	(44.72)	(61.23)	35.75
11 Net Profit for the period (9-10)	<b>215.91</b>	<b>1,149.18</b>	<b>1,036.48</b>	<b>1,365.09</b>	<b>1,873.81</b>	<b>4,122.83</b>	<b>967.05</b>	<b>2,355.42</b>	<b>4,808.28</b>
12 Paid-up Equity Share Capital (Face Value per share Rs.10/-)	2,012.43	2,012.43	1,686.90	2,012.43	1,686.90	2,012.43	2,012.43	2,012.43	2,012.43
Reserves as per balance sheet of previous accounting year	-	-	-	-	-	23,812.25	-	-	28,547.32
12 Earnings per share before/after Extraordinary items for the period, for the year to date and for the previous year (Not annualized)									
Basic EPS	1.07	5.71	6.32	6.78	11.42	23.09	4.81	11.70	26.93
Diluted EPS (in Rs)	1.07	5.71	5.83	6.78	10.53	23.05	4.81	11.70	26.88
Diluted EPS (in Rs)- post allotment of warrants **	1.07	-	-	6.77	-	-	4.80	11.38	-
17 Public Shareholding									
a) Number of shares	14,596,914	13,653,687	10,598,407	14,596,914	10,598,407	13,653,687	14,596,914	14,596,914	13,653,687
b) Percentage of shareholding	72.53%	67.85%	62.83%	72.53%	62.83%	67.85%	72.53%	72.53%	67.85%
18 Promoters and promoter group shareholding									
a) Pledged / encumbered	2,513,000	2,166,000	1,320,000	2,513,000	1,320,000	2,286,000	2,513,000	2,513,000	2,286,000
- Percentage of shares (As a % of the total shareholding of promoter & promoter group)	45.46%	33.47%	21.05%	45.46%	21.05%	35.33%	45.46%	45.46%	35.33%
- Percentage of shares (As a % of the total share capital of the company)	12.49%	10.76%	7.83%	12.49%	7.83%	11.36%	12.49%	12.49%	11.36%
b) Non encumbered									
- Number of shares	3,014,346	4,304,573	4,950,573	3,014,346	4,950,573	4,184,573	3,014,346	3,014,346	4,184,573
- Percentage of shares (As a % of the total shareholding of promoter & promoter group)	54.54%	66.53%	78.95%	54.54%	78.95%	64.67%	54.54%	54.54%	64.67%
- Percentage of shares (As a % of the total share capital of the company)	14.98%	21.39%	29.35%	14.98%	29.35%	20.79%	14.98%	14.98%	20.79%



Managing Director

## Statement of Assets and Liabilities:

(Rupees in Lakhs)

Particulars	Standalone		Consolidated	
	Unaudited	Audited	Unaudited	Audited
	As on 30.09.2012	As on 31.03.2012	As on 30.09.2012	As on 31.03.2012
<b>A) EQUITY AND LIABILITIES</b>				
<b>Shareholders' Funds</b>				
(a) Share Capital	2,012.43	2,012.43	2,012.43	2,012.43
(c) Reserves and Surplus	25,772.07	23,812.25	30,872.70	28,547.32
<b>Share application money pending allotment</b>	795.50	-	838.60	43.10
<b>Minority Interest</b>			79.87	141.10
<b>Non-Current Liabilities</b>				
a) Long-Term borrowings	80.65	55.83	8,715.24	7,072.39
b) Deferred tax liabilities (Net)	899.59	763.91	1,209.59	1,073.91
c) Other Long term liabilities		-	1,709.64	580.70
d) Long -term provisions	2,328.80	2,923.67	2,335.69	2,932.02
<b>Current Liabilities</b>				
a) Short- term borrowings	6,851.20	6,337.75	9,034.21	6,665.65
b) Trade payables	13,088.81	3,649.92	15,097.04	5,028.50
c) Other current liabilities	607.59	461.96	3,994.75	4,122.23
d) Short-term provisions	3,380.13	3,332.70	3,521.44	3,459.70
<b>Total</b>	<b>55,816.77</b>	<b>43,350.42</b>	<b>79,421.20</b>	<b>61,679.05</b>
<b>B) ASSETS</b>				
<b>Non-Current assets</b>				
a) Fixed Assets	5,010.32	5,043.31	22,834.27	22,225.78
Goodwill on Consolidation		-	3,972.57	3,972.57
b) Non-current Investments	5,382.50	4,885.71	-	-
c) Deferred tax assets (Net)		-	-	-
d) Long -term loans and advances	8,271.10	10,014.70	1,896.01	340.47
e) Other non-current assets	1,209.56	1,222.98	1,593.20	1,724.93
<b>Current Assets</b>				
a) current Investments		-	-	-
b) Inventories	9,845.72	5,838.31	13,205.25	7,796.06
c) Trade receivables	16,247.30	9,956.34	24,609.16	17,420.90
d) Cash and Bank balances	46.16	313.53	350.55	682.32
e) Short -term loans and advances	9,671.37	5,966.73	10,827.45	7,407.21
f) Other Current assets	132.74	108.81	132.74	108.81
<b>Total</b>	<b>55,816.77</b>	<b>43,350.42</b>	<b>79,421.20</b>	<b>61,679.05</b>

## Notes:

- The above results were reviewed and recommended by the Audit Committee and were subjected to a Limited review by the Statutory auditors of the company and taken on record by the Board of Directors of the company in their meeting held on 14th November 2012.
- The details of Investors complaints received and resolved for the quarter ending 30.09.2012

Pending at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Remaining unresolved at the end of quarter
NIL	NIL	NIL	NIL

- The Company's operations are predominantly manufacturing of wire less sub systems which constitute a single segment and hence segment-wise reporting is not applicable.
- The above consolidated results represent results of Kavveri Telecom Products Limited and its subsidiaries i.e.M/s.Kavveri Telecom Infrastructure Ltd., M/s.Eaicom India Pvt.Ltd., M/s.Kavveri Technologies Asia Pte.Ltd.Singapore, M/s Kavveri Technologies Inc, Canada, M/s.Kavveri Telcom Espana,Spain, and M/s.Kavveri Technologies Americas Inc.
- \*\* On 15th October 2012, 60000 warrants have been issued to non promoter directors. Accordingly the post dilution EPS prior to conversion of warrants for standalone & consolidated has been given above.
- The previous period / year figures have been regrouped wherever necessary

BANGALORE  
14.11.2012

For Kavveri Telecom Products Limited

By order of the Board

C.Shivakumar Reddy  
Managing Director

Managing Director

