

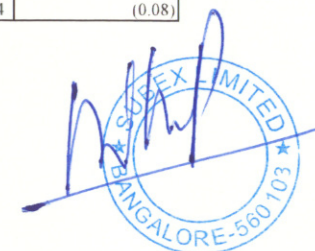
SUBEX LIMITED

Registered office: Pritech Park - SEZ, Block-09, 4th Floor, B Wing, Survey No. 51-64/4, Outer ring road, Bellandur Village, Varthur Hobli, Bengaluru -560 103

Statement of Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2022

(₹ in Lakhs)

Particulars	Quarter ended			Year to date figures for the nine months ended		Year ended
	December 31, 2022	September 30, 2022	December 31, 2021	December 31, 2022	December 31, 2021	March 31, 2022
	Unaudited	Unaudited	Unaudited (Refer note 5)	Unaudited (Refer note 5)	Unaudited (Refer note 5)	Audited (Refer note 5)
Income						
1 Revenue from operations	7,019	7,442	2,078	22,404	5,206	6,836
2 Other income	44	91	2	176	4	6
3 Total income (1+2)	7,063	7,533	2,080	22,580	5,210	6,842
Expenses						
Employee benefits expense	2,981	3,014	1,078	9,160	3,239	4,293
Finance costs	71	73	3	165	9	12
Depreciation and amortization expense	329	325	41	857	124	163
Share of loss from Limited Liability Partnerships (net) (Refer note 3)	713	872	491	1,893	475	1,273
Other expenses	3,363	4,356	558	13,113	1,136	1,548
4 Total expenses	7,457	8,640	2,171	25,188	4,983	7,289
5 Net profit/ (loss) before tax (3-4)	(394)	(1,107)	(91)	(2,608)	227	(447)
6 Tax expense, net						
Current tax charge/ (Reversal)	115	(41)	65	183	116	141
MAT credit entitlement/ (Reversal)	(115)	41	(65)	(183)	(116)	(141)
Provision - foreign income taxes	101	-	-	101	-	-
Deferred tax credit (Refer note 5)	-	-	-	(1,153)	-	-
Total tax expense	101	-	-	(1,052)	-	-
7 Net profit/ (loss) for the period/ year (5-6)	(495)	(1,107)	(91)	(1,556)	227	(447)
8 Other comprehensive (loss)/ income, net of tax expense						
Items that will not be reclassified subsequently to profit or loss						
Re-measurement (loss)/ gain on defined benefits plan	-	-	(8)	(1)	(25)	(3)
9 Total comprehensive income/ (loss) for the period/ year (7+8)	(495)	(1,107)	(99)	(1,557)	202	(450)
10 Paid up equity share capital [face value of ₹ 5 (March 31, 2022: ₹ 5)]	28,100	28,100	28,100	28,100	28,100	28,100
11 Other equity	-	-	-	-	-	20,826
12 Earnings/ (Loss) per share (of ₹ 5/- each) (not annualised in case of the interim periods)						
- Basic	(0.09)	(0.20)	(0.02)	(0.28)	0.04	(0.08)
- Diluted	(0.09)	(0.20)	(0.02)	(0.28)	0.04	(0.08)



Notes:

1

The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on February 03, 2023.

2

The financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (“Ind AS”) prescribed under section 133 of the Companies Act, 2013, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

3

Share of (loss)/ profit from Limited Liability Partnerships are as follows:

(₹ in Lakhs)

Particulars	Quarter ended			Year to date figures for the Nine months ended		Year ended
	December 31, 2022	September 30, 2022	December 31, 2021	December 31, 2022	December 31, 2021	March 31, 2022
	Unaudited	Unaudited	Unaudited (Refer note 5)	Unaudited (Refer note 5)	Unaudited (Refer note 5)	Audited (Refer note 5)
Share of profit/(loss) from Subex Assurance LLP	(208)	42	188	(44)	1,588	1,353
Share of loss from Subex Digital LLP	(505)	(914)	(679)	(1,849)	(2,063)	(2,626)
Total	(713)	(872)	(491)	(1,893)	(475)	(1,273)

The Company has presented share of profit and share of loss from Limited Liability Partnerships (‘LLP’) on net basis as the management considers the net income/expense to be its return on investment in LLP.

4

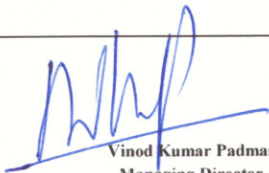
The Company is engaged in the business of software products and related services, which are monitored as a single segment by the Chief Operating Decision Maker, accordingly, these, in the context of Ind AS 108 on Operating Segments Reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosures.

5

Pursuant to approval of the Board of Directors and Shareholders of the Company for restructuring of the business, effective April 1, 2022, business carried out by Subex Assurance LLP, wholly owned subsidiary, was transferred to the Company on a ‘going concern’ basis excluding Developed Technology & related research and development unit and Investment in subsidiaries for an aggregate consideration of ₹ 9,229 Lakhs. The aforesaid restructuring was being carried out to achieve higher operational efficiencies upon integration and consolidation of business in the listed entity. Accordingly, the figures of current quarter are not comparable with previous comparative periods. Consequent to the aforesaid restructuring, management recognised deferred tax assets of ₹ 1,147 Lakhs, being reasonably certain that sufficient future taxable profits would be available to utilise these deferred tax assets in near future. In respect of remaining unused tax losses, management would reassess and recognise when its probable that taxable profits would be available against which such tax losses can be recognised.

Place: Bengaluru

Date: February 03, 2023



Vinod Kumar Padmanabhan
Managing Director & CEO

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



SUBEX LIMITED

Registered office: Pritech Park - SEZ, Block-09, 4th Floor, B Wing, Survey No. 51-64/4, Outer ring road, Bellandur Village, Varthur Hobli, Bengaluru -560 103

Statement of Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2022

(₹ in Lakhs)

Particulars	Quarter ended			Year to date figures for the nine months ended		Year ended
	December 31, 2022	September 30, 2022	December 31, 2021	December 31, 2022	December 31, 2021	March 31, 2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Revenue from operations	7,366	7,450	8,774	23,142	25,464	33,344
2 Other income (Refer note 6)	81	98	69	444	837	1,037
3 Total income (1+2)	7,447	7,548	8,843	23,586	26,301	34,381
Expenses						
Employee benefits expense (Refer note 4)	4,743	5,203	5,488	15,102	16,037	21,449
Finance costs	76	82	88	186	162	194
Depreciation and amortization expense	381	375	252	1,017	740	988
Other expenses	2,114	2,216	2,483	7,429	6,014	8,381
4 Total expenses	7,314	7,876	8,311	23,734	22,953	31,012
5 Net profit/(loss) before tax (3-4)	133	(328)	532	(148)	3,348	3,369
6 Tax expense, net						
Current tax charge/ (reversal)	124	(21)	160	224	416	251
MAT credit entitlement/ (Reversal)	(115)	41	(65)	(183)	(116)	(141)
Provision - foreign income taxes	484	144	281	763	508	593
Deferred tax charge/(credit) (Refer note 7)	108	(2)	(52)	(548)	502	567
Total tax expense	601	162	324	256	1,310	1,270
7 Net profit/(loss) for the period/ year (5-6)	(468)	(490)	208	(404)	2,038	2,099
8 Other comprehensive income/ (loss) net of tax expense						
<i>Items that will be reclassified subsequently to profit or loss:</i>						
Net exchange differences gain/(loss) on translation of foreign operations	138	169	(54)	607	63	267
<i>Items that will not be reclassified subsequently to profit or loss:</i>						
Re-measurement (loss)/ gain on defined benefit plan	16	38	(35)	38	(105)	(64)
Total other comprehensive income/ (loss)	154	207	(89)	645	(42)	203
9 Total comprehensive income/ (loss) for the period/ year (7+8)	(314)	(283)	119	241	1,996	2,302
10 Paid up equity share capital [face value of ₹ 5 (March 31, 2022: ₹ 5)]	28,100	28,100	28,100	28,100	28,100	28,100
11 Other equity	-	-	-	-	-	28,267
12 Earnings/ (Loss) per share (of ₹ 5/- each) (not annualised in case of the interim periods)						
- Basic	(0.08)	(0.09)	0.04	(0.07)	0.37	0.38
- Diluted	(0.08)	(0.09)	0.04	(0.07)	0.37	0.38



Notes:

1

The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on February 03, 2023.

2

The financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

3

The financial results of Subex Limited (Standalone information):

(₹ in Lakhs)

Particulars	Quarter ended			Year to date figures for the nine months ended		Year ended
	December 31, 2022	September 30, 2022	December 31, 2021	December 31, 2022	December 31, 2021	March 31, 2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Total income	7,063	7,533	2,080	22,580	5,210	6,842
Net profit/ (loss) before tax	(394)	(1,107)	(91)	(2,608)	227	(447)
Net profit/ (loss) for the period/ year	(495)	(1,107)	(91)	(1,556)	227	(447)
Total comprehensive income/ (loss) for the period/ year	(495)	(1,107)	(99)	(1,557)	202	(450)

4

Employee benefits expenses for the quarters ended December 31, 2022, September 30, 2022, and December 30, 2021 are net of reversal of provision no longer required, in respect of employee incentives relating to sales and delivery commissions, amounting to ₹ 153 Lakhs, ₹ ₹ 100 Lakhs and ₹ 184 Lakhs, respectively, and for the nine months ended December 31, 2022 and December 31, 2021 amounting to ₹ 278 Lakhs and ₹ 786 Lakhs, respectively and for the year ended March 31, 2022 amounting to ₹ 786 lakhs.

5

The Group is engaged in the business of software products and related services, which are monitored as a single segment by the Chief Operating Decision Maker, accordingly, these, in the context of Ind AS 108 on Operating Segments Reporting are considered to constitute one segment and hence the Group has not made any additional segment disclosures.

6

The US Federal government in the wake of COVID 19 pandemic provided support to business through Paycheck Protection Program (PPP). Subex Inc. obtained a benefit under this scheme for ₹600 Lakhs during May 2020. During the nine months period ended December 31, 2021, Subex Inc. obtained complete waiver of the loan amount from Small Business Administration, United States government agency and accordingly the loan and interest accrued thereon was recognised as other income.

7

Pursuant to approval of the Board of Directors and Shareholders of the Company for restructuring of the business, effective April 1, 2022, business carried out by Subex Assurance LLP, wholly owned subsidiary, was transferred to the Company on a 'going concern' basis excluding Developed Technology & related research and development unit and investment in subsidiaries for an aggregate consideration of ₹ 9,229 Lakhs. The aforesaid restructuring was being carried out to achieve higher operational efficiencies upon integration and consolidation of business in the listed entity. Consequent to the aforesaid restructuring during the quarter ended June 30, 2022, the management recognised deferred tax assets of ₹ 702 Lakhs, being reasonably certain that sufficient future taxable profits would be available to utilise these deferred tax assets. In respect of remaining unused tax losses, management would reassess and recognise when its probable that taxable profits would be available against which such tax losses can be recognised.

Place: Bengaluru

Date: February 03, 2023

Vinod Kumar Padmanabhan

Managing Director & CEO

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

