MOSCHIP SEMICONDUCTOR TECHNOLOGY LIMITED

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31 MARCH 2014

(Rs. In Lakhs)

		3 Months Ended	Previous 3 Months Ended	Corresponding 3 Months Ended in the Previous Year	Year ended 31 March	
		31.03.2014	31.12.2013	31.03.2013	2014	2013
		Audited	UnAudited	Audited	Audited	Audited
1	Net Sales/Income from Operations (Excluding Inter.co. Revenue)	358.85	115.89	516.73	761.77	979.23
2	Other Income	2.45	2.38	1.81	9.00	4.67
3	**Total Income (1+2)**	**361.30**	**118.27**	**518.54**	**770.77**	**983.90**
4	Expenditure					
	a. Increase/ decrease in stock in trade and work in progress	2.24	1.52	8.97	34.32	(0.04)
	b. Consumption of raw materials	0.00	0.00	0.00	0.00	0.00
	c. Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
	d. Employee cost	158.62	211.03	284.77	890.65	1,089.71
	e. Depreciation	8.23	9.08	12.33	36.48	56.94
	f. Other expenditure	170.70	265.19	156.93	536.19	568.79
	g.Total	339.79	486.82	463.00	1,497.64	1,715.40
5	Interest	46.59	38.84	32.95	150.80	69.69
6	Exceptional items	22.56	5.86	0.26	31.01	13.72
7	**Profit Before (+) / Loss (-) from Ordinary Activities before tax (3)-(4+5+6)**	**(47.64)**	**(413.25)**	**22.33**	**(908.68)**	**(814.91)**
8	Tax Expense	0.00	0.00	0.00	0.00	0.00
9	**Net Profit (+) / Loss (-) from Ordinary Activities after tax (7-8)**	**(47.64)**	**(413.25)**	**22.33**	**(908.68)**	**(814.91)**
10	Extraordinary / Prior Period Items	87.51	(16.33)	623.62	71.18	623.62
11	**Net Profit (+) / Loss (-) for the period (9-10)**	**(135.15)**	**(396.92)**	**(601.29)**	**(979.86)**	**(1,438.53)**
12	Paid-up equity share Capital (Face value Rs. 10/- each)	4,603.55	4,603.55	4,603.55	4,603.55	4,603.55
13	Reserves excluding revaluation reserves	NA	NA	NA	NA	NA
14	Earnings Per Share (Not Annualised) Rs.					
	a) Before Extraordinary and Prior Period Items					
	Basic	(0.10)	(0.90)	0.05	(1.97)	(1.77)
	Diluted	(0.10)	(0.90)	0.05	(1.97)	(1.77)
	a) After Extraordinary and Prior Period Items					
	Basic	(0.29)	(0.86)	(1.31)	(2.13)	(3.12)
	Diluted	(0.29)	(0.86)	(1.31)	(2.13)	(3.12)
15	Public shareholding					
	No. of Shares	37,566,049	37,566,049	37,566,049	37,566,049	37,566,049
	% of Shareholding	81.60%	81.60%	81.60%	81.60%	81.60%
16	Promoters and Promoter group shareholding					
	a) Pledged/Encumbered					
	- Number of Shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of Share (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered					
	- Number of Shares	8,469,468	8,469,468	8,469,468	8,469,468	8,469,468
	- Percentage of shares (as a % of the total shareholding of promoter and promober group)	100	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the company)	18.40%	18.40%	18.40%	18.40%	18.40%

Notes:

The above results are after consolidating the results of the Company with its wholly owned subsidiaries MosChip Semiconductor Technology,USA & Moschip Semiconductor Technology PTE Ltd., Singapore

Gokhale & Co. * Hyderabad * Chartered Accountants

Statement of Assets and Liabilities (Consolidated)

Amount in Rs.

	Particulars	As at 31.03.2014 Audited	As at 31.03.2013 Audited
A	EQUITY AND LIABILITIES		
1	**Shareholders' funds**		
	(a) Share capital	460,355,170	460,355,170
	(b) Reserves and surplus	(523,093,327)	(436,938,575)
	Sub-total - Shareholders' funds	**(62,738,157)**	**23,416,595**
2	**Non-current liabilities**		
	(a) Long-term provisions	8,853,007	8,514,783
	Sub-total - Non-current liabilities	**8,853,007**	**8,514,783**
3	**Current liabilities**		
	(a) Short-term borrowings	129,191,499	94,431,970
	(b) Trade payables	26,702,294	8,702,172
	(c) Short-term provisions	45,329,142	13,232,284
	Sub-total - Current liabilities	**201,222,935**	**116,366,427**
	TOTAL - EQUITY AND LIABILITIES	**147,337,785**	**148,297,805**
B	ASSETS		
1	**Non-current assets**		
	(a) Fixed assets	21,612,993	26,895,852
	(b) Long-term loans and advances	5,055,668	6,140,252
	Sub-total - Non-current assets	**26,668,661**	**33,036,104**
2	**Current assets**		
	(a) Inventories	48,725,869	40,583,193
	(b) Trade receivables	32,251,820	47,254,905
	(c) Cash and cash equivalents	13,961,325	13,340,114
	(d) Short-term loans and advances	25,730,110	14,083,489
	Sub-total - Current assets	**120,669,124**	**115,261,701**
	TOTAL - ASSETS	**147,337,785**	**148,297,805**

AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31 MARCH 2014

(Rs. In Lakhs)

		3 Months Ended	Previous 3 Months Ended	Corresponding 3 Months Ended in the Previous Year	Year ended 31 March	
		31.03.2014	31.12.2013	31.03.2013	2014	2013
		Audited	UnAudited	Audited	Audited	Audited
1	Net Sales/Income from Operations	350.16	109.65	408.81	696.33	1,222.79
2	Other Income	2.44	2.38	1.80	8.95	4.66
3	**Total Income (1+2)**	**352.60**	**112.03**	**410.61**	**705.28**	**1,227.45**
4	Expenditure					
	a. Increase/ decrease in stock in trade and work in progress	0.00	0.00	0.00	0.00	0.00
	b. Consumption of raw materials	0.00	0.00	0.00	0.00	0.00
	c. Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
	d. Employee cost	149.45	203.11	242.30	837.36	895.87
	e. Depreciation	8.19	9.04	12.16	36.07	56.20
	f. Other expenditure	161.63	108.40	110.15	333.77	335.93
	g.Total	319.27	320.56	364.61	1,207.19	1,288.00
5	Interest	43.81	36.06	28.07	138.76	62.20
6	Exceptional items	22.56	5.86	0.26	29.11	6.17
7	**Profit Before (+) / Loss (-) from Ordinary Activities before tax (3)-(4+5+6)**	**(33.04)**	**(250.45)**	**17.67**	**(669.78)**	**(128.92)**
8	Tax Expense	0.00	0.00	0.00	0.00	0.00
9	**Net Profit (+) / Loss (-) from Ordinary Activities after tax (7-8)**	**(33.04)**	**(250.45)**	**17.67**	**(669.78)**	**(128.92)**
10	Extraordinary / Prior Period Items	87.51	0.00	623.62	87.51	623.62
11	**Net Profit (+) / Loss (-) for the period (9-10)**	**(120.55)**	**(250.45)**	**(605.96)**	**(757.29)**	**(752.54)**
12	Paid-up equity share Capital (Face value Rs. 10/- each)	4,603.55	4,603.55	4,603.55	4,603.55	4,603.55
13	Reserves excluding revaluation reserves	NA	NA	NA	NA	NA
14	Earnings Per Share (Not Annualised) Rs.					
	a) Before Extraordinary and Prior Period Items					
	Basic	(0.07)	(0.54)	0.04	(1.45)	(0.28)
	Diluted	(0.07)	(0.54)	0.04	(1.45)	(0.28)
	a) After Extraordinary and Prior Period Items					
	Basic	(0.26)	(0.54)	(1.32)	(1.65)	(1.63)
	Diluted	(0.26)	(0.54)	(1.32)	(1.65)	(1.63)
15	Public shareholding					
	No. of Shares	37,566,049	37,566,049	37,566,049	37,566,049	37,566,049
	% of Shareholding	81.60%	81.60%	81.60%	81.60%	81.60%
16	Promoters and Promoter group shareholding					
	a) Pledged/Encumbered					
	- Number of Shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of Share (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered					
	- Number of Shares	8,469,468	8,469,468	8,469,468	8,469,468	8,469,468
	- Percentage of shares (as a % of the total shareholding of promoter and promober group)	100	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the company)	18.40%	18.40%	18.40%	18.40%	18.40%

Statement of Assets and Liabilities (Standalone)

Amount in Rs.

	Particulars	As at 31.03.2014 Audited	As at 31.03.2013 Audited
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' funds**		
	(a) Share capital	460,355,170	460,355,170
	(b) Reserves and surplus	(500,579,382)	(424,850,835)
	Sub-total - Shareholders' funds	**(40,224,212)**	**35,504,335**
2	**Non-current liabilities**		
	(a) Long-term provisions	8,619,038	8,166,026
	Sub-total - Non-current liabilities	**8,619,038**	**8,166,026**
3	**Current liabilities**		
	(a) Short-term borrowings	140,308,667	110,065,589
	(b) Trade payables	22,058,942	2,669,530
	(c) Short-term provisions	37,306,224	5,861,641
	Sub-total - Current liabilities	**199,673,833**	**118,596,760**
	TOTAL - EQUITY AND LIABILITIES	**168,068,659**	**162,267,121**
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed assets	21,447,405	26,444,086
	(b) Non Current Investments	956,989	11,852,843
	(c) Long-term loans and advances	4,319,500	5,304,814
	Sub-total - Non-current assets	**26,723,894**	**43,601,743**
2	**Current assets**		
	(a) Inventories	6,208,086	-
	(a) Trade receivables	98,946,343	96,137,901
	(b) Cash and cash equivalents	13,454,726	11,259,542
	(c) Short-term loans and advances	22,735,610	11,267,935
	Sub-total - Current assets	**141,344,765**	**118,665,378**
	TOTAL - ASSETS	**168,068,659**	**162,267,121**

Notes:

1) The extraordinary Item in consolidated results for the quarter ended 31.03.2014 consist of Impairment loss on Goodwill of Rs.86.13 Lakhs pertaining to the invesment made by Moschip India in its 100% wholly owned Subsidiary of Moschip USA. This impairment loss was due to changes in underlying business conditions of Moschip USA.

2) The extraordinary Item in Standalone results for the quarter ended 31.03.2014 consist of Rs.86.13 Lakhs towards diminution to the carrying cost of investment in Moschip USA which is 100% subsidiary of Moschip India This diminution loss was due to changes in underlying business conditions of Moschip USA.

3) The Company's business activity falls within a single primary business segment i.e., software development and product sales and hence furnishing of segment wise revenue, results and capital employed is not applicable.

4) Details of investor's complaints/requests for the quarter ended 31 March 2014: Opening Balance : Nil ; Received during the quarter: Nil; Disposed off during the quarter: Nil; Pending at the end of the quarter: Nil.

5) The above Audited results were reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 29 May 2014.

6) The Statutory Auditors have audited the results of the Company for the year ended 31 March 2014. The results of Moschip, USA (WOS) and MosChip,Singapore (WOS) audited by their local auditors for the year ended 31 March 2014.

7) Previous quarter/year figures have been regrouped / reclassified wherever necessary.

Hyderabad
29-May-14

K Ramachandra Reddy
Chairman&CEO

For Gokhale & Co
Chartered Accountants

Chandrashekhar Gokhale
Partner

Gokhale & Co. Hyderabad Chartered Accountants