GOKHALE & CO

Chartered Accountants
3-6-322, Off No 403, Mahavir House, Basheerbagh, Hyderabad 500 029
Ph Nos 2322 1167 2322 8874 email: gokhaleandco@gmail.com

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of **Moschip Semiconductor Technology Limited,** for the third quarter ended 31-12-2015. 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 Engagements (SRE) 2410 'Review of Interim Financial Information performed by the Independent Auditor of the entity' 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 of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedures applied to financial data and thus provides 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 stated above nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the Accounting Standards specified under Section 133 of The Companies Act, 2013 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Gokhale & Co
Chartered Accountants
FRN 000942S

Chandrashekhar Gokhale
Partner
M No 023839

Gokhale & Co. Hyderabad Chartered Accountants

February 11, 2016

MOSCHIP SEMICONDUCTOR TECHNOLOGY LIMITED

Regd Office : Plot No.83 & 84, 2nd Floor, Punniah Plaza, Road No.2,Banjara Hills, Hyderabad - 500 034

Ph: 040-66229292 Fax: 040-66229393

CIN: L31909TG1999PLC032184

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31 DECEMBER 2015

(Rs. In Lakhs)

		3 Months Ended	Previous 3 Months Ended	Corresponding 3 Months Ended in the Previous Year	Nine months ended 31 December		Year ended 31 March
		31.12.2015	30.09.2015	31.12.2014	2015	2014	2015
		UnAudited	UnAudited	UnAudited	Unaudited	Unaudited	Audited
1	Net Sales/Income from Operations (Excluding Inter.co. Revenue)	136.40	133.52	120.98	372.21	340.87	599.40
2	Other Income	2.91	6.26	2.19	11.99	6.80	21.41
3	**Total Income (1+2)**	**139.31**	**139.78**	**123.17**	**384.20**	**347.67**	**620.81**
4	Expenditure						
	a. Increase/ decrease in stock in trade and work in progress	1.23	1.59	4.06	3.20	10.85	11.14
	b. Consumption of raw materials	0.00	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	0.00
	d. Employee cost	156.16	145.25	109.62	421.15	292.81	469.40
	e. Depreciation	4.61	4.58	10.46	13.79	42.72	40.16
	f. Other expenditure	70.22	86.02	94.85	247.61	273.64	368 47
	g.Total	232.22	237.44	218.99	685.75	620.02	889.17
5	Interest	81.37	81.70	60.14	227.93	163.60	224.80
6	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
7	**Profit Before (+) / Loss (-) from Ordinary Activities before tax (3)-(4+5+6)**	**(174.28)**	**(179.36)**	**(155.96)**	**(529.48)**	**(435.95)**	**(493.16)**
8	Tax Expense	0.00	0.00	0.00	0.00	0.00	0.00
9	**Net Profit (+) / Loss (-) from Ordinary Activities after tax (7-8)**	**(174.28)**	**(179.36)**	**(155.96)**	**(529.48)**	**(435.95)**	**(493.16)**
10	Extraordinary / Prior Period Items	0.53	25.28	0.00	25.80	(15.81)	(29.22)
11	**Net Profit (+) / Loss (-) for the period (9-10)**	**(174.81)**	**(204.64)**	**(155.96)**	**(555.28)**	**(420.14)**	**(463.94)**
12	Paid-up equity share Capital (Face value Rs. 2/- each)	920.71	920.71	4,603.55	920.71	4,603.55	920.71
13	Reserves excluding revaluation reserves	NA	NA	NA	NA	NA	1,694.48
14	Earnings Per Share (Not Annualised) Rs.						
	a) Before Extraordinary and Prior Period Items						
	Basic	(0.38)	(0.39)	(0.34)	(1.15)	(0.95)	(1.07)
	Diluted	(0.38)	(0.39)	(0.34)	(1.15)	(0.95)	(1.07)
	a) After Extraordinary and Prior Period Items						
	Basic	(0.38)	(0.44)	(0.34)	(1.21)	(0.91)	(1.01)
	Diluted	(0.38)	(0.44)	(0.34)	(1.21)	(0.91)	(1.01)
15	Public shareholding						
	No. of Shares	375.52	375.52	375.66	375.52	375.66	375.66
	% of Shareholding	81.57%	81.57%	81.60%	81.57%	81.60%	81.60%
16	Promoters and Promoter group shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of Share (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	- Number of Shares	84.84	84.84	84.69	84.84	84.69	84.69
	- Percentage of shares (as a % of the total shareholding of promoter and promober group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	18.43%	18.43%	18.40%	18.43%	18.40%	18.40%

Notes:

The above results are after consolidating the results of the Company with its wholly owned subsidiary MosChip Semiconductor Technology,USA

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31 DECEMBER 2015

(Rs. In Lakhs)

		3 Months Ended	Previous 3 Months Ended	Corresponding 3 Months Ended in the Previous Year	Nine months ended 31 December		Year ended 31 March
		31.12.2015	30.09.2015	31.12.2014	2015	2014	2015
		UnAudited	UnAudited	UnAudited	Unaudited	Unaudited	Audited
1	Net Sales/Income from Operations	128.29	129.81	113.27	359.60	323.27	578.66
2	Other Income	2.91	6.26	2.18	11.99	6.80	9.33
3	**Total Income (1+2)**	**131.20**	**136.07**	**115.45**	**371.59**	**330.07**	**587.99**
4	Expenditure						
	a. Increase/ decrease in stock in trade and work in progress	0.00	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	0.00
	c. Purchase of traded goods	0.00	0.00	0.00	0.00	0.00	0.00
	d. Employee cost	149.55	138.99	100.38	402.83	268.43	439.46
	e. Depreciation	4.56	4.54	10.42	13.66	42.60	40.00
	f. Other expenditure	64.82	80.87	88.64	232.97	254.57	349.21
	g.Total	218.93	224.40	199.44	649.46	565.60	828.67
5	Interest	78.41	78.78	57.35	219.23	155.40	213.84
6	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
7	**Profit Before (+) / Loss (-) from Ordinary Activities before tax (3)-(4+5+6)**	**(166.14)**	**(167.11)**	**(141.34)**	**(497.10)**	**(390.93)**	**(454.52)**
8	Tax Expense	0.00	0.00	0.00	0.00	0.00	0.00
9	**Net Profit (+) / Loss (-) from Ordinary Activities after tax (7-8)**	**(166.14)**	**(167.11)**	**(141.34)**	**(497.10)**	**(390.93)**	**(454.52)**
10	Extraordinary / Prior Period Items	0.53	25.28	0.00	25.80	(0.35)	(0.35)
11	**Net Profit (+) / Loss (-) for the period (9-10)**	**(166.67)**	**(192.39)**	**(141.34)**	**(522.90)**	**(390.58)**	**(454.17)**
12	Paid-up equity share Capital (Face value Rs. 2/- each)	920.71	920.71	4,603.55	920.71	4,603.55	920.71
13	Reserves excluding revaluation reserves	NA	NA	NA	NA	NA	66.81
14	Earnings Per Share (Not Annualised) Rs.						
	a) Before Extraordinary and Prior Period Items						
	Basic	(0.36)	(0.36)	(0.31)	(1.08)	(0.85)	(0.99)
	Diluted	(0.36)	(0.36)	(0.31)	(1.08)	(0.85)	(0.99)
	a) After Extraordinary and Prior Period Items						
	Basic	(0.36)	(0.42)	(0.31)	(1.14)	(0.85)	(0.99)
	Diluted	(0.36)	(0.42)	(0.31)	(1.14)	(0.85)	(0.99)
15	Public shareholding						
	No. of Shares	375.52	375.52	375.66	375.52	375.66	375.66
	% of Shareholding	81.57%	81.57%	81.60%	81.57%	81.60%	81.60%
16	Promoters and Promoter group shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	Nil	Nii	Nil	Nil	Nil	Nil
	- Percentage of Share (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	- Number of Shares	84.84	84.84	84.69	84.84	84.69	84.69
	- Percentage of shares (as a % of the total shareholding of promoter and promober group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	18.43%	18.43%	18.40%	18.43%	18.40%	18.40%

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31 DECEMBER 2015

(Rs. In Lakhs)

		3 Months Ended	Previous 3 Months Ended	Corresponding 3 Months Ended in the Previous Year	Nine months ended 31 December		Year ended 31 March
		31.12.2015	30.09.2015	31.12.2014	2015	2014	2015
		UnAudited	UnAudited	UnAudited	Unaudited	Unaudited	Audited
1	Net Sales/Income from Operations	128.29	129.81	113.27	359.60	323.27	578.66
2	Other Income	2.91	6.26	2.18	11.99	6.80	9.33
3	**Total Income (1+2)**	**131.20**	**136.07**	**115.45**	**371.59**	**330.07**	**587.99**
4	Expenditure						
	a. Increase/ decrease in stock in trade and work in progress	0.00	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	0.00
	c. Purchase of traded goods	0.00	0.00	0.00	0.00	0.00	0.00
	d. Employee cost	149.55	138.99	100.38	402.83	268.43	439.46
	e. Depreciation	4.56	4.54	10.42	13.66	42.60	40.00
	f. Other expenditure	64.82	80.87	88.64	232.97	254.57	349.21
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5	Interest	78.41	78.78	57.35	219.23	155.40	213.84
6	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
7	**Profit Before (+) / Loss (-) from Ordinary Activities before tax (3)-(4+5+6)**	**(166.14)**	**(167.11)**	**(141.34)**	**(497.10)**	**(390.93)**	**(454.52)**
8	Tax Expense	0.00	0.00	0.00	0.00	0.00	0.00
9	**Net Profit (+) / Loss (-) from Ordinary Activities after tax (7-8)**	**(166.14)**	**(167.11)**	**(141.34)**	**(497.10)**	**(390.93)**	**(454.52)**
10	Extraordinary / Prior Period Items	0.53	25.28	0.00	25.80	(0.35)	(0.35)
11	**Net Profit (+) / Loss (-) for the period (9-10)**	**(166.67)**	**(192.39)**	**(141.34)**	**(522.90)**	**(390.58)**	**(454.17)**
12	Paid-up equity share Capital (Face value Rs. 2/- each)	920.71	920.71	4,603.55	920.71	4,603.55	920.71
13	Reserves excluding revaluation reserves	NA	NA	NA	NA	NA	66.81
14	Earnings Per Share (Not Annualised) Rs.						
	a) Before Extraordinary and Prior Period Items						
	Basic	(0.36)	(0.36)	(0.31)	(1.08)	(0.85)	(0.99)
	Diluted	(0.36)	(0.36)	(0.31)	(1.08)	(0.85)	(0.99)
	a) After Extraordinary and Prior Period Items						
	Basic	(0.36)	(0.42)	(0.31)	(1.14)	(0.85)	(0.99)
	Diluted	(0.36)	(0.42)	(0.31)	(1.14)	(0.85)	(0.99)
15	Public shareholding						
	No. of Shares	375.52	375.52	375.66	375.52	375.66	375.66
	% of Shareholding	81.57%	81.57%	81.60%	81.57%	81.60%	81.60%
16	Promoters and Promoter group shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	Nil	Nii	Nil	Nil	Nil	Nil
	- Percentage of Share (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	- Number of Shares	84.84	84.84	84.69	84.84	84.69	84.69
	- Percentage of shares (as a % of the total shareholding of promoter and promober group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	18.43%	18.43%	18.40%	18.43%	18.40%	18.40%

Notes:

1) 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.

2) Details of investor's complaints/requests for the quarter ended 31 December 2015: Opening Balance : Nil ; Received during the quarter:Nil; Disposed off during the quarter:Nil; Pending at the end of the quarter: Nil.

3) During the quarter ending Mar'15 the Company has received approval for Capital Reduction Scheme from High Court of Judicature at Hyderabad for the State of Telangana and for the State of Andhra Pradesh. Under this Scheme the Company reduced Face Value of it's equity shares from 10/- to Rs.2/- per share. After the reduction, the paid up share capital stands at Rs. 92,071,034/- divided into 46,035,517 equity shares of Rs.2/- each fully paid up. The reduction in share capital amounting to Rs 368,284,136/- and the balance standing in the share premium account of Rs 666,633,920/- has been used to set off accumulated losses to the extent of Rs 1,034,918,056.

4) The above Unaudited results were reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 11 February 2016.

5) The Statutory Auditors have carried out a limited review of the Un-audited financial results of the Company (Standalone) for the quarter ended 31 December 2015.

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

Hyderabad
11-Feb-16

K Ramachandra Reddy
Chairman&CEO

For Gokhale & Co
Chartered Accountants,

Chandrashekhar Gokhale
Partner

Gokhale & Co. Hyderabad Chartered Accountants