

KRONE COMMUNICATIONS LIMITED
10 (C), II PHASE, PEENYA, BANGALORE 560 058

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED APRIL 30, 2005

Sl. No.	Particulars	Quarter Ended 30.04.2005 (1)	Half year Ended 30.04.2005 (2)	(Rs. In Lakhs)
				Financial Year Ended 31.10.2004 (Audited) (3)
1	Net Sales / Income from Operations	1,919	3,149	3,759
2	Other Income	75	130	190
	Total Income	1,994	3,279	3,949
3	Total Expenditure			
	a. (Increase) / decrease in stock	(14)	(18)	(7)
	b. Consumption of raw materials	1,354	2,185	2,416
	c. Staff cost	193	307	355
	d. Other expenditure	157	301	534
4	Interest	1	2	4
5	Depreciation	32	60	92
6	Profit before Tax	271	442	555
7	Provision for tax			
	- Current Tax	112	165	179
	- Deferred Tax	(3)	11	(9)
	- Adjustment of earlier period	(5)	10	27
8	Net Profit	167	256	358
9	Paid-up Equity Share Capital (face value of each share - Rs.10/-)	460	460	460
10	Reserves	N.A.	N.A.	2,419
11	Basic and diluted EPS for the period, for the year to date and for the previous year (Rs. Per Share)	3.63	5.57	7.78
12	Aggregate of Non-Promoter Shareholding			
	Number of Shares	1743033	1743033	1748000
	Percentage of Shareholding	37.89%	37.89%	38.00%

Notes :

- 1 The above results were taken on record by the Board at its meeting held on May 27, 2005.
- 2 A limited review of the financial results of the quarter ended 30th April 2005 has been carried out by the Statutory Auditors of the company pursuant to Clause 41 of the Listing Agreement.
- 3 In view of changed accounting year (November - October) of the Company, the results for the quarter is for the period February 01, 2005 to April 30, 2005.
- 4 Since the months comprising the 2nd quarter and the six months of previous year are different from that of this year, the same are not comparable with the current quarter and six months results and hence not published.
- 5 Net Sales / Income from operations is exclusive of excise duty.
- 6 Information on investor complaints for the quarter - (Nos.): Opening balance-0, New-9, Disposals-9, Closing Balance-0.
- 7 Previous financial year ended figures are regrouped/reclassified in line with the current period.

By Order of the Board

Place : Bangalore
Date : May 27, 2005

Director

Segment wise Revenue, Results and Capital Employed

(Rs. In Lakhs)

Sl. No.	Particulars	For the Quarter ended 30.04.2005 (1)	Half year ended 30.04.2005 (2)	Financial Year Ended
				31.10.2004 (Audited) (3)
1	Segment Revenue			
	a. Telecommunication	1,363	2,106	2,690
	b. IT - Networking	556	1,043	1,069
	Total	1,919	3,149	3,759
	Less : Inter segment revenue	-	-	-
	Net sales / income from operations	1,919	3,149	3,759
2	Segment Profit / (Loss) before Tax and Interest			
	a. Telecommunication	217	308	470
	b. IT - Networking	49	124	62
	Total	266	432	532
	Add/(Less) : a. Interest	9	18	52
	b. Other un-allocable expenditure net off un-allocable income	(4)	(8)	(29)
	Total Profit Before Tax	271	442	555
3	Capital Employed			
	a. Telecommunication	1,742	1,742	1,602
	b. IT - Networking	396	396	423
	c. Unallocable	997	997	854
	Total	3,135	3,135	2,879

Notes :

- 1 Capital Employed - Unallocable amount represents assets/liabilities used interchangeably between segments.

By Order of the Board

Place : Bangalore
Date : May 27, 2005

Director