

KRONE COMMUNICATIONS LIMITED
10©, II PHASE, PEENYA, BANGALORE 560 058

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2003

Sl. No.	Particulars	/ RS. IN LAKHS /				Previous Accounting Year ended 31.12.2002 (Audited)
		3rd Quarter Ended		Nine Months Ended		
		30.09.2003	30.09.2002	30.09.2003	30.09.2002	
		(1)	(2)	(3)	(4)	(5)
1	Net Sales / Income from Operations	878	948	4,822	3,730	5,624
2	Other Income	47	42	132	123	204
	Total Income	925	990	4,954	3,853	5,828
3	Total Expenditure					
	a. (Increase) / decrease in stock	33	(91)	40	(49)	28
	b. Consumption of raw materials	512	685	3,142	2,303	3,457
	c. Staff cost	95	81	309	243	357
	d. Excise duty	59	64	426	346	523
	d. Other expenditure	179	140	470	504	694
4	Interest	1	-	2	1	1
5	Depreciation	27	23	73	69	94
6	Profit before Tax	19	88	492	436	674
7	Provision for tax					
	- Current Tax	12	36	185	149	258
	- Deferred Tax	(8)	(2)	(8)	21	(18)
8	Net Profit	15	54	315	266	434
9	Paid-up Equity Share Capital (face value of each share - Rs.10/-)	460	460	460	460	460
10	Reserves	N.A	N.A	N.A	N.A	3,203
11	Basic and diluted EPS for the period, for the year to date and for the previous year	0.33	1.17	6.85	5.78	9.44
12	Aggregate of Non-Promoter Shareholding					
	Numbers of Shares			1,748,000	1,748,000	1,748,000
	Percentage of Shareholding			38%	38%	38%

Notes

- 1 Net Sales / Income from operations is inclusive of excise duty.
- 2 A limited review of the financial results of the quarter ended 30th September 2003 has been carried out by the Statutory Auditors of the company pursuant to Clause 41 of the Listing Agreement.
- 3 The above results were taken on record by the board at its meeting held on October 20, 2003
- 4 The figures of the previous year/periods have been regrouped/reclassified, wherever necessary.
- 5 Information on investor complaints for the quarter-(Nos.): Opening balance-2, New-25, Disposals-27, Closing Balance-0.

By Order of the Board

Place : Bangalore
Date : 20th October, 2003

DIRECTOR

Segment wise Revenue, Results and Capital Employed

/ RS. IN LAKHS /

Sl. No.	Particulars	Qtr Ended 30.09.2003	Qtr Ended 30.09.2002	Nine Months Ended 30.09.2003	Nine Months Ended 30.09.2002	Year Ended 31.12.2002
1	Segment Revenue					
	a. Telecommunication	603	713	4,075	3,197	4,723
	b. IT - Networking	275	235	747	533	901
	Total	878	948	4,822	3,730	5,624
	Less : Inter segment revenue	-	-	-	-	-
	Net sales / income from operations	878	948	4,822	3,730	5,624
2	Segment Profit / (Loss) before Tax and Interest					
	a. Telecommunication	(17)	80	453	394	559
	b. IT - Networking	26	(2)	1	5	57
	Total	9	78	454	399	616
	Add/(Less) : a. Interest	17	15	52	47	79
	b. Other un-allocable expenditure net off un-allocable income	(7)	(5)	(14)	(10)	(21)
	Total Profit Before Tax	19	88	492	436	674
3	Capital Employed					
	a. Telecommunication	1,491	1,786	1,491	1,786	1,846
	b. IT - Networking	290	261	290	261	393
	c. Unallocable	2,213	1,605	2,213	1,605	1,448
	Total	3,994	3,652	3,994	3,652	3,687

Notes :

- 1 Capital Employed - Unallocable amount represents assets/liabilities used interchangeably between segments
- 2 The figures of the previous year/periods have been regrouped/reclassified, wherever necessary.

By Order of the Board

Place : Bangalore

Date : 20th October, 2003

DIRECTOR