KERNEX MICROSYSTEMS (INDIA) LTD.

(An ISO 9001-2015 Certified Company)

CIN : L30007TG1991PLC013211
Tel : +91 8414-667600
Fax : +91 8414-667695
email : kernex@kernex.in
Website : www.kernex.in

CERTIFIED ISO 9001 UKAS MANAGEMENT SYSTEMS 001

Registered Office :
"TECHNOPOLIS", Plot Nos : 38-41,
Hardware Technology Park,
TSIIC Layout, Raviryal (V),
Hyderabad – 501 510. Telangana, India.

KMIL/SE/Q1/26-27/052 13th August 2026

To	To
The Listing / Compliance Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001	The Listing / Compliance Department National Stock Exchange of India Ltd Plot No. C/1, G Block, Exchange Plaza, Bandra – Kurla Complex, Bandra (E), Mumbai – 400 051
BSE Scrip Code: 532686	**NSE Symbol: KERNEX**

Sir / Madam,

Ref: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')
Sub: Outcome of the Board Meeting

Pursuant to Regulation 30 read with Part A of Schedule III, of the SEBI (LODR) Regulations, 2015, we hereby inform you that the Board of Directors of the Company at its meeting held on 13th August 2026, had, *inter-alia* transacted the following items of the business:

i) Approved the Un-Audited Standalone and Consolidated Financial Results of the Company for the first quarter ended 30th June 2026.
ii) Took note of the Limited Review Report on un-audited Standalone and Consolidated Financial Results of the Company for the first quarter ended 30th June t 2026 as required under Regulation 33 of SEBI (LODR) Regulations, 2015.
iii) Approved the re-appointment of Mr. Badari Narayana Raju Manthena (DIN:07992925) as a Whole Time Director for further period of three years w.e.f. 2nd September 2026
iv) Approved the re-appointment of Mr. Sitarama Raju Manthena (DIN:08576273) as a Whole Time Director for further period of three years w.e.f. 2nd September 2026
v) Approved the Directors report along with Management Discussion and Analysis, Corporate Governance Report and other relevant annexures forming part of the report.

The details required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September 2015 is given in Annexure A for the appointees mentioned in (iii) and (iv).

The aforesaid Board Meeting commenced at 09:45 A.M. and concluded at 11:50 A.M.

Kindly take the above information on record and acknowledge.

Thanking you,

Yours faithfully,
For Kernex Microsystems (India) Limited

Prasada Rao Kalluri
Company secretary

KERNEX MICROSYSTEMS (INDIA) LTD. *HYD*

Annexure A

Disclosures required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read along with SEBI Circular CIR/ CFD/CMD/ 4/ 2015 dated 9 September 2015 and other disclosures:

1. Re-Appointment of Mr. Badari Narayana Raju Manthena (DIN: 07993925) as a Whole-Time Director of the Company

Name and DIN	Mr. Badari Narayana Raju Manthena (DIN: 07993925)
Reason for change	Re-appointment for further period of 3 years w.e.f. 2nd September 2026 as the present term of appointment will be expiring on 1st September 2026.
Date of Appointment & Term of Appointment	2nd September 2026 & three years from 2nd September 2026
Brief Profile	Mr. Badari Narayana Raju Manthena has been in the employment of the Company for the past 25 years in a senior level position, with the designation of Chief Administrative and Commercial Officer and as a Whole Time Director from 20th November 2017 is looking after the General and Personnel Administration, liaison with all Government Agencies, and Compliances with GST, PF,ESI, etc. Possesses extensive experience in Business Development, Project Management, Strategic Planning, Operational Planning, and Financial Management, with a specialization in Domestic Marketing Qualification: Bachelors Degree in Commerce
Disclosure of relationship between directors (in case appointment of a director)	There is no relationship between the directors and the appointee
Name of the listed entities in which resigning director holds directorship including the category of directorship and membership of committee, if any	Not Applicable
Information as required under Circular No. LIST/COMP/14/2018-19 issued by the BSE Limited and NSE	we confirm that Mr. Badari Narayana Raju Manthena is not debarred from holding the office of Director, by virtue of any SEBI order or any other such authority.

KERNEX MICROSYSTEMS (INDIA) LTD. * HYD *

2. Re-Appointment of Mr. M Sitarama Raju (DIN: 08576273) as a Whole-Time Director of the Company

Name and DIN	Mr. Sitarama Raju Manthena (DIN: 08576273)
Reason for change	Re-appointment for further period of 3 years w.e.f. 2nd September 2026 as the present term of appointment will be expiring on 1st September 2026.
Date of Appointment & Term of Appointment	2nd September 2026 & three years from 2nd September 2026
Brief Profile	Mr. Sitarama Raju Manthena holds a Bachelor's Degree in Computer Science with a Minor in Business Administration. He also has over two decades of experience and expertise in International Business Development, Project Management, Strategic Planning, Operational Planning, and financial acumen. Specialization in International Marketing. Qualification: BS Comp Science with Business Admin
Disclosure of relationship between directors (in case appointment of a director)	Mr. Sitarama Raju Manthena (DIN: 08576273), is a son of Dr. Anji Raju Manthena and Mrs. Parvathi Manthena and Brother of Ms. Sreelakshmi Manthena.
Name of the listed entities in which resigning director holds directorship including the category of directorship and membership of committee, if any	Not Applicable
Information as required under Circular No. LIST/COMP/14/2018-19 issued by the BSE Limited and NSE	we confirm that Mr. Sitarama Raju Manthena is not debarred from holding the office of Director, by virtue of any SEBI order or any other such authority.

KERNEX MICROSYSTEMS (INDIA) LTD. * HYD *

KERNEX MICROSYSTEMS (INDIA) LIMITED
CIN:L30007TG1991PLC013211
Technopolis, Plot Nos: 38-41,Hardware Technology Park TSIIC Layout,
Raviryal Maheshwaram, Ranga Reddy,Hyderabad Telangana, India- 501510.

Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2026

All amounts are in ₹ Lakhs unless otherwise stated

Particulars	For the quarter ended June 30, 2026	For the preceding quarter ended March 31, 2026	For the corresponding quarter ended June 30, 2025	For the year ended March 31, 2026
	Un-Audited	Audited	Un-Audited	Audited
Income				
I. Revenue from operations	50,358.23	25,457.69	5,592.99	43,022.12
II. Other income	48.52	92.05	36.14	224.66
III. Total Income (I+II)	**50,406.74**	**25,549.74**	**5,629.13**	**43,246.78**
IV.Expenses:				
(a) Cost of materials consumed	26,803.30	11,582.97	3,033.06	39,476.27
(b) Changes in inventories of finished goods,stock-in-trade and work-in-progress	(2,135.47)	(1,499.19)	(260.23)	(22,256.70)
(c) Project execution expenses	4,019.13	2,396.44	711.64	5,378.54
(d) Employee benefits expense	1,393.29	944.17	658.56	3,243.82
(e) Finance costs	1,322.77	1,178.91	255.38	2,815.07
(f) Depreciation and amortization expenses	194.41	212.95	83.76	582.22
(g) Other expenses	4,093.93	1,566.22	316.21	2,653.56
(h) Amount transferred to capital expenditure	(98.34)	(44.61)	(124.41)	(350.26)
Total Expenses(IV)	**35,593.03**	**16,337.86**	**4,673.96**	**31,542.52**
V.Profit before exceptional items and tax (III - IV)	**14,813.71**	**9,211.88**	**955.18**	**11,704.26**
VI. Exceptional Items	-	-	-	-
VII.Profit before tax (V-VI)	**14,813.71**	**9,211.88**	**955.18**	**11,704.26**
VIII.Tax expense:				
(a) Current tax expense	4,688.31	2,271.38	-	2,271.38
(b) Adjustment of tax relating to earlier periods	-	48.42	-	48.42
(c) Deferred tax credit	(859.17)	66.99	213.97	560.16
Total Tax Expense/(Credit) net (VIII)	**3,829.14**	**2,386.79**	**213.97**	**2,879.96**
IX.Profit for the period/year (VII-VIII)	**10,984.57**	**6,825.09**	**741.21**	**8,824.30**
X.Other comprehensive income/(loss)				
A.Items that will not be reclassified to Statement of Profit and loss				
i.Remeasurement gains/(losses) of the defined benefit plans	-	(86.82)	-	(82.44)
ii.Income tax effect on the above	-	20.75	-	20.75
A.Items that will be reclassified to Statement of Profit and loss	(0.25)	3.56	-	(4.37)
Total other comprehensive income/(loss) (X)	**(0.25)**	**(62.51)**	**-**	**(66.07)**
XI.Total comprehensive income for the period/year (IX+X)	**10,984.32**	**6,762.59**	**741.21**	**8,758.24**
Profit for the year attributable to:				
Owners of the Company	10,984.60	6,825.58	746.48	8,833.63
Non-controlling interests	(0.03)	(0.49)	(5.27)	(9.33)
Other comprehensive income for the year attributable to:				
Owners of the Company	(0.25)	(62.51)	-	(66.07)
Non-controlling interests	-	-	-	-
Total comprehensive income for the year attributable to:				
Owners of the Company	10,984.35	6,763.08	746.48	8,767.57
Non-controlling interests	(0.03)	(0.49)	(5.27)	(9.33)
Paid-up equity share capital (Equity Shares of face value ₹10 Each)	1,680.36	1,680.24	1,675.94	1,680.24
Other equity				23,131.24
Earnings per equity share (EPS) of ₹ 10 each				
Basic EPS (₹)	65.37	40.69	4.45	52.71
Diluted EPS (₹)	65.37	40.69	4.44	52.67
	Not Annualised	*Not Annualised*	*Not Annualised*	*Annualised*

Sreelakshmi Manthena

Notes to the Unaudited Consolidated Financial Results for the quarter ended June 30, 2026

1.The Unaudited Consolidated Financial Results for the quarter ended June 30, 2026 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 13, 2026. The same have been subject to limited review by the statutory auditors in compliance with Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.

2.The Unaudited Consolidated Financial Results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Act, 2013 read with the relevant rules issued here under ('Ind AS') and other accounting principles generally accepted in India.

3.The Company is engaged in the manufacture and sale of Safety Systems and Software services for railways. The Company has business operations mainly in India, Egypt and USA. The Company is a public limited Company incorporated and domiciled in India and has its registered office at Plot No.38 (part) to 41, Survey No.1/1, Hardware Park, Raviryal Village, Maheswaram Mandal, Hyderabad - 501 510. The Company has its primary listings on the BSE Limited and National Stock Exchange in India. The principal accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.The company operates on one reportable segement,hence segment reporting as per Ind AS 108 is not applicable.

4.Emphasis of Matter – Management's Assessment of Certain Financial Assets

The Statutory Auditors have included an Emphasis of Matter in their audit report regarding the Company's assessment of the recoverability of certain financial assets, as detailed below. The Management, based on internal evaluation and reasonable certainty of recovery, believes these assets are good and fully recoverable.

Accordingly, no further provision is considered necessary at this stage:

(a) Trade receivables from customers amount to ₹422.73 lakhs (Previous Year: ₹422.73 lakhs), with an Expected Credit Loss (ECL) provision of ₹334.59 lakhs for the current quarter (Previous Year: ₹ 309.59 lakhs). These receivables have been outstanding for more than three years.

(b) Bank guarantees amounting to ₹265.03 lakhs given to one of the customers are currently under arbitration/conciliation proceedings

5.During the quarter, the company has allotted 1,200 equity shares of ₹ 10 each fully paid-up, on exercise of stock options by employees in accordance with the company's stock option scheme.

6.The consolidated financial results of Kernex Microsystems (India) Limited include the financial results of its Wholly Owned Subsidiary, Avant-Garde Infosystems Inc. (USA), its Controlled Entities, namely Kernex TCAS JV (Kernex's share: 80%) and KERNEX–VRRC JV (Kernex's share: 80%), and its Joint Operations, namely VRRC KERNEX CE RVR JV (Kernex's share: 35%) and KERNEX–BHEPL JV (Kernex's share: 51%), consolidated in accordance with the applicable provisions of Ind AS 110, Consolidated Financial Statements, and Ind AS 111, Joint Arrangements, respectively.

7.As at the reporting date, the Company's aggregate outstanding order book is ₹ 3641 Crores (Including GST), with CLW being the major order under execution against which supplies have been completed to the extent of 45% as on date of 13-08-2026.

8.During this Quarter , the Company has recognised a provision of ₹30.05 Crore towards warranty obligations on KAVACH and signalling systems delivered under its railway safety contracts and this amount is included under "Other Expenses".

9.The figures for the corresponding previous periods have been regrouped/ reclassified wherever necessary, to make them comparable.

10.The above Financial Results for the quarter ended June 30, 2026, are available on the company's website and stock exchanges websites BSE (www.bseindia.com) and NSE (www.nseindia.com),in compliance with SEBI LODR Regulations.

For and on behalf of the Board of Directors of
Kernex Microsystems (India) Limited

Sreelakshmi Manthena

Sreelakshmi Manthena
Managing Director
DIN: 07996443

Houston
13th August 2026.

Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of M/s Kernex Microsystems (India) Limited ("the Company") for the quarter ended 30 June 2026 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of Kernex Microsystems (India) Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **Kernex Microsystems (India) Limited** (hereinafter referred to as "the Parent"), and its Joint Operations and Subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended 30 June 2026 ("the Statement"), attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

2. The Holding Company's management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the Master Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
   - **Holding Company** - Kernex Microsystems (India) Limited.
   - **Wholly Owned Subsidiary** - Avant Garde Infosystems Inc. USA
   - **Controlled entity (Subsidiary)** - Kernex TCAS JV
   - **Controlled entity (Subsidiary)** - KERNEX VRRC JV
   - **Joint Operation** - VRRC KERNEX CE RVR JV
   - **Joint Operation** - KERNEX-BHEPL JV*

   The Company has formed a joint venture with Mis. Bharat Heavy Engineering Private Limited (BHEPL) on 07. 03.2026. The Company has executed the agreement with Mis. Bharat Heavy Engineering Private Limited (BHEPL). The Joint venture has not commenced its operations as at 30.06.2026.

NSVR & ASSOCIATES LLP
Firm Reg. No. 008801S/S200060
Chartered Accountants

NSVR & ASSOCIATES LLP
House No.1-89/1/42, 3rd Floor, Plot No. 41 & 43, Sri Ram Nagar Colony, Kavuri Hills, Guttala Begumpet, Madhapur, Hyderabad, Telangana - 500081. | Ph: 040 - 23391164, E-mail: info@nsvr.in

Emphasis of Matter

We draw your attention to the Note 3 to the Statement of Consolidated Financial Results, which describes the company's assessment towards the recoverability of the following financial assets which are outstanding for long period of time:

a) Trade Receivables from customers Rs. 422.73 Lakhs (PY 422.10 Lakhs) and respective Expected Credit Loss (ECL) provision for the CY Rs. 334.59 Lakhs (PY Rs.211.67 Lakhs). The said receivable is outstanding for more than three years.
b) Bank guarantees amounting to Rs. 265.03 lakhs given to one of the customers are currently under arbitration / conciliation proceedings.

Such assessments are based on current facts and circumstances and may not necessarily reflect future uncertainties and events and the final recoverable amounts may vary for the reasons mentioned therein.

Our conclusion on the statement is not qualified in respect of these matters.

Other Matter

1. We did not review the interim financial statements / financial information / financial results of **KERNEX TCAS JV** (Controlled entity (Subsidiary)) whose financial statements / financial information / financial results reflect total revenue as Nill and total net profit/(loss) after tax of Rs. 0.39 Lakhs and total comprehensive income/(loss) of Rs. 0.39 Lakhs for the quarter ended 30 June 2026, as considered in the consolidated financial results. These financial statements / financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this entity is based solely on the reports of the other auditors and the procedures performed by us as stated above.

   Our conclusion on the Statement is not qualified in respect of the matters.

2. We did not review the interim financial statements / financial information / financial results of **VRRC KERNEX CE RVR JV** (Joint Operation) whose financial statements / financial information / financial results reflect total revenue of Rs.187.34 lakhs and total net loss after tax of Rs.0.80 Lakhs and total comprehensive loss of Rs.0.80 Lakhs for the quarter ended 30 June 2026, as considered in the consolidated financial results. These financial statements / financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this joint venture is based solely on the reports of the other auditors and the procedures performed by us as stated above.

   Our conclusion on the Statement is not qualified in respect of the matters.

3. We did not review the financial statements / financial information / financial results of **KERNEX VRRC JV** (Controlled entity (Subsidiary)) whose financial statements / financial information / financial results reflect total revenue of Rs.104.84 lakhs and total net loss after tax of Rs. 0.53 Lakhs and total comprehensive loss of Rs. 0.53 Lakhs for the quarter ended 30 June 2026, as considered in the consolidated financial results. These financial statements / financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and out conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this joint venture is based solely on the reports of the other auditors and the procedures performed by us as stated above.

   Our conclusion on the Statement is not qualified in respect of the matters.

4. The consolidated financial results include the interim financial results of **Avant-Garde Infosystems Inc** (wholly owned subsidiary) which have not been reviewed by us and their auditors, whose interim financial results reflect total revenue of Rs. 154.95 Lakhs, total net profit after tax of Rs. 27.56 Lakhs and total comprehensive income of Rs. 27.30 lakhs for the quarter ended 30 June 2026, as considered in the consolidated financial results. According to the information and explanations given to us by the Management, these financial statements / financial information / financial results are not material to the Group.

   Our conclusion on the Statement is not qualified in respect of the matters.

Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For NSVR & Associates LLP
Chartered Accountants
ICAI Firm's Registration No. 008801S/S200060

V. G. Rao N

NSVR & ASSOCIATES LLP
Firm Reg. No. 008801S/S200060
Chartered Accountants

V Gangadhar Rao N
Partner
Membership No. 219486
UDIN: 26219486OQMYKO9252

Place: Hyderabad
Date: 13-08-2026

KERNEX MICROSYSTEMS (INDIA) LIMITED
CIN:L30007TG1991PLC013211
Technopolis, Plot Nos: 38-41,Hardware Technology Park TSIIC Layout,
Raviryal Maheshwaram, Ranga Reddy,Hyderabad Telangana, India- 501510.

Statement of Unaudited Standalone Financial Results for the quarter ended June 30, 2026

All amounts are in ₹ Lakhs unless otherwise stated

Particulars	For the quarter ended June 30, 2026	For the preceding quarter ended March 31, 2026	For the corresponding quarter ended June 30, 2025	For the year ended March 31, 2026
	Un-Audited	Audited	Un-Audited	Audited
Income				
I. Revenue from operations	50,203.27	25,457.70	5,339.77	42,580.96
II. Other income	47.88	91.92	61.90	276.56
III. Total Income (I+II)	**50,251.15**	**25,549.62**	**5,401.67**	**42,857.52**
IV.Expenses:				
(a) Cost of materials consumed	26,680.78	11,585.61	2,831.19	39,134.81
(b) Changes in inventories of finished goods,stock-in-trade and work-in-progress	(2,135.47)	(1,499.19)	(260.23)	(22,256.70)
(c) Project execution expenses	4,019.13	2,393.80	711.64	5,375.90
(d) Employee benefits expense	1,393.29	944.18	649.99	3,235.09
(e) Finance costs	1,322.49	1,178.49	255.07	2,814.22
(f) Depreciation and amortization expenses	194.41	212.95	83.76	582.22
(g) Other expenses	4,088.56	1,935.37	304.16	3,379.76
(h) Amount transferred to capital expenditure	(98.34)	(44.61)	(124.41)	(350.26)
Total Expenses(IV)	**35,464.86**	**16,706.60**	**4,451.17**	**31,915.04**
V.Profit before exceptional items and tax (III - IV)	**14,786.29**	**8,843.01**	**950.50**	**10,942.47**
VI. Exceptional Items	-	-	-	-
VII.Profit before tax (V-VI)	**14,786.29**	**8,843.01**	**950.50**	**10,942.47**
VIII.Tax expense:				
(a) Current tax expense	4,688.31	2,271.38	-	2,271.38
(b) Adjustment of tax relating to earlier periods	-	48.42	-	48.42
(c) Deferred tax credit	(859.17)	66.99	213.97	560.16
Total Tax Expense/(Credit) net (VIII)	**3,829.14**	**2,386.79**	**213.97**	**2,879.96**
IX.Profit for the period/year (VII-VIII)	**10,957.16**	**6,456.23**	**736.53**	**8,062.52**
X.Other comprehensive income/(loss)				
A.Items that will not be reclassified to Statement of Profit and loss				
i.Remeasurement gains/(losses) of the defined benefit plans	-	(82.44)	-	(82.44)
ii.Income tax effect on the above	-	20.75	-	20.75
Total other comprehensive income/(loss) (X)	**-**	**(61.69)**	**-**	**(61.69)**
XI.Total comprehensive income for the period/year (IX+X)	**10,957.16**	**6,394.53**	**736.53**	**8,000.82**
Paid-up equity share capital (Equity Shares of face value ₹10 Each)	1,680.36	1,680.24	1,675.94	1,680.24
Other equity				23,950.29
Earnings per equity share (EPS) of ₹ 10 each				
Basic EPS (₹)	65.21	38.49	4.39	48.07
Diluted EPS (₹)	65.21	38.49	4.38	48.07
	Not Annualised	*Not Annualised*	*Not Annualised*	*Annualised*

Sreelakshmi Manthena

Notes to the Unaudited Standalone Financial Results for the quarter ended June 30, 2026

1.The Unaudited Standalone Financial Results for the quarter ended June 30, 2026 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 13, 2026. The same have been subject to limited review by the statutory auditors in compliance with Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.

2.The Unaudited Standalone Financial Results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Act, 2013 read with the relevant rules issued here under ('Ind AS') and other accounting principles generally accepted in India.

3.The Company is engaged in the manufacture and sale of Safety Systems and Software services for railways. The Company has business operations mainly in India and Egypt . The Company is a public limited Company incorporated and domiciled in India and has its registered office at Plot No.38 (part) to 41, Survey No.1/1, Hardware Park, Raviryal Village, Maheswaram Mandal, Hyderabad - 501 510. The Company has its primary listings on the BSE Limited and National Stock Exchange in India. The principal accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.The company operates on one reportable segement,hence segment reporting as per Ind AS 108 is not applicable.

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Accordingly, no further provision is considered necessary at this stage:

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(b) Bank guarantees amounting to ₹265.03 lakhs given to one of the customers are currently under arbitration/conciliation proceedings

5.During the quarter, the company has allotted 1,200 equity shares of ₹ 10 each fully paid-up, on exercise of stock options by employees in accordance with the company's stock option scheme.

6.As at the reporting date, the Company's aggregate outstanding order book is ₹ 3641 Crores (Including GST), with CLW being the major order under execution against which supplies have been completed to the extent of 45% as on date of 13-08-2026.

7.During this Quarter , the Company has recognised a provision of ₹30.05 Crore towards warranty obligations on KAVACH and signalling systems delivered under its railway safety contracts and this amount is included under "Other Expenses".

8.The figures for the corresponding previous periods have been regrouped/ reclassified wherever necessary, to make them comparable.

9.The above Financial Results for the quarter ended June 30, 2026, are available on the company's website and stock exchanges websites BSE (www.bseindia.com) and NSE (www.nseindia.com),in compliance with SEBI LODR Regulations.

For and on behalf of the Board of Directors of
Kernex Microsystems (India) Limited

Sreelakshmi Manthena

Sreelakshmi Manthena
Managing Director
DIN: 07996443

Houston
13th August 2026.

Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of M/s Kernex Microsystems (India) Limited ("the company") for the quarter ended 30 June 2026 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of Kernex Microsystems (India) Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Kernex Microsystems (India) Limited (the "Company") for the quarter ended June 30, 2026 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's management and approved by its Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Emphasis of Matter

We draw your attention to the Note 3 to the Statement of Standalone Financial Results, which describes the company's assessment towards the recoverability of the following financial assets which are outstanding for long period of time:

a) Trade Receivables from customers Rs. 422.73 Lakhs (PY 422.10 Lakhs) and respective Expected Credit Loss (ECL) provision for the CY Rs. 334.59 Lakhs (PY Rs.309.59 Lakhs). The said receivable is outstanding for more than three years.
b) Bank guarantees amounting to Rs. 265.03 lakhs given to one of the customers are currently under arbitration / conciliation proceedings.

Such assessments are based on current facts and circumstances and may not necessarily reflect future uncertainties and events and the final recoverable amounts may vary for the reasons mentioned therein.

Our conclusion on the statement is not qualified in respect of these matters.

NSVR & ASSOCIATES LLP
CA
Firm Reg. No. 008801S/S200060
Chartered Accountants

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For NSVR & Associates LLP
Chartered Accountants
ICAI Firm's Registration No. 008801S/S200060

V. G dhar N

V Gangadhar Rao N
Partner
Membership No. 219486
UDIN: 26219486WIKTGV7858

Place: Hyderabad
Date: 13-08-2026