22nd October, 2010

To,
Mr. Hari K
Asst. Vice President
National Stock Exchange of India Ltd
"Exchange Plaza", C-1, Block G,
Bandra - Kurla Complex,
Bandra (E), Mumbai - 400 051.

Dear Sir,

Sub: Un-Audited Financial Results for the Quarter ended 30th September, 2010

Pursuant to Clause 41 of the Listing Agreement, please find enclosed the Un-Audited Financial Results for the quarter ended 30th September, 2010 which was duly approved by the Board of Directors of the Company at its meeting held today.

Kindly Acknowledge the Receipt.

Thanking You,

Yours Faithfully,

For SMARTLINK NETWORK SYSTEMS LIMITED

K. G. PRABHU
COMPANY SECRETARY

Smartlink Network Systems Limited

Regd. Office : L-5, Verna Electronic City, Verna Plateau, Verna, Goa - 403722

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30th SEPTEMBER 2010

(Rs in Lakhs)

Sr. No.	Particulars	3 months ended 30.09.2010 (Unaudited)	Corresponding 3 months ended 30.09.2009 (Unaudited)	Year to date figures for the current period ended 30.09.2010 (Unaudited)	Year to date figures for the previous period ended 30.09.2009 (Unaudited)	Previous accounting year ended on 31.03.2010 (Audited)
1	Sales (Gross)	4,567.73	4,617.45	8,568.20	7,487.76	15,563.20
	Less Excise Duty	206.42	205.52	402.64	305.88	631.53
		4,361.31	4,411.93	8,165.56	7,181.88	14,931.67
2	Income from Services	324.30	428.26	629.44	810.74	1,685.21
3	Net sales /Income from Operations (1+2)	4,685.61	4,840.19	8,795.00	7,992.62	16,616.88
4	Other Operating Income	160.54	201.98	299.57	308.90	641.60
5	**Total Income (3+4)**	**4,846.15**	**5,042.17**	**9,094.57**	**8,301.52**	**17,258.48**
6	Expenditure					
	a)(Increase) in stock- in- trade and work- in- progress	(401.34)	(746.80)	(741.56)	(724.76)	(479.50)
	b) Consumption of raw materials	1,095.98	765.61	1,843.87	1,415.10	3,059.24
	c) Purchase of traded goods	2,271.39	2,676.39	4,418.09	3,684.74	6,655.96
	d) Employee Cost	615.55	702.59	1,303.26	1,324.79	2,597.20
	e) Depreciation and amortisation	192.59	131.46	371.85	261.69	1,179.71
	f) Other Expenditure	672.76	722.12	1,068.19	1,203.98	2,208.26
	Total Expenditure	**4,446.93**	**4,251.37**	**8,263.70**	**7,165.54**	**15,220.87**
7	**Profit from Operations before Other Income, Interest and Exceptional Items (5-6)**	**399.22**	**790.80**	**830.87**	**1,135.98**	**2,037.61**
8	Other Income	116.61	94.77	224.12	183.72	399.70
9	**Profit before Interest and Exceptional Items (7+8)**	**515.83**	**885.57**	**1,054.99**	**1,319.70**	**2,437.31**
10	Interest	5.22	1.73	10.37	4.69	10.26
11	**Profit after Interest but before Exceptional Items (9-10)**	**510.61**	**883.84**	**1,044.62**	**1,315.01**	**2,427.05**
12	Exceptional Items	-	-	-	-	-
13	**Profit from ordinary activities before tax (11+12)**	**510.61**	**883.84**	**1,044.62**	**1,315.01**	**2,427.05**
14	**Tax expense**					
	a) Current Tax	105.00	240.00	262.00	340.00	850.00
	b) Deferred Tax	(27.28)	(10.24)	(54.24)	(19.82)	(227.21)
	c) Fringe Benefits Tax	-	(8.65)	-	-	-
	d) Excess Provision for tax in respect of earlier years	-	-	-	-	17.76
		77.72	221.11	207.76	320.18	640.55
15	**Net Profit from ordinary activities after Tax (13-14)**	**432.89**	**662.73**	**836.86**	**994.83**	**1,786.50**
16	Extraordinary Item	-	-	-	-	-
17	**Net Profit for the period/year (15-16)**	**432.89**	**662.73**	**836.86**	**994.83**	**1,786.50**
18	Paid Up Equity Share Capital (Face Value Rs.2/-)	600.10	600.10	600.10	600.10	600.10
19	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year					14,880.85
20	Basic and diluted EPS for the period/for the year to date and for the previous year before and after extraordinary items (not annualised)*	1.44	2.21	2.79	3.32	5.95
21	Public Shareholding					
	- Number of Shares	9,802,830	11,290,825	9,802,830	11,290,825	11,090,825
	- Percentage of Shareholding	32.67%	37.63%	32.67%	37.63%	36.96%
22	Promoters and Promoter Group Shareholding					
	a) Pledged/Encumbered					
	- Number of Shares	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
	- Percentage of shares (as a % of the total sharecapital of the Company)	-	-	-	-	-
	b) Non-encumbered					
	-Number of shares	20,202,020	18,714,025	20,202,020	18,714,025	18,914,025
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
	-Percentage of shares (as a % of the total share capital of the Company)	67.33%	62.37%	67.33%	62.37%	63.04%

Notes :

1 The details of Investor Complaints received, disposed off and lying unresolved at the end of the quarter ended 30th September 2010 (Information provided by the Company's Registrar & Share transfer agents - M/s Karvy Computershare Private Limited):

Complaints at the beginning of the quarter	NIL
Complaints received during the quarter	17
Disposal of Complaints	17
Complaints lying unresolved at the end of the quarter	NIL

2 **Statement of Assets and Liabilities:**

(Rs. In lakhs)

Particulars	**As at 30.09.2010 (Unaudited)**	**As at 30.09.2009 (Unaudited)**
SHAREHOLDER'S FUNDS		
a) Share Capital	600.10	600.10
b) Employees Stock Options Outstanding	137.16	159.17
c) Reserves and Surplus	16,116.48	15,370.34
	16,853.74	16,129.61
LOAN FUNDS	469.30	-
DEFERRED TAX LIABILITY (NET)	139.67	401.31
TOTAL	**17,462.71**	**16,530.92**
APPLICATION OF FUNDS		
FIXED ASSETS	4,078.78	4,997.35
INVESTMENTS	9,271.10	8,383.70
CURRENT ASSETS, LOANS AND ADVANCES		
(a) Inventories	2,638.52	1,984.05
(b) Sundry Debtors	2,491.68	2,781.92
(c) Cash and Bank Balances	443.44	646.11
(d) Loans and Advances	977.71	1,411.09
	6,551.35	6,823.17
Less: **CURRENT LIABILITIES AND PROVISIONS**		
(a) Current Liabilities	2,291.83	3,450.78
(b) Provisions	146.69	222.52
	2,438.52	3,673.30
NET CURRENT ASSETS	4,112.83	3,149.87
MISCELLANEOUS EXPENDITURE (not written off or adjusted)	-	-
PROFIT AND LOSS ACCOUNT	-	-
TOTAL	**17,462.71**	**16,530.92**

3 The Company operates in a single business segment namely " Networking Products ".

4 The above unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on 22nd October, 2010.

For and on behalf of the Board

K. R. Naik
Executive Chairman

Mumbai
22nd October, 2010.