

October 29, 2010

To
The Manager – Listing
National Stock Exchange of India Limited
Exchange Plaza, Bandra – Kurla Complex,
Bandra (East)
Mumbai – 400 051

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on October 29, 2010

Please find attached the important item discussed and approved at the Board Meeting held today at the Registered Office of the Company:

- Approval of the unaudited financial results of the Company for the quarter ended September 30, 2010.

Pursuant to clause 41 of the Listing Agreement, the Company has opted to publish the consolidated financial results. The standalone financial results, however, are being made available to the Stock Exchange and are also being posted on the Company's website.

We also attach a copy of the press release intended to be published to the media by the Company.

For Subex Limited



Raj Kumar
Vice President-Legal & Company Secretary



ENCL: As above.

SUBEX LTD

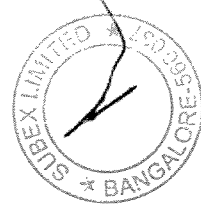
Registered office: Adarsh Tech Park, Outer Ring Road, Devarabisanahalli, Bangalore - 560 037
Unaudited Financial Results for the quarter ended September 30, 2010 - CONSOLIDATED

(Rs. In Millions)

	CONSOLIDATED						For the year Ended 31st March 2010 Audited
	Quarter Ended 30th September		Half Year Ended 30th September		2009		
	2010		2010		Unaudited		
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
Sales - Product & Product related	1,067.18	897.12	2,081.55	1,840.65	3,829.43		
- Services	167.88	199.97	340.99	432.53	801.35		
Net Sales	1,235.06	1,097.09	2,422.54	2,273.18	4,630.78		
Other Operating Income	12.55	71.05	51.31	122.50	117.03		
Income from Operations	1,247.61	1,168.14	2,473.85	2,395.68	4,747.81		
Expenditure							
- Cost of Hardware, Software & Services	19.05	29.24	39.74	60.66	118.06		
- Personnel Cost	674.11	804.36	1,356.16	1,621.10	2,968.34		
- Other Expenditure	213.91	154.02	411.60	332.63	714.18		
- Total	907.07	987.62	1,807.50	2,014.39	3,800.58		
Profit / (Loss) before Interest, Taxes, Depreciation & amortisation and Exceptional items	340.54	180.52	666.35	381.29	947.23		
- Depreciation and amortisation	27.51	51.18	53.93	97.94	163.58		
Profit / (Loss) from Operations before Other Income, Interest, Taxes and Exceptional items	313.03	129.34	612.42	283.35	783.65		
- Interest (Net)	103.66	123.29	219.85	247.06	474.16		
Profit / (Loss) after Interest before Exceptional items & Tax	209.37	6.05	392.57	36.29	309.49		
Exceptional Items - Net Gain/(Loss)	111.17	(21.90)	(33.96)	308.54	794.72		
Profit / (Loss) Before Tax	320.54	(15.85)	358.61	344.83	1,104.21		
Taxes	13.34	16.15	26.19	25.55	101.25		
Net Profit / (Loss) for the period	307.20	(32.00)	332.42	319.28	1,002.96		



Paid up Share Capital - Equity (Face value of Rs.10/-)	651.82	348.47	651.82	348.47	579.83
Earnings/(Loss) per share - Basic - (Rs. Per share)	4.92	(0.92)	5.52	9.16	25.87
Earnings/(Loss) per share - Diluted - (Rs. Per share)	1.92	(0.92)	3.94	(1.14)	3.34
Aggregate of Public shareholding:*					
Number of shares	47,888,210	21,527,157	47,888,210	21,527,157	40,674,038
Percentage of holding (to total shareholding)	73.47%	61.78%	73.47%	61.78%	70.15%
Promoters and promoter group					
Shareholding					
a) Pledged/Encumbered					
- Number of shares	6,601,801	2,508,361	6,601,801	2,508,361	4,101,801
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	81.49%	61.15%	81.49%	61.15%	50.63%
- Percentage of shares (as a % of the total share capital of the company)	10.13%	7.20%	10.13%	7.20%	7.07%
b) Non-encumbered					
- Number of Shares	1,500,000	1,593,440	1,500,000	1,593,440	4,000,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	18.51%	38.85%	18.51%	38.85%	49.37%
- Percentage of shares (as a % of the total share capital of the company)	2.30%	4.57%	2.30%	4.57%	6.90%
* Total public shareholding as defined under clause 40.A of the listing agreement (excludes shares held by founders and GDR holders)					

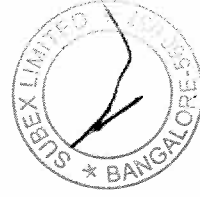


SEGMENTAL REPORTING:

	Consolidated				
	Quarter Ended 30th September		Half Year Ended 30th September		For the year Ended 31st March
	2010	2009	2010	2009	2010
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segmental Revenue:					
a. Products & Product related	1,067.18	897.12	2,081.55	1,840.65	3,829.43
b. Services	167.88	199.97	340.99	432.53	801.35
	1,235.06	1,097.09	2,422.54	2,273.18	4,630.78
2. Segmental Profit/(Loss) before tax, interest & exceptional Items					
a. Products & Product related	317.60	120.78	618.19	258.93	780.20
b. Services	(4.57)	8.56	(5.77)	24.42	3.45
	313.03	129.34	612.42	283.35	783.65
Less: Interest (Net)	103.66	123.29	219.85	247.06	474.16
Add / (Less) : Other Unallocable Income/(Expenditure)&Exceptional items [Net]	111.17	(21.90)	(33.96)	308.54	794.72
Profit Before Taxation	320.54	(15.85)	358.61	344.83	1,104.21
3. Details of Capital Employed					
a. Products & Product related					
Segment Assets	11,851.45	17,016.59	11,851.45	17,016.59	11,551.37
Segment Liabilities	1,859.52	1,351.55	1,859.52	1,351.55	2,019.23
b. Services					
Segment Assets	325.55	384.59	325.55	384.59	346.61
Segment Liabilities	41.60	43.97	41.60	43.97	46.71

STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at 30th September		As at March 31	
	2010		2010	
	Unaudited	Unaudited	Unaudited	Audited
SHAREHOLDERS FUND:				
(a) Capital	3,430.42	4,919.90	2,875.41	
(b) Employee Stock Option Outstanding	651.82	348.47	579.83	
(c) Reserves and Surplus	60.27	56.27	57.12	
	2,718.33	4,515.16	2,238.46	
LOAN FUNDS	5,933.40	10,506.76	6,341.55	
DEFERRED TAX LIABILITY	0.93	1.27	1.00	
TOTAL	9,364.75	15,427.93	9,217.96	
FIXED ASSETS	164.19	254.16	195.75	
GOODWILL	10,366.36	15,366.36	10,366.36	
DEFERRED TAX ASSET	12.21	31.71	12.18	
CURRENT ASSETS, LOANS AND ADVANCES	1,855.44	2,049.74	1,528.62	
(a) Sundry Debtors	569.39	181.50	479.21	
(b) Cash and Bank balances	51.06	166.90	72.39	
(c) Other current assets	697.50	639.42	438.07	
(d) Loans and Advances	537.49	1,061.92	538.95	
Less: Current Liabilities and Provisions	3,033.45	3,110.87	3,030.36	
(a) Liabilities	1,288.80	1,245.71	1,334.49	
(b) Provisions	1,744.65	1,865.16	1,695.87	
MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)	-	7.74	-	
PROFIT AND LOSS ACCOUNT	-	829.09	145.41	
TOTAL	9,364.75	15,427.93	9,217.96	



Notes :

1. The above results were taken on record and approved by the Board of Directors in their meeting held on 29th October 2010. These results have been subjected to limited review by the statutory auditors.
2. The corresponding previous quarter figures have been re-grouped and/or re-arranged to conform with the current quarter.
3. Exceptional items comprise exchange differences arising on (a) restatement of Foreign Currency Convertible Bonds and (b) restatement/settlement of intra group foreign currency loans and advances.
4. During the quarter ended September 30, 2010, the Company has granted 58,200 options under its ESOP 2005 scheme.
5. Information on Investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended September 30, 2010 :
Opening Balance - Nil, Received - 1, Attended - 1, Closing Balance - Nil
6. During the quarter ended September 30, 2010, the Company has allotted 7,197,607 equity shares pursuant to conversion of FCCBs aggregating to US\$ 12 Million.
7. Summary of Key Standalone Financial results is as follows -

(Rs. In Millions)

Particulars	Quarter Ended		Half Year Ended		For the year Ended	
	30th September		30th September		31st March	
	2010		2010		2009	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Turnover	734.08	815.40	1,612.89	1,584.27		3,201.44
Profit Before Tax	254.18	89.19	401.21	615.64		1,380.80
Profit After Tax	252.19	77.19	399.22	603.64		1,368.61

8. During the quarter ending March 31, 2010, the shareholders of the Company had approved a proposal for creation of a Reserve for Business Restructure and utilisation of the same for certain permitted utilisations with effect from April 1, 2009. The Proposal was approved by the Hon'ble High court of Karnataka and was given effect to during the quarter and year ended March 31, 2010. The results for the six months ended September 30, 2009 are as previously published by the Company and do not include the adjustments relating to the Proposal.

9. Pursuant to the Proposal approved by the High court referred to in Note 8 above, during the quarter and year ended March 31, 2010, the Company transferred an amount of Rs. 6700 million from the Securities Premium and Capital Reserve to a Business Restructuring Reserve, which was used to record certain permitted utilisations (including impairments etc) aggregating to Rs. 6499.79 million.

10. Pursuant to clause 41 of the Listing Agreement, the Company has opted to publish the consolidated financial results. The standalone financial results, however, are being made available to the Stock Exchanges where the securities of the Company are listed and are also being posted on the Company's website www.subexworld.com.

Certain statements in this release concerning our performance may be forward looking statements which involve risks and uncertainties that could cause actual results to vary materially from those in such statements. These risks and uncertainties include, and are not limited to, fluctuations in earnings, intense competition and success of investments.

Bangalore
29th October, 2010

By Order of the Board

Subash Menon

Founder Chairman, Managing Director & CEO

For further details on the results, please visit our website: www.subexworld.com



SUBEX LTD Registered office: Adarsh Tech Park, Outer Ring Road, Devarabisanahalli, Bangalore - 560 037 Unaudited Financial Results for the quarter ended September 30, 2010 - STANDALONE						
(Rs. In Millions)						
	STANDALONE					
	Quarter ended		Half Year Ended		For the year Ended	
	30th September		30th September		31st March	
	2010	2009	2010	2009	2010	2010
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Sales - Product & Product related	734.08	815.40	1,612.89	1,584.27	3,201.44	
Other Operating Income	42.90	45.08	96.82	87.54	38.07	
Income from Operations	776.98	860.48	1,709.71	1,671.81	3,239.51	
Expenditure						
- Cost of Hardware, Software & Services	3.13	9.39	8.94	20.48	22.29	
- Personnel Cost	187.84	187.40	375.32	379.82	658.48	
- Marketing and Allied Service Charges	255.97	321.12	503.64	578.47	1,201.39	
- Other Expenditure	91.35	102.22	172.33	190.68	358.16	
- Total	538.29	620.13	1,060.23	1,169.45	2,240.32	
Profit / (Loss) before Interest, Taxes, Depreciation & amortisation and Exceptional items	238.69	240.35	649.48	502.36	999.19	
- Depreciation and amortisation	14.37	29.36	28.34	58.58	88.15	
Profit / (Loss) from Operations before Other Income, Interest, Taxes and Exceptional items	224.32	210.99	621.14	443.78	911.04	
- Interest (Net)	90.94	109.03	194.58	220.72	421.90	
Profit / (Loss) after Interest before Exceptional items & Tax	133.38	101.96	426.56	223.06	489.14	
Exceptional Items - Net Gain/(Loss)	120.80	(12.77)	(25.35)	392.58	891.66	
Profit / (Loss) Before Tax	254.18	89.19	401.21	615.64	1,380.80	
Taxes	1.99	12.00	1.99	12.00	12.19	
Net Profit / (Loss) for the period	252.19	77.19	399.22	603.64	1,368.61	



Paid up Share Capital	651.82	348.47	651.82	348.47	579.83
- Equity (Face value of Rs.10/-)					
Earnings/(Loss) per share - Basic (Rs. Per share)	4.04	2.22	6.63	17.32	35.30
Earnings/(Loss) per share - Diluted (Rs. Per share)	1.37	2.22	4.62	4.92	8.44
Aggregate of Public shareholding:*					
Number of shares	47,888,210	21,527,157	47,888,210	21,527,157	40,674,038
Percentage of holding (to total shareholding)	73.47%	61.78%	73.47%	61.78%	70.15%
Promoters and promoter group					
Shareholding					
a) Pledged/Encumbered					
- Number of shares	6,601,801	2,508,361	6,601,801	2,508,361	4,101,801
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	81.49%	61.15%	81.49%	61.15%	50.63%
- Percentage of shares (as a % of the total share capital of the company)	10.13%	7.20%	10.13%	7.20%	7.07%
b) Non-encumbered					
- Number of Shares	1,500,000	1,593,440	1,500,000	1,593,440	4,000,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	18.51%	38.85%	18.51%	38.85%	49.37%
- Percentage of shares (as a % of the total share capital of the company)	2.30%	4.57%	2.30%	4.57%	6.90%
* Total public shareholding as defined under clause 40.A of the listing agreement (excludes shares held by founders and GDR holders)					



STATEMENT OF ASSETS AND LIABILITIES				
Particulars	As at 30th September		As at March 31	
	2010		2010	
	Unaudited	Audited	Unaudited	Audited
SHAREHOLDERS FUND:				
(a) Capital	4,324.74	5,211.14	3,568.98	
(b) Employee Stock Option Outstanding	651.82	348.47	579.83	
(c) Reserves and Surplus	60.26	56.27	57.12	
LOAN FUNDS	3,612.66	4,806.40	2,932.03	
DEFERRED TAX LIABILITY	5,769.46	10,096.87	6,184.04	
TOTAL	10,094.20	15,308.01	9,753.02	
FIXED ASSETS				
INVESTMENTS	82.62	120.71	97.53	
DEFERRED TAX ASSET	9,263.44	14,263.44	9,263.44	
CURRENT ASSETS, LOANS AND ADVANCES	12.18	12.18	12.18	
(a) Sundry Debtors	2,772.11	2,857.16	2,357.44	
(b) Cash and Bank balances	1,542.50	1,597.62	1,252.06	
(c) Other current assets	17.35	38.80	29.49	
(d) Loans and Advances	124.15	204.71	156.42	
Less: Current Liabilities and Provisions	1,088.11	1,016.03	919.47	
(a) Liabilities	2,036.15	2,222.21	1,977.57	
(b) Provisions	422.40	498.52	418.42	
PROFIT AND LOSS ACCOUNT	1,613.75	1,723.69	1,559.15	
TOTAL	10,094.20	276.73	9,753.02	

Notes:

- The above results were taken on record and approved by the Board of Directors in their meeting held on 29th October 2010. These results have been subjected to limited review by the statutory auditors.
- Segment results have not been disclosed in the Standalone results since the Company operates in only one Segment viz Products and Products related business.
- Exceptional items comprise exchange differences arising on (a) restatement of Foreign Currency Convertible Bonds and (b) restatement/settlement of intra group foreign currency loans and advances.
- During the quarter ended September 30, 2010, the Company has granted 58,200 options under its ESOP 2005 scheme.
- Information on Investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended September 30, 2010 :
Opening Balance - Nil, Received - 1, Attended - 1, Closing Balance - Nil
- The corresponding previous quarter figures have been re-grouped and/or re-arranged to conform with the current quarter.
- During the quarter ended September 30, 2010, the Company has allotted 7,197,607 equity shares pursuant to conversion of FCCBs aggregating to US\$ 12 Million.
- During the quarter ending March 31, 2010, the shareholders of the Company had approved a proposal for creation of a Reserve for Business Restructure and utilisation of the same for certain permitted utilisations with effect from April 1, 2009. The Proposal was approved by the Hon'ble High court of Karnataka and was given effect to during the quarter and year ended March 31, 2010. The results for the six months ended September 30, 2009 are as previously published by the Company and do not include the adjustments relating to the Proposal.
- Pursuant to the Proposal approved by the High court referred to in Note 8 above, during the quarter and year ended March 31, 2010, the Company transferred an amount of Rs. 6700 million from the Securities Premium and Capital Reserve to a Business Restructuring Reserve, which was used to record certain permitted utilisations (including impairments etc) aggregating to Rs. (499.79 million).

Certain statements in this release concerning our performance may be forward looking statements which involve risks and uncertainties that could cause actual results to vary materially from those in such statements. These risks and uncertainties include, and are not limited to, fluctuations in earnings, intense competition and success of investments.

Bangalore
29th October, 2010

By Order of the Board

Subash Menon
Founder Chairman, Managing Director & CEO
For further details on the results, please visit our website: www.subexworld.com

For immediate release

29 October 2010

Press contact Farhath Farooqui
Vice President – Marketing
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**Non linear growth in Profit on the back of Strong Performance by
Product Business**

Total Revenue at Rs.1247.61 million

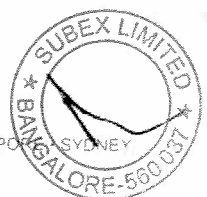
Net Profit (before exceptional items) at Rs. 196.03 million

Quarter ended 30 September 2010 – Key Highlights

- Consolidated Revenue at Rs. 1,247.61 mln (USD 27.01 mln), up from Rs.1,168.14 mln (USD 25.29 mln) in FY 2010 Q2
- Consolidated Net Profit (before exceptional items) at Rs. 196.03 mln (USD 4.24 mln) up from a loss of Rs. 10.1 mln in FY 2010 Q2
- Product Revenue at Rs. 1,079.74 mln (USD 23.37 mln)

Bangalore, INDIA: Subex Ltd, a leading global provider of Operations and Business Support Systems (OSS/BSS) for communications service providers, announced today that it has recorded consolidated revenue of Rs. 1,247.61 mln (USD 27.01 mln), and consolidated net profit, before exceptional items, of Rs. 196.03 mln (USD 4.24 mln) for the quarter ended 30 September 2010. Product revenue stood at Rs. 1,079.74 mln (USD 23.37 mln).

While the top line grew 7% year-on-year, the bottom line (excluding Exceptional Items) moved from a loss of Rs. 32 mln in the year ago quarter to a profit of Rs. 307 mln in the current quarter. This non linear growth in profit is a result of strong performance of the product business of the company, which contributed 86.5% of the total revenue. This is evident from the fact that while product revenue grew 11.5% year-on-year, product EBITDA grew by 100.5%.



Thus, the company posted an impressive product EBITDA of Rs.345 mln i.e. 32% as against Rs. 172 mln i.e. 18%, in the corresponding quarter of FY 2010. Consolidated EBITDA for the period stood at 27.6 percent, up from 16.5 percent in Q2 of FY 2010.

Commenting on the business, Subash Menon, Founder Chairman, Managing Director and CEO, said, "We are experiencing increased traction in our ROC platform and Managed Services offerings. Our focused approach is giving the desired results as evident from the growth in revenue and strong EBITDA margin. We are confident of meeting our financial objectives"

- ENDS-

About Subex Limited

Subex Limited is a leading global provider of Operations and Business Support Systems (OSS/BSS) that empowers communications service providers (CSPs) to achieve competitive advantage through Business Optimization and Service Agility - thereby enabling them to better operational efficiency to deliver enhanced service experiences to subscribers.

The company pioneered the concept of a Revenue Operations Center (ROC™) – a centralized approach that sustains profitable growth and financial health through coordinated operational control. Subex's product portfolio powers the ROC and its best-in-class solutions enable new service creation, operational transformation, subscriber-centric fulfillment, provisioning automation, revenue assurance, cost management, data integrity management, fraud management and interconnect / inter-party settlement.

Subex's customers include 36 of the world's 72 biggest* telecommunications service providers. The company has more than 300 installations across 70 countries.

* Forbes' Global 2000 list, 2009

For more information please visit www.subexworld.com

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