

CONSOLIDATED FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LTD. AND SUBSIDIARIES
FOR THE QUARTER AND YEAR ENDED MARCH 31, 2010

Amt in Rs. lacs

Particulars	Quarter Ended		Year Ended	
	March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009
	Unaudited	Unaudited	Audited	Audited
1 Income from Software Products and Services	7,225.11	8,581.18	29,178.27	32,840.28
2 Software Development Expenses	4,802.81	5,962.10	19,616.60	22,254.52
3 Gross Profit (1-2)	2,422.30	2,619.08	9,561.67	10,585.76
4 Selling and Marketing Expenses	494.52	671.50	2,266.60	2,779.85
5 General and Administration Expenses	544.46	811.94	1,887.22	2,845.40
6 Operating Profit before Interest, Depreciation and Withholding Taxes (3-4-5)	1,383.32	1,135.64	5,407.85	4,960.51
7 Depreciation	236.16	314.08	1,133.46	1,327.70
8 Withholding Taxes	33.85	108.83	42.56	726.25
9 Operating Profit after Interest, Depreciation and Withholding Taxes (6-7-8)	1,113.31	712.73	4,231.83	2,906.56
10 Foreign Exchange Gain/(Loss)	(242.75)	109.48	(802.60)	(791.96)
11 Other Income	205.79	247.52	962.03	1,370.84
12 Profit before Tax (9+10+11)	1,076.35	1,069.73	4,391.26	3,485.44
13 Provision for Taxation	157.53	109.42	551.18	259.61
14 Profit after Tax (12-13)	918.82	860.31	3,840.08	3,225.83
15 Paid-up Equity Share Capital (Par value Rs.10 each)	3,237.15	3,237.15	3,237.15	3,237.15
16 Reserves excluding Revaluation Reserves	23,869.80	20,793.46	23,869.80	20,793.46
17 Earnings Per Share (Rs.) (Par value Rs.10 each)				
Basic	2.84	2.97	11.86	9.97
Diluted	2.84	2.97	11.86	9.96
18 Public shareholding				
-Number of Shares	13,093,034	13,093,034	13,093,034	13,093,034
-Percentage of Shareholding	40.45%	40.45%	40.45%	40.45%
19 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 share capital of the company)	-	-	-	-
b) Non - encumbered				
- Number of shares	19,276,990	19,276,990	19,276,990	19,276,990
- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	59.55%	59.55%	59.55%	59.55%

For NUCLEUS SOFTWARE EXPORTS LTD. and Subsidiaries

Company Secretary

**AUDITED FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LTD.
FOR THE QUARTER AND YEAR ENDED MARCH 31, 2010**

Particulars	Quarter Ended		Year Ended		Amt in Rs. lacs
	March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009	
	Audited	Audited	Audited	Audited	
1 Income from Software Products and Services	4,776.71	5,521.60	19,414.74	20,943.48	
2 Software Development Expenses	3,162.35	3,527.05	12,547.85	13,072.68	
3 Gross Profit (1-2)	1,614.36	1,994.55	6,866.89	7,870.78	
4 Selling and Marketing Expenses	299.77	471.40	1,411.66	1,873.45	
5 General and Administration Expenses	395.45	571.40	1,495.33	2,177.40	
6 Operating Profit before Interest, Depreciation and Withholding Taxes (3-4-5)	919.14	951.75	3,869.80	3,819.93	
7 Depreciation	225.19	268.98	980.34	1,011.77	
8 Withholding Taxes	33.86	108.83	42.56	726.25	
9 Operating Profit after Interest, Depreciation and Withholding Taxes (6-7-8)	660.09	573.94	2,937.00	2,081.91	
10 Foreign Exchange Gain/(Loss)	(209.98)	181.74	(571.01)	(880.97)	
11 Other Income	199.88	221.21	1,563.06	1,656.45	
12 Profit before Tax (9+-10+-11)	649.99	976.89	3,929.05	2,857.39	
13 Provision for Taxation	152.46	128.30	555.42	242.50	
14 Profit after Tax (12-13)	497.53	848.59	3,373.63	2,614.89	
15 Paid-up Equity Share Capital (Par value Rs.10 each)	3,237.15	3,237.15	3,237.15	3,237.15	
16 Reserves excluding Revaluation Reserves	20,024.46	17,272.90	20,024.46	17,272.90	
17 Earnings Per Share (Rs.) (Par value Rs.10 each)					
Basic	1.54	2.62	10.42	8.08	
Diluted	1.54	2.62	10.42	8.07	
18 Public shareholding					
-Number of Shares	13,093,034	13,093,034	13,093,034	13,093,034	
-Percentage of Shareholding	40.45%	40.45%	40.45%	40.45%	
19 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 share capital of the company)	-	-	-	-	
b) Non - encumbered					
- Number of shares	19,276,990	19,276,990	19,276,990	19,276,990	
- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100%	100%	100%	100%	
- Percentage of shares (as a % of the total share capital of the company)	59.55%	59.55%	59.55%	59.55%	

Company Secretary

Segment Reporting (Standalone)		Quarter Ended		Year Ended		Amt in Rs. lacs
		March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009	
a) Revenue by Geographical Segment						
India	816.52	1,109.27	3,830.07	3,822.72		
Far East	2,006.01	1,495.85	6,063.26	7,813.39		
Singapore	213.55	508.09	1,529.24	1,488.92		
Europe	383.47	498.76	1,690.24	2,161.15		
Middle East	644.17	1,214.60	3,789.47	3,202.28		
Others	712.99	695.03	2,512.46	2,455.01		
Total	4,776.71	5,521.60	19,414.74	20,943.46		
Less:- Inter Segment Revenue	-	-	-	-		
Net Revenue From Operations	4,776.71	5,521.60	19,414.74	20,943.46		
b) Segment Profit / (Loss) before Tax and Interest						
India	(80.62)	160.69	0.34	534.44		
Far East	816.89	(122.27)	2,000.37	936.21		
Singapore	29.26	63.56	322.94	286.47		
Europe	153.57	190.47	771.51	1,028.76		
Middle East	21.86	538.12	1,038.43	779.55		
Others	116.01	288.49	769.97	449.73		
Total	1,056.97	1,119.08	4,903.56	4,015.16		
Add:- Foreign Exchange Gain/(Loss)	(209.97)	181.74	(571.02)	(880.97)		
Add:- Other Income	199.88	221.21	1,563.06	1,656.45		
Less:- Other Unallocable Expenditure	396.86	545.12	1,966.55	1,933.25		
Operating Profit before Tax	649.89	976.89	3,929.05	2,867.39		
Capital Employed (Refer Note 11 below)	23,296.13	20,570.04	23,296.13	20,570.04		

Other Information (Standalone)		Quarter Ended		Year Ended		Amt in Rs. lacs
		March 31, 2010	March 31, 2009	March 31, 2010	March 31, 2009	
Staff Cost		2,257.09	2,710.12	10,036.24	11,223.77	
Items exceeding 10% of aggregate expenditure						
Travel Expenditure		438.14	461.32	1,605.61	1,761.32	
Software Development Expenses		216.56	530.75	762.66	793.06	
Details of other Income:						
Interest Received		76.30	208.51	513.29	347.69	
Dividend received from non-trade investments		67.15	3.31	154.66	139.16	
Dividend received from Subsidiary Company		-	-	700.00	425.00	
Profit on sale of fixed assets		24.03	-	24.86	-	
Profit on sale of investments (net)		-	-	0.09	669.89	
Provisions written back		2.17	2.11	107.77	55.12	
Reversal of employees' stock compensation expenses		22.68	0.16	41.80	0.16	
Miscellaneous Income		7.55	7.12	20.79	19.43	
Total		199.88	221.21	1,563.06	1,656.45	

For AUDITORS SOFTWARE AND CONSULTING

Chartered Accountants

NOTES:

- 1) The above financial statements were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on April 24, 2010 and April 25, 2010. There are no qualifications in the Auditors' report on these financial statements.
- 2) There were nil investor complaints pending at the beginning of the quarter. 24 new investor complaints/requests were received and resolved during the current quarter and there was no investor complaint pending at the end of quarter.
- 3) During the year, the Company offered 1,00,000 options to employees of the Company and its Subsidiary companies under Employees Stock Option Plan (2006), out of which 40,000 options were accepted by the employees and the same were granted thereafter.
- 4) The Board of Directors recommended a Final Dividend of Rs2.50/- per share (on equity share of per value of Rs. 10/-) at their Board meeting held on April 25, 2010. The payment is subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.
- 5) During the year, the Company made an additional investment of ₹100,000 in Nucleus Software Netherlands B. V., its wholly owned subsidiary, by way of subscription to its equity share capital.
- 6) During the year, the Company received interim dividend of Rs.7 crore from Virstra-1 Technology Services Limited, a wholly owned subsidiary.
- 7) During the year, Nucleus Software (HK) Ltd., Hongkong, a wholly owned subsidiary was de-registered as per the applicable laws of that country.
- 8) As reported in earlier quarters of the year, one of the major customers of an overseas subsidiary of the Company, had on July 25, 2009 given a notice to this subsidiary of partial cancellation of the contracts. During the current quarter, the subsidiary and the customer have fully closed a settlement without any liability on the subsidiary or on the parent Company.
- 9) Provision for taxation includes current tax, deferred tax, fringe benefit tax and income tax for earlier years.
- 10) Previous period/year figures have been regrouped/reclassified, wherever necessary.
- 11) Fixed assets used in the Company's business cannot be specifically identified with any of the reportable segments, as these are used interchangeably, between various segments. The Management believes that it is not practicable to provide segment-wise disclosures relating to total assets and liabilities since a meaningful segregation of the available data is not possible.

Date: April 26, 2010

Place: Noida

Company Secretary

For Nucleus Software Exports Ltd.

By order of the Board

Sd/-

Vishnu R Dusat

CEO & Managing Director