

**CONSOLIDATED FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LIMITED AND SUBSIDIARIES
FOR THE QUARTER ENDED JUNE 30, 2007**

Amt. in Rs. lacs

Particulars	Quarter Ended		Year Ended
	June 30, 2007	June 30, 2006	March 31, 2007
	UNAUDITED	UNAUDITED	AUDITED
1 Income from Software Services and Products	6,665.67	4,975.99	22,118.73
2 Software Development Expenses	4,155.44	2,908.52	12,510.60
3 Gross Profit	2,510.23	2,067.47	9,608.13
4 Selling and Marketing Expenses	482.00	321.07	1,792.97
5 General and Administration Expenses	545.54	304.85	1,487.25
6 Operating Profit before Interest, Depreciation and Withholding Taxes (3-4-5)	1,482.69	1,441.55	6,327.91
7 Depreciation	248.29	144.59	687.68
8 Withholding Taxes	34.02	90.21	468.07
9 Operating Profit after Interest, Depreciation and Withholding Taxes (6-7-8)	1,200.38	1,206.75	5,172.16
10 Other Income	267.73	218.24	562.12
11 Profit before Tax	1,468.11	1,424.99	5,734.28
12 Provision for Taxation	66.96	85.18	219.56
13 Profit after Tax	1,401.15	1,339.81	5,514.72
14 Paid-up Equity Share Capital	1,616.18	1,610.63	1,616.18
15 Reserves excluding Revaluation Reserves	-	-	14,903.13
16 Earnings Per Share (Rs.) (Par value Rs.10/- each)			
Basic	8.67	8.32	34.22
Diluted	8.49	8.29	33.85
17 Aggregate of Non-Promoter shareholding (Unaudited)			
-Number of Shares	6,518,592	6,167,984	6,499,602
-Percentage of Shareholding	40.34%	38.30%	40.22%

**AUDITED FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LTD.
FOR THE QUARTER ENDED JUNE 30, 2007**

Amt in Rs. lacs

Particulars	Quarter Ended		Year Ended
	June 30, 2007	June 30, 2006	March 31, 2007
	AUDITED	AUDITED	AUDITED
1 Income from Software Services and Products	4,722.67	3,136.58	14,653.05
2 Software Development Expenses	2,706.01	1,574.21	7,353.79
3 Gross Profit	2,016.66	1,562.37	7,299.26
4 Selling and Marketing Expenses	330.87	215.84	1,207.02
5 General and Administration Expenses	396.13	224.70	1,159.39
6 Operating Profit before Interest, Depreciation and Withholding Taxes (3-4-5)	1,289.66	1,121.83	4,932.85
7 Depreciation	161.07	114.48	519.82
8 Withholding Taxes	32.71	74.97	467.49
9 Operating Profit after Interest, Depreciation and Withholding Taxes (6-7-8)	1,095.88	932.38	3,945.54
10 Other Income	222.65	168.14	466.17
11 Profit before Tax	1,318.53	1,100.52	4,411.71
12 Provision for Taxation	58.89	46.76	121.54
13 Profit after Tax	1,259.64	1,053.76	4,290.17
14 Paid-up Equity Share Capital	1,616.18	1,610.63	1,616.18
15 Reserves excluding Revaluation Reserves	-	-	12,156.97
16 Earnings Per Share (Rs.) (Par value Rs.10/- each)			
Basic	7.79	6.54	26.62
Diluted	7.63	6.52	26.33
17 Aggregate of Non-Promoter shareholding (Unaudited)			
-Number of Shares	6,518,592	6,167,984	6,499,602
-Percentage of Shareholding	40.34%	38.30%	40.22%

Segment Reporting				Amt in Rs. lacs		
		Quarter Ended 30, 2007	June	Quarter Ended 30, 2006	June	Year Ended March 31, 2007
a)	Revenue by Geographical Segment					
	India	1,003.77		617.24		2,547.84
	Far East	1,610.84		936.41		4,813.73
	Singapore	352.09		347.42		1,320.93
	Europe	401.78		413.19		1,373.88
	USA	31.82		3.96		466.79
	Others	1,322.37		818.36		4,129.88
	Total	4,722.67		3,136.58		14,653.05
	Less:- Inter Segment Revenue	-		-		
	Net Revenue From Operations	4,722.67		3,136.58		14,653.05
b)	Segment Profit / (Loss) before Tax and Interest					
	India	34.05		50.78		42.69
	Far East	629.48		377.29		1,760.36
	Singapore	144.74		167.79		614.05
	Europe	165.16		198.35		635.95
	USA	13.08		1.91		211.21
	Others	543.61		382.85		1,904.10
	Total	1,530.12		1,178.97		5,168.36
	Add:- Other Income	222.65		168.14		466.17
	Less:- Other Unallocable Expenditure	434.24		246.59		1,222.82
	Operating Profit before Tax	1,318.53		1,100.52		4,411.71
c)	Capital Employed (Refer Note 10 below)	15,124.06		11,056.62		13,845.28
Other Information (Nucleus Software Exports Limited)						Amt in Rs. lacs
		Quarter Ended June 30, 2007		Quarter Ended June 30, 2006		Year Ended March 31, 2007
	Staff Cost	2,223.49		1,286.40		6,226.37
	Items exceeding 10% of aggregate expenditure					
	Travel Expenditure	406.44		283.12		1,352.38
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 July 24, 2007 and July 25, 2007. There are no qualifications in the Auditors' Report on these financial statements.					
2	Shareholders approved bonus issue of one share for each equity share held, in the Annual General Meeting held on July 6, 2007. The Board of Directors have fixed August 6, 2007 as the record date for entitlement of bonus shares.					
3	There were nil investor complaints pending at the beginning of the quarter. 3 new investor complaints were received and resolved during the current quarter.					
4	Pursuant to the changes in the Indian Income Tax Act, the Company has calculated its tax liability after considering Minimum Alternate Tax (MAT). A sum of Rs. 131 Lacs is carried forward and shown under Loans & Advances in the Balance Sheet as at June 30, 2007 to be set off against future tax liabilities.					
5	The Finance Act, 2007 has levied Fringe Benefit Tax (FBT) on employee stock options. Such tax will be recovered from employees. FBT liability arises on the date of exercise of stock options, no stock options were exercised during the quarter.					
6	Provision for taxation includes current tax, deferred tax and fringe benefit tax.					
7	Mr. Suresh Joshi and Mr. Prithvi Haldea, retired by rotation as Directors of the Company and were re-appointed as Directors unanimously by the shareholders at the Annual General Meeting held on July 6, 2007.					
8	These accounts have been prepared in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).					
9	Previous period/year figures have been regrouped /reclassified, wherever necessary.					
10	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.					
				For Nucleus Software Exports Ltd.		
				By order of the Board		
				Sd/-		
Date: July 25, 2007				Vishnu R Dusad		
Place: NOIDA				Managing Director		