Cranes Software International Limited

Regd. Office :
2, Tavarekere, Bannerghatta Road BTM Layout,
1st Stage, 1st Phase, Bangalore - 560 029, INDIA

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13th November, 2014

To,

The Manager
The National Stock Exchange of India Ltd.
Exchange Plaza
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051

Dear Sir,

Sub: Meeting of the Board of Directors
Ref: CRANESSOFT – EQ

Further to our letter, dt. 5Th November, 2014 informing you of the Board of Directors Meeting, we wish to inform you that at the meeting of the Board of Directors held today (13th November, 2014), the Board has -

- Taken on record the unaudited financial results for the quarter ended 30th September, 2014. The results are enclosed for your information / records.
- Also enclosed is a copy of the Limited Review Report.

We request you to kindly take note of the same and acknowledge receipt.

Thanking you,

Yours faithfully,
For Cranes Software International Ltd.

Authorised Signatory

Encl: As above

CRANES SOFTWARE INTERNATIONAL LIMITED
Regd Office : # 2, Tavarekere, Bannerghatta Road, Stage-1, Phase-1, BTM Layout
BANGALORE - 560 029.

Unaudited Financial Result for the Quarter & Half Year Ended 30th September, 2014

PART 1

(Rs.In Lakhs)

SL. No.	Particulars	Standalone						Consolidated					
		Quarter Ended			Half Year Ended		Year Ended	Quarter Ended			Half Year Ended		Year Ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	**Income from Operations**												
	(a)Net Sales/Income from Operations	431.22	300.30	600.85	731.52	944.99	1,973.26	8,673.43	8,949.05	8,556.24	17,622.48	16,282.96	33,923.01
	(b)Other Operating Income	-	-	-	-	-	-						
	Total Income from Operations (Net)	**431.22**	**300.30**	**600.85**	**731.52**	**944.99**	**1,973.26**	**8,673.43**	**8,949.05**	**8,556.24**	**17,622.48**	**16,282.96**	**33,923.01**
2	**Expenses**												
	(a) Cost of materials consumed	11.36	60.05	146.80	71.41	223.62	362.38	4,627.98	4,442.30	4,350.83	9,070.28	8,318.76	16,195.33
	(b) Purchase of Stock-in-Trade	-	-	-	-	-	-						
	(c) Changes in inventories of finished goods and work-in-progress	22.21	(22.54)	55.33	(0.34)	4.76	27.17	22.21	(22.54)	55.33	(0.34)	4.76	27.17
	(d) Employee benefit expense	207.39	210.44	197.32	417.83	396.76	834.77	2,843.95	2,909.16	3,024.00	5,753.11	5,710.14	10,690.56
	(e) Depreciation and amortization expense	387.61	381.52	925.54	769.13	1,851.08	3,039.42	793.06	771.65	1,259.99	1,564.71	2,486.93	4,379.57
	(f) Other expenses	152.33	74.74	251.59	227.07	3,590.27	15,115.55	1,604.92	1,482.85	1,816.20	3,087.77	6,560.98	21,026.26
	Total Expenses	**780.89**	**704.21**	**1,576.58**	**1,485.10**	**6,066.49**	**19,379.29**	**9,892.10**	**9,583.42**	**10,506.35**	**19,475.52**	**23,081.57**	**52,318.89**
3	Profit from Operations before Other Income, Finance Costs & Exceptional Items (1-2)	(349.67)	(403.91)	(975.73)	(753.58)	(5,121.50)	(17,406.03)	(1,218.68)	(634.37)	(1,950.12)	(1,853.05)	(6,798.62)	(18,395.89)
4	Other Income	2,423.25	193.78	469.74	2,617.03	469.87	729.69	2,534.59	315.68	127.09	2,850.27	200.71	1,042.90
5	Profit/(Loss) from ordinary activities before finance costs but before exceptional items (3+4)	2,073.58	(210.13)	(505.99)	1,863.45	(4,651.63)	(16,676.34)	1,315.91	(318.69)	(1,823.03)	997.22	(6,597.91)	(17,352.99)
6	Finance costs	2,771.77	2,692.51	2,246.02	5,464.28	4,817.88	9,470.93	2,797.34	2,717.56	2,268.77	5,514.90	4,891.18	9,667.28
7	Profit/(Loss) from Ordinary activities after finance costs but before exceptional items (5-6)	(698.20)	(2,902.64)	(2,752.01)	(3,600.84)	(9,469.51)	(26,147.27)	(1,481.43)	(3,036.25)	(4,091.80)	(4,517.68)	(11,489.09)	(27,020.27)
8	Exceptional Items	-	-	-	-	-	110.40	-	-	-	-	-	88.29
9	Profit/(Loss) from ordinary activities before tax (7 - 8)	(698.20)	(2,902.64)	(2,752.01)	(3,600.84)	(9,469.51)	(26,036.87)	(1,481.43)	(3,036.25)	(4,091.80)	(4,517.68)	(11,489.09)	(26,931.97)
10	Tax expense	1,402.43	1,433.00	2,973.11	2,835.43	4,202.82	9,184.23	1,410.09	1,422.54	2,981.00	2,832.63	4,227.29	9,780.15
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	704.23	(1,469.64)	221.10	(765.41)	(5,266.69)	(16,852.64)	(71.34)	(1,613.71)	(1,110.80)	(1,685.05)	(7,261.80)	(17,151.82)
12	Extraordinary Items	-	-	-	-	-	6,854.93	-	-	-	-	-	6,854.93
13	Net Profit/(Loss) for the period (11-12)	704.23	(1,469.64)	221.10	(765.41)	(5,266.69)	(9,997.71)	(71.34)	(1,613.71)	(1,110.80)	(1,685.05)	(7,261.80)	(10,296.89)
14	Minority Interest							-	-	-	-	-	-
15	Net Profit/(Loss) after Taxes, minority interest and share of profit/Loss of associates(13+14)	704.23	(1,469.64)	221.10	(765.41)	(5,266.69)	(9,997.71)	(71.34)	(1,613.71)	(1,110.80)	(1,685.05)	(7,261.80)	(10,296.89)
16	Paid-up equity share capital (Face Value of Rs.2/-)	2355.34	2355.34	2355.34	2355.34	2355.34	2355.34	2355.34	2355.34	2355.34	2355.34	2355.34	2355.34
17	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						(9,047.51)						(13,031.08)
18 i	Earnings Per Share (before extraordinary items)												
	i) Basic	0.60	(1.25)	0.19	(0.65)	(4.47)	(14.31)	(0.06)	(1.37)	(0.94)	(1.43)	(6.17)	(14.56)
	ii)Diluted	0.60	(1.25)	0.19	(0.65)	(4.47)	(14.31)	(0.06)	(1.37)	(0.94)	(1.43)	(6.17)	(14.56)
18 ii	Earnings Per Share (after extraordinary items)												
	i) Basic	0.60	(1.25)	0.19	(0.65)	(4.47)	(8.49)	(0.06)	(1.37)	(0.94)	(1.43)	(6.17)	(8.74)
	ii)Diluted	0.60	(1.25)	0.19	(0.65)	(4.47)	(8.49)	(0.06)	(1.37)	(0.94)	(1.43)	(6.17)	(8.74)

CRANES SOFTWARE INTERNATIONAL LIMITED

PART-2

SL No	PARTICULARS	3 Months Ended			Year ended
		30.09.2014	31.06.2014	30.09.2013	31.03.2014
A	**PARTICULARS OF SHAREHOLDING**				
1	Public Shareholding				
	- Number of shares	110,247,850	110,247,850	110,247,850	110,247,850
	- Percentage of shareholding	93.62%	93.62%	93.62%	93.62%
2	Promoters and Promoter Group Shareholding				
	(a) Pledged / Encumbered				
	- Number of shares	1,000,000	1,000,000	1,000,000	1,000,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	13.30%	13.30%	13.30%	13.30%
	- Percentage of shares (as a % of the total share capital of the company)	0.85%	0.85%	0.85%	0.85%
	(b) Non-encumbered				
	- Number of shares	6,519,000	6,519,000	6,519,000	6,519,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	86.70%	86.70%	86.70%	86.70%
	- Percentage of shares (as a % of the total share capital of the company)	5.54%	5.54%	5.54%	5.54%

B	INVESTOR COMPLAINTS FOR 3 MONTHS ENDED 30TH SEPTEMBER 2014			
	Pending at the beginning of the Quarter	Received during the Quarter	Disposed of during the Quarter	Remaining unresolved at the end of the Quarter
	-	-	-	-

Cranes Software International Limited Bangalore

CRANES SOFTWARE INTERNATIONAL LIMITED

Segment Wise Revenue, Results & Capital Employed

(Rs.In Lakhs)

SL. No.	Particulars	Standalone						Consolidated					
		Quarter Ended			Half Year Ended		Year Ended	Quarter Ended			Half Year Ended		Year Ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue												
	(a) International	186.53	178.84	213.89	365.37	404.94	764.07	8,404.38	8,813.05	8,127.39	17,217.43	15,692.15	32,452.77
	(b) Domestic	244.69	121.46	386.96	366.15	540.05	1,209.19	269.05	136.00	428.85	405.05	590.81	1,470.24
	Total	431.22	300.30	600.85	731.52	944.99	1,973.26	8,673.43	8,949.05	8,556.24	17,622.48	16,282.96	33,923.01
	Less: Inter Segment Revenue			-									
	Net sales/Income From Operations	431.22	300.30	600.85	731.52	944.99	1,973.26	8,673.43	8,949.05	8,556.24	17,622.48	16,282.96	33,923.01
2	Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)												
	(a) International	(111.90)	(129.25)	(312.23)	(241.15)	(1,638.88)	(5,569.93)	(389.98)	(203.00)	(624.04)	(592.97)	(2,175.56)	(5,886.68)
	(b) Domestic	(237.78)	(274.66)	(663.50)	(512.44)	(3,482.62)	(11,836.10)	(828.70)	(431.37)	(1,326.08)	(1,260.07)	(4,623.06)	(12,509.21)
	Total	(349.67)	(403.91)	(975.73)	(753.58)	(5,121.50)	(17,406.03)	(1,218.68)	(634.37)	(1,950.12)	(1,853.05)	(6,798.62)	(18,395.89)
	Less: i) Interest	2,771.77	2,692.51	2,246.02	5,464.28	4,817.88	9,470.93	2,797.34	2,717.56	2,268.77	5,514.90	4,891.18	9,667.28
	ii) Other Un-allocable Expenditure net off												
	(iii) Un-allocable income	2,423.25	193.78	469.74	2,617.03	469.87	729.69	2,534.59	315.68	127.09	2,850.27	200.71	1,042.90
	Total Profit Before Tax	(698.20)	(2,902.64)	(2,752.01)	(3,600.84)	(9,469.51)	(26,147.27)	(1,481.43)	(3,036.25)	(4,091.80)	(4,517.68)	(11,489.09)	(27,020.27)
3	Capital Employed												
	(Segment assets – Segment Liabilities)												
	(a) International	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50	1,766.50
	(b) Domestic	588.83	588.83	588.83	588.83	588.83	588.83	588.83	588.83	588.83	588.83	588.83	588.83
	Total	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33	2,355.33

Cranes Software International Limited ★ Bangalore

STATEMENT OF ASSETS AND LIABILITIES

(Rs.in Lakhs)

	PARTICULARS	STANDALONE		CONSOLIDATED	
		As at 30.09.2014	As at 31.03.2014	As at 30.09.2014	As at 31.03.2014
		Unaudited	Audited	Unaudited	Audited
A	**EQUITY AND LIABILITIES**				
1	Shareholders' Funds				
	a) Share Capital	2,355.34	2,355.34	2,355.34	2,355.34
	b) Reserves and surplus	(11,216.68)	(9,047.51)	(11,885.81)	(13,031.08)
	Shareholders' Funds	**(8,861.34)**	**(6,692.17)**	**(9,530.47)**	**(10,675.74)**
2	Non-current liabilities				
	a) Long term borrowings	850.43	1,478.95	2,318.74	2,947.26
	b) Long term provisions	71.80	72.43	90.57	90.55
	c) Deferred tax Liability			2.38	
	Non-current liabilities	**922.24**	**1,551.38**	**2,411.69**	**3,037.80**
3	Current liabilities				
	a) Short term borrowings		876.72	1,016.57	1,477.72
	b) Trade payables	8,120.57	7,672.75	8,225.93	7,963.47
	c) Other current liabilities	119,283.26	115,869.42	121,965.57	118,619.26
	d) Short terms provisions	446.40	451.24	446.40	451.24
	Current liabilities	**127,850.23**	**124,870.13**	**131,654.46**	**128,511.70**
	TOTAL - EQUITY AND LIABILITIES	**119,911.13**	**119,729.34**	**124,535.68**	**120,873.76**
B	**ASSETS**				
1	Non-current assets				
	a) Fixed Assets	32,626.04	35,469.53	52,071.01	63,489.51
	b) Non-current Investments	8,009.18	8,009.18	17.86	17.86
	c) Deferred tax assets	26,069.52	22,559.89	28,680.57	25,105.47
	d) Long-term loans and advances	42,409.14	43,462.09	31,961.50	24,208.13
	e) Other Non-current assets				
	Non-current assets	**109,113.87**	**109,500.69**	**112,730.94**	**112,820.98**
2	Current assets				
	a) Inventories	50.44	50.11	50.44	233.84
	b) Trade receivables	8,614.75	8,041.94	7,835.11	3,892.02
	c) Cash and cash equivalents	66.76	117.57	639.21	881.34
	d) Short-term loans and advances	2,065.32	2,019.03	3,279.98	3,045.58
	e) Other current assets				
	Current assets	**10,797.26**	**10,228.64**	**11,804.74**	**8,052.78**
	TOTAL - ASSETS	**119,911.13**	**119,729.34**	**124,535.68**	**120,873.76**

Notes:

1. The above results have been approved by the Audit Committee and taken on record by the Board of Directors at its meeting held on Nov 13, 2014

2. The Boards of Directors are hopeful of settling its remaining liabilities with the banks and Bond Holders and normalize its business operations in this fiscal year.

3. The consolidated results have been prepared in line with the requirements of Accounting Standards-21 "Consolidated Financial Statements".

4. No Investor complaints were received during the Quarter.

5. Other Income for the quarter includes foreign exchange gain of Rs.2590.98 Lakhs on account of restatement of assets and liabilities

6. In accordance with Part A of Schedule II to the Companies Act, 2013, the company has reassessed the remaining useful life of assets with effect from 1st April 2014. As a result of the above, standalone depreciation is lower by Rs 117.91 Lakhs and Rs.235.82 for the quarter and half year ended 30th September 2014. For assets that had completed their useful life as on 1st April 2014, the differential residual value of Rs 1403.76 Lakhs (net of deferred tax) is debited to standalone retained earnings. The consolidated depreciation is lower by Rs 119.35 Lakhs and Rs.238.70 Lakhs for the quarter and half year ended 30th September 2014 and for assets that have completed their useful life as on 1st April 2014, the differential residual value of Rs 1421.78 Lakhs (net of deferred tax) has been debited to consolidated retained earnings.

7. Previous year period figures have regrouped/reclassified wherever necessary.

Cranes Software International Limited

(Mueed Khader)
Executive Director

Cranes Software International Limited ★ Bangalore

13-Nov-14
Bangalore

S. JANARDHAN & ASSOCIATES
CHARTERED ACCOUNTANTS

VIJAY BHATIA, B.com., F.C.A.,
BALAKRISHNA S.BHAT, B.com., F.C.A.,
B. ANAND, B.Sc.,F.C.A.,

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22202709 Fax: 22265572
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REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of M/s. Cranes Software International Limited, Bengaluru for the second quarter ended September 30th, 2014 except for the disclosures regarding the 'public share holding' and 'promoters and promoters group holding' which have been traced from disclosures made by the Management which have not been reviewed by us.

The statement published is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a review report wherever applicable on this financial statement based on our review.

We conducted our review in accordance with the standard on Review Engagement (SRE) 2400; "Engagements to Review Financial Statements" 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 financial statements are free of material misstatements. Our review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

In respect of the financial results of subsidiary companies where we are not the auditors, We did not review the interim financial statements / Information / results of subsidiaries included in the consolidated financial statements whose interim financial statements / information / results reflect total assets of Rs. 49,392.31 Lakhs as at September 30,2014, total revenues of Rs. 8449.05 lakhs and Rs. 17,264.67 lakhs for the quarter and six months ended September 30, 2014 respectively and total loss after tax of Rs. 632.89 lakhs and Rs. 919.64

S. Janardhan & Associates Bangalore 560 001. Chartered Accountants

lakhs for the quarter and six months ended September 30, 2014 respectively as considered in the consolidated financial results. These interim financial statements / Information / results have been reviewed by other auditors whose reports have been furnished to the management and our report on the Statement, in so far as it relates to the amounts and the disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.

Based on our review conducted as above, we comment as under:

1. The above referred statements have been prepared, as per practice, under the assumption of "Going Concern". However, the conditions mentioned below and reported earlier for the year ended 31st March, 2011, still exists in respect of parent Company M/s Cranes Software International Limited, Bangalore, mainly on account of overdue amounts to banks and other lending institutions, including unsecured Foreign Currency Bond Holders. The Company is in negotiation with the above lenders for one time settlement of their dues. Negotiations are in advance stage with the remaining lenders and the company is hopeful of reaching a settlement with them in the near future. We express our reservation about the Company's ability to continue as a 'Going Concern" till such time the terms and conditions enumerated in these settlements are complied with.

2. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Dividend Distribution Tax and the like not deposited by the Company in favour of the respective statutory authorities.

3. Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and permission is awaited from the statutory authorities to write off the same.

4. Substantial advances are made by the company in the earlier years, which are overdue and are outstanding as on the date of limited review. In the absence of any tangible evidences as to the value of services to be rendered by such parties, we are unable to express any opinion whether such advances are stated at their realizable value.

S. Janardhan & Associates Bangalore 560 001. Chartered Accountants

Subject to the above, In our opinion and to the best of our information and according to the explanations given to us , the statement:

i. Is presented in accordance with the requirements of Clause 41 of the Listing Agreement with Stock Exchanges; and

ii. Gives a true and fair view in conformity with the accounting principles generally accepted in India of the netloss and other financial information of the company for the quarter and six months ended September 30, 2014.

For S.JANARDHAN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-005310S

PLACE: BANGALORE
DATE: 13.11.2014

(VIJAY BHATIA)
PARTNER
Membership No.201862