Cranes Software International Limited

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

Ph: +91 80 4128 1111
Fax: +91 80 4128 0203
Email: info@cranessoftware.com

13th November, 2015

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. 2nd November, 2015 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, 2015), the Board has -

- Taken on record the unaudited financial results for the quarter ended 30th September, 2015. The results are enclosed for your information / records.
- 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.

Statement of Unaudited Financial Result for the Quarter & Half Year Ended 30th September, 2015

PART-1

(Rs.In Lakhs)

SL. No.	Particulars	Standalone						Consolidated					
		Quarter Ended			Half Year Ended		Year Ended	Quarter Ended			Half Year Ended		Year Ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	**Income from Operations**												
	(a)Net Sales/Income from Operations	251.60	208.35	431.22	459.95	731.52	1,370.11	9,827.49	9,227.45	8,673.43	19,054.94	17,622.48	36,763.65
	(b)Other Operating Income	-	-	-	-	-	-						
	Total Income from Operations (Net)	**251.60**	**208.35**	**431.22**	**459.95**	**731.52**	**1,370.11**	**9,827.49**	**9,227.45**	**8,673.43**	**19,054.94**	**17,622.48**	**36,763.65**
2	**Expenses**												
	(a) Cost of materials consumed	0.16	0.14	11.36	0.30	71.41	182.55	5,637.88	5,242.88	4,627.98	10,880.76	9,070.28	19,032.70
	(b) Purchase of Stock-in-Trade	-	-	-	-	-	-						
	(c) Changes in inventories of finished goods and work-in-progress	4.25	-	22.21	4.25	(0.34)	(1.13)	(221.25)	-	22.21	(221.25)	(0.34)	78.55
	(d) Employee benefit expense	102.66	128.69	207.39	231.35	417.83	701.20	2,597.77	2,825.13	2,843.95	5,422.90	5,753.11	11,503.27
	(e) Depreciation and amortization expense	406.16	401.74	387.61	807.90	769.13	1,426.49	845.20	836.26	793.06	1,681.46	1,564.71	3,078.47
	(f) Other expenses	592.40	1,286.74	152.33	1,879.14	227.07	319.78	1,924.51	2,505.63	1,604.92	4,430.14	3,087.77	6,422.02
	Total Expenses	**1,105.63**	**1,817.31**	**780.90**	**2,922.94**	**1,485.10**	**2,628.89**	**10,784.11**	**11,409.90**	**9,892.12**	**22,194.01**	**19,475.53**	**40,115.01**
3	Profit/ (Loss) from Operations before Other Income, Finance Costs & Exceptional Items (1-2)	(854.03)	(1,608.96)	(349.68)	(2,462.99)	(753.58)	(1,258.78)	(956.62)	(2,182.45)	(1,218.69)	(3,139.07)	(1,853.05)	(3,351.36)
4	Other Income	11.91	12.24	2,423.25	24.15	2,617.03	7,232.26	111.83	49.25	2,534.59	161.08	2,850.27	8,055.01
5	Profit/(Loss) from ordinary activities before finance costs but before exceptional items (3+4)	(842.12)	(1,596.72)	2,073.57	(2,438.84)	1,863.45	5,973.48	(844.79)	(2,133.20)	1,315.90	(2,977.99)	997.22	4,703.65
6	Finance costs	2,671.30	2,575.23	2,771.77	5,246.53	5,464.28	11,097.72	2,734.95	2,598.31	2,797.34	5,333.26	5,514.90	11,364.32
7	Profit/(Loss) from Ordinary activities after finance costs but before exceptional items (5-6)	(3,513.42)	(4,171.95)	(698.20)	(7,685.37)	(3,600.83)	(5,124.24)	(3,579.74)	(4,731.51)	(1,481.44)	(8,311.25)	(4,517.68)	(6,660.67)
8	Exceptional Items	(6.59)	-	-	(6.59)	-	(36.14)	(6.59)	-	-	(6.59)	-	(90.64)
9	Profit/(Loss) from ordinary activities before tax (7 - 8)	(3,520.01)	(4,171.95)	(698.20)	(7,691.96)	(3,600.83)	(5,160.38)	(3,586.33)	(4,731.51)	(1,481.44)	(8,317.84)	(4,517.68)	(6,751.31)
10	Tax expense	(1,101.98)	(1,208.02)	(1,402.43)	(2,310.00)	(2,835.43)	(2,822.00)	(970.94)	(1,179.21)	(1,410.09)	(2,150.15)	(2,832.63)	(2,791.71)
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	(2,418.03)	(2,963.93)	704.23	(5,381.96)	(765.40)	(2,338.38)	(2,615.39)	(3,552.30)	(71.35)	(6,167.69)	(1,685.05)	(3,959.60)
12	Extraordinary Items	-	-	-	-	-	-	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	(2,418.03)	(2,963.93)	704.23	(5,381.96)	(765.40)	(2,338.38)	(2,615.39)	(3,552.30)	(71.35)	(6,167.69)	(1,685.05)	(3,959.60)
14	Minority Interest							-	-	-	-	-	-
15	Net Profit/(Loss) after Taxes, minority interest and share of profit/Loss of associates(13+14)	(2,418.03)	(2,963.93)	704.23	(5,381.96)	(765.40)	(2,338.38)	(2,615.39)	(3,552.30)	(71.35)	(6,167.69)	(1,685.05)	(3,959.60)
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						(12,599.70)						(18,250.28)
18 i	Earnings Per Share (before extraordinary items)												
	i) Basic	(2.05)	(2.52)	0.60	(4.57)	(0.65)	(1.99)	(2.22)	(3.02)	(0.06)	(5.24)	(1.43)	(3.36)
	ii)Diluted	(2.05)	(2.52)	0.60	(4.57)	(0.65)	(1.99)	(2.22)	(3.02)	(0.06)	(5.24)	(1.43)	(3.36)
18 ii	Earnings Per Share (after extraordinary items)												
	i) Basic	(2.05)	(2.52)	0.60	(4.57)	(0.65)	(1.99)	(2.22)	(3.02)	(0.06)	(5.24)	(1.43)	(3.36)
	ii)Diluted	(2.05)	(2.52)	0.60	(4.57)	(0.65)	(1.99)	(2.22)	(3.02)	(0.06)	(5.24)	(1.43)	(3.36)

CRANES SOFTWARE INTERNATIONAL LIMITED

PART-2

SL No	PARTICULARS	3 Months Ended			Year ended
		30.09.2015	30.06.2015	30.09.2014	31.03.2015
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 2015			
	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
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue												
	(a) International	176.12	169.24	186.53	345.36	365.37	712.30	9,657.65	9,155.61	8,404.38	18,813.26	17,217.43	35,986.69
	(b) Domestic	75.48	39.11	244.69	114.59	366.15	657.81	169.85	71.84	269.05	241.69	405.05	776.96
	Total	251.60	208.35	431.22	459.95	731.52	1,370.11	9,827.49	9,227.45	8,673.43	19,054.94	17,622.48	36,763.65
	Less: Inter Segment Revenue			-									
	Net sales/Income From Operations	251.60	208.35	431.22	459.95	731.52	1,370.11	9,827.49	9,227.45	8,673.43	19,054.94	17,622.48	36,763.65
2	Segment Results Profit(+)/ (Loss) (-) before tax and interest from Each segment)												
	(a) International	(275.40)	(514.87)	(111.90)	(790.27)	(241.15)	(414.37)	(308.23)	(698.38)	(389.98)	(1,006.61)	(592.98)	(1,101.44)
	(b) Domestic	(585.22)	(1,094.09)	(237.78)	(1,679.31)	(512.43)	(880.54)	(654.98)	(1,484.07)	(828.71)	(2,139.05)	(1,260.07)	(2,340.56)
	Total	(860.62)	(1,608.96)	(349.68)	(2,469.58)	(753.58)	(1,294.92)	(963.21)	(2,182.45)	(1,218.69)	(3,145.66)	(1,853.05)	(3,442.00)
	Less: i) Interest	2,671.30	2,575.23	2,771.77	5,246.53	5,464.28	11,097.72	2,734.95	2,598.31	2,797.34	5,333.26	5,514.90	11,364.32
	ii) Other Un-allocable Expenditure net off												
	(iii) Un-allocable income	11.91	12.24	2,423.25	24.15	2,617.03	7,232.26	111.83	49.25	2,534.59	161.08	2,850.27	8,055.01
	Total Profit Before Tax	(3,520.01)	(4,171.95)	(698.20)	(7,691.96)	(3,600.83)	(5,160.38)	(3,586.33)	(4,731.51)	(1,481.44)	(8,317.84)	(4,517.68)	(6,751.31)
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 30.09.2015	As at 31.03.2015	As at 30.09.2015	As at 31.03.2015
		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	(17,981.64)	(12,599.70)	(23,237.55)	(18,250.28)
	Shareholders' Funds	**(15,626.31)**	**(10,244.36)**	**(20,882.21)**	**(15,894.94)**
2	Non-current liabilities				
	a) Long term borrowings	-	487.87	1,468.31	1,956.18
	b) Long term provisions	56.48	56.48	74.64	74.64
	Non-current liabilities	**56.48**	**544.35**	**1,542.95**	**2,030.82**
3	Current liabilities				
	a) Short term borrowings	43.78	43.78	1,511.20	1,345.65
	b) Trade payables	1,281.84	1,271.45	2,925.89	3,053.64
	c) Other current liabilities	136,813.84	127,530.72	143,006.63	133,734.86
	d) Short terms provisions	81.80	82.46	81.80	82.46
	Current liabilities	**138,221.25**	**128,928.41**	**147,525.53**	**138,216.61**
	TOTAL - EQUITY AND LIABILITIES	**122,651.43**	**119,228.40**	**128,186.27**	**124,352.49**
B	**ASSETS**				
1	Non-current assets				
	a) Fixed Assets	31,444.38	32,252.28	58,947.72	58,857.01
	b) Non-current Investments	8,009.18	8,009.18	17.86	17.86
	c) Deferred tax assets	29,275.83	26,965.82	31,947.58	29,648.80
	d) Long-term loans and advances	19,571.97	19,891.49	151.75	151.64
	e) Other Non-current assets				
	Non-current assets	**88,301.34**	**87,118.77**	**91,064.90**	**88,675.31**
2	Current assets				
	a) Inventories	46.99	51.23	311.45	90.20
	b) Trade receivables	9,465.78	7,306.80	9,964.27	8,120.92
	c) Cash and cash equivalents	60.79	71.29	639.80	817.59
	d) Short-term loans and advances	24,776.53	24,680.30	26,205.85	26,648.47
	e) Other current assets				
	Current assets	**34,350.08**	**32,109.62**	**37,121.37**	**35,677.18**
	TOTAL - ASSETS	**122,651.43**	**119,228.39**	**128,186.27**	**124,352.49**

Cranes Software International Limited Bangalore

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 November 13, 2015.

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 financial 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 expenses of Standalone financials include foreign exchange loss of Rs.548.11 Lakhs for the quarter and Rs.1,722.16 lakhs for six months on account of restatement of assets and liabilities.

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

Cranes Software International Limited

(Mueed Khader)

Executive Director

Cranes Software International Limited Bangalore

13-Nov-15

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.,

Apt. No.103 & 106
Embassy Centre
No.11, Crescent Road
Bangalore - 560 001

Phone :22265438, 22260055
22202709 Fax: 22265572
E-mail : ca.sjassociates@gmail.com

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of M/s. Cranes Software International Limited, Bengaluru for the quarter and six months ended September 30, 2015 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.

Based on our review conducted as above, nothing has come to our attention that causes to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [specified under section 133 of the Companies Act 2013, read with rule 7 of the Companies(Accounts) Rules 2014] and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

1. Redemption of Foreign currency convertible bond amounting to Rs. 30,996 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter and six months ended 30th September 2015. A winding up petition has been filed by the trustees of the Foreign Currency Convertible Bond holders against the company, before the division bench Hon'ble High Court of Karnataka for non-payment of principal and the accrued interest thereon.

S. Janardhan & Associates
Bangalore
560 001.
Chartered Accountants

2. Term loans and working capital loans availed by the company from various banks amounting to Rs.64,924.02 lakhs, which includes an amount of Rs.4,778.23 lakhs taken over by an Asset Reconstruction Company, remain unpaid and are overdue since 2009. The lenders have filed cases before the Debt Recovery Tribunal (DRT) / Hon'ble Courts, etc for recovery of dues. These proceedings are in various stages of disposal before the "DRT" and respective Hon'ble Courts. Winding up petitions have been filed by Canara bank and Bank of India against the company, before the Hon'ble High Court of Karnataka for non-payment of principal and the accrued interest thereon.

3. An advance of Rs. 23,972.43 lakhs is due from a party for an inordinate period and in our opinion recovery of the same is doubtful. However, the company continues to classify such amounts as 'Good'. However, no evidence has been given to us to consider those amounts as recoverable.

Our conclusion is not qualified in respect of the above matter.

Other Matters

1. 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.

2. 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.

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 net loss and other financial information of the company for the quarter and six months ended September 30, 2015.

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

S. Janardhan & Associates Bangalore 560 001. Chartered Accountants

(VIJAY BHATIA)
PARTNER
Membership No.201862

PLACE: BANGALORE
DATE: 13.11.2015

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.,

Apt. No.103 & 106
Embassy Centre
No.11, Crescent Road
Bangalore - 560 001

Phone :22265438, 22260055
22202709 Fax: 22265572
E-mail : ca.sjassociates@gmail.com

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited Consolidated financial results of M/s. Cranes Software International Limited, Bengaluru ('the Company') and its subsidiaries (together, 'the Group') for the quarter and six months ended September 30, 2015, being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement, 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.

Based on our review conducted as above, nothing has come to our attention that causes to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [specified under section 133 of the Companies Act 2013, read with rule 7 of the Companies(Accounts) Rules 2014] and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

S. Janardhan & Associates Bangalore 560 001. Chartered Accountants

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 revenues of Rs.9,827.49 lakhs for the quarter and Rs. 19,054.94 lakhs for the six months ended September 30, 2015 and total loss after tax of Rs.2,615.39 lakhs for the quarter and Rs. 6,167.69 lakhs for the six months ended September 30, 2015 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.

Emphasis of Matter:

1. Consolidated financial statements of the company includes, "Compiled financials of Cranes Software International Pte Limited, Singapore and Systat Software Gmbh" and are not audited.
2. Our limited review report has to be read along with the 'Emphasis of Matter' para as appearing in our limited review report of even date in respect of the standalone financials of Cranes Software International Limited

Our conclusion is not qualified in respect of the above matter.

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 net loss and other financial information of the company for the quarter and six months ended September 30, 2015.

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

PLACE: BANGALORE
DATE: 13.11.2015

(VIJAY BHATIA)
PARTNER
Membership No.201862