

**CONSOLIDATED FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LIMITED AND SUBSIDIARIES FOR THE QUARTER AND HALF YEAR
ENDED SEPTEMBER 30, 2010**

(Amt in Rs. Lacs)

	Particulars	Quarter Ended		Half Year Ended		Year Ended
		Sept. 30, 2010	Sept. 30, 2009	Sept. 30, 2010	Sept. 30, 2009	March 31, 2010
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Software Products and Services	7,019.14	7,075.19	13,633.10	15,128.90	29,178.27
2	Software Development Expenses	4,487.60	4,787.21	9,135.65	10,150.99	19,616.60
3	Gross Profit (1-2)	2,531.54	2,287.98	4,497.45	4,977.91	9,561.67
4	Selling and Marketing Expenses	689.55	613.62	1,456.14	1,240.21	2,266.60
5	General and Administration Expenses	670.68	479.08	1,398.79	939.55	1,887.22
6	Operating Profit before Interest, Depreciation and Withholding Taxes (3-4-5)	1,171.31	1,195.28	1,642.52	2,798.15	5,407.85
7	Depreciation	236.72	301.35	484.03	621.18	1,133.46
8	Withholding Taxes	28.81	-	40.92	8.70	42.56
9	Operating Profit after Interest, Depreciation and Withholding Taxes (6-7-8)	905.78	893.93	1,117.57	2,168.27	4,231.83
10	Other Income	203.51	216.55	422.71	531.09	962.03
11	Foreign Exchange Gain/(Loss)	(168.04)	33.77	(17.83)	(394.34)	(802.60)
12	Profit before Tax (9+10+11)	941.25	1,144.25	1,522.45	2,305.02	4,391.26
13	Provision for Taxation Expense / (Credit)	51.06	156.19	102.91	303.84	551.18
14	Profit after Tax (12-13)	890.19	988.06	1,419.54	2,001.18	3,840.08
15	Paid-up Equity Share Capital (Par value Rs.10 each)	3,238.40	3,237.15	3,238.40	3,237.15	3,237.15
16	Reserves excluding Revaluation Reserves	-	-	-	-	23,869.80
17	Earnings Per Share (Rs.) (Par value Rs.10 each)					
	Basic	2.75	3.05	4.39	6.18	11.86
	Diluted	2.75	3.05	4.38	6.18	11.86
18	Public shareholding					
	-Number of Shares	13,105,534	13,093,034	13,105,534	13,093,034	13,093,034
	-Percentage of Shareholding	40.47%	40.45%	40.47%	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	19,276,990
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100%	100%	100%	100%	100%
	Percentage of shares (as a % of the total share capital of the company)	59.53%	59.55%	59.53%	59.55%	59.55%

For NUCLEUS SOFTWARE EXPORTS LIMITED



Company Secretary

**AUDITED FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LIMITED
FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2010**

(Amt in Rs. Lacs)

	Particulars	Quarter Ended		Half Year Ended		Year Ended
		Sept. 30, 2010	Sept. 30, 2009	Sept. 30, 2010	Sept. 30, 2009	March 31, 2010
		Audited	Audited	Audited	Audited	Audited
1	Income from Software Products and Services	5,293.79	4,790.33	10,000.63	10,183.81	19,414.74
2	Software Development Expenses	3,183.82	3,047.35	6,469.23	6,379.75	12,547.85
3	Gross Profit (1-2)	2,109.97	1,742.98	3,531.40	3,804.06	6,866.89
4	Selling and Marketing Expenses	396.39	404.87	892.63	802.11	1,411.66
5	General and Administration Expenses	553.29	305.29	1,188.70	643.45	1,495.33
6	Operating Profit before Interest, Depreciation and Withholding Taxes (3-4-5)	1,160.29	1,032.82	1,450.07	2,358.50	3,959.90
7	Depreciation	205.39	254.70	418.04	525.50	980.34
8	Withholding Taxes	28.81	-	40.92	8.70	42.56
9	Operating Profit after Interest, Depreciation and Withholding Taxes (6-7-8)	926.09	778.12	991.11	1,824.30	2,937.00
10	Other Income	190.85	910.58	1,189.32	1,172.44	1,563.06
11	Foreign Exchange Gain/(Loss)	(64.59)	14.19	62.66	(248.23)	(571.01)
12	Profit before Tax (9+10+11)	1,052.35	1,702.89	2,243.09	2,748.51	3,929.05
13	Provision for Taxation Expense / (Credit)	51.14	161.74	101.93	313.54	555.42
14	Profit after Tax (12-13)	1,001.21	1,541.15	2,141.16	2,434.97	3,373.63
15	Paid-up Equity Share Capital (Par value Rs.10 each)	3,238.40	3,237.15	3,238.40	3,237.15	3,237.15
16	Reserves excluding Revaluation Reserves	-	-	-	-	20,024.46
17	Earnings Per Share (Rs.) (Par value Rs.10 each)					
	Basic	3.09	4.76	6.61	7.52	10.42
	Diluted	3.09	4.75	6.61	7.51	10.42
18	Public shareholding					
	-Number of Shares	13,105,534	13,093,034	13,105,534	13,093,034	13,093,034
	-Percentage of Shareholding	40.47%	40.45%	40.47%	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	19,276,990
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	100%	100%	100%	100%	100%
	Percentage of shares (as a % of the total share capital of the company)	59.53%	59.55%	59.53%	59.55%	59.55%

For NUCLEUS SOFTWARE EXPORTS LIMITED

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Company Secretary

Segment Reporting (Standalone)			(Amt in Rs. Lacs)		
	Quarter Ended		Half Year Ended		Year Ended
	Sept. 30, 2010	Sept. 30, 2009	Sept. 30, 2010	Sept. 30, 2009	March 31, 2010
a) Revenue by Geographical Segment					
India	934.98	934.68	1,861.26	2,013.21	3,830.07
Far East	1,405.54	1,398.53	3,004.34	2,704.72	6,063.26
Singapore	233.92	427.22	529.71	996.26	1,529.24
Europe	851.87	421.07	1,328.79	796.15	1,690.24
Middle East	819.57	983.88	1,546.20	2,373.09	3,789.47
Others	1,047.91	624.95	1,730.33	1,300.38	2,512.46
Total	5,293.79	4,790.33	10,000.63	10,183.81	19,414.74
Less:- Inter Segment Revenue	-	-	-	-	-
Net Revenue From Operations	5,293.79	4,790.33	10,000.63	10,183.81	19,414.74
b) Segment Profit / (Loss) before Tax and Interest					
India	135.67	170.36	246.76	426.71	726.09
Far East	535.06	629.06	1,448.14	1,076.25	3,028.75
Singapore	(42.81)	210.16	52.04	483.51	725.51
Europe	555.31	289.01	853.51	504.48	1,008.99
Middle East	436.93	413.23	356.26	1,112.56	1,397.94
Others	631.29	364.54	958.46	726.19	1,201.63
Total	2,251.45	2,076.36	3,915.17	4,329.70	8,088.91
Add:- Other Income	190.85	14.19	1,189.32	1,172.44	1,563.06
Add:- Foreign Exchange Gain/(Loss)	(64.59)	910.58	62.66	(248.23)	(571.01)
Less:- Other Unallocable Expenditure	1,325.36	1,298.24	2,924.06	2,505.40	5,151.91
Operating Profit before Tax	1,052.35	1,702.89	2,243.09	2,748.51	3,929.05
c) Capital Employed (Refer Note 6 below)	25,552.07	23,242.81	25,552.07	23,242.81	23,296.13
Other Information (Standalone)			(Amt in Rs. Lacs)		
	Quarter Ended		Half Year Ended		Year Ended
	Sept. 30, 2010	Sept. 30, 2009	Sept. 30, 2010	Sept. 30, 2009	March 31, 2010
Staff Cost	2,513.92	2,608.75	5,279.68	5,308.21	10,036.24
Items exceeding 10% of aggregate expenditure					
Travel Expenditure	366.29	375.66	762.65	774.75	1,605.61
Details of other income:					
Interest Received	76.94	168.63	151.18	332.15	513.29
Dividend received from non-trade investments	111.52	23.39	203.84	39.95	154.66
Dividend received from subsidiary	-	700.00	800.00	700.00	700.00
Provisions written back	1.16	-	11.56	75.95	107.77
Miscellaneous Income	1.23	18.56	22.74	24.39	87.34
Total	190.85	910.58	1,189.32	1,172.44	1,563.06

For NUCLEUS SOFTWARE EXPORTS LIMITED

Company Secretary

NOTES:**1) Statement of Assets and Liabilities (Standalone)**

(Amt in Rs. Lacs)

Particulars	As at September 30	
	2010	2009
Shareholders' funds		
a) Share capital	3,238.40	3,237.15
b) Advance pursuant to stock option schemes	23.47	45.30
c) Reserves and surplus	22,290.20	19,960.36
Application of funds	25,552.07	23,242.81
Fixed assets (including capital work in progress)	3,728.00	4,413.57
Investments	12,038.29	4,447.62
Deferred tax asset	389.03	193.62
Current assets, loans and advances		
a) Sundry debtors	3,330.67	5,059.86
b) Cash and bank balances	5,441.27	8,304.18
c) Loans and advances	2,738.30	1,803.17
d) Other current assets	2,809.04	3,703.39
	14,319.28	18,870.60
Less: Current liabilities and provisions		
Current liabilities	(3,740.68)	(3,668.88)
Provisions	(1,181.85)	(1,013.72)
	(4,922.53)	(4,682.60)
Net current assets	9,396.75	14,188.00
Total	25,552.07	23,242.81

2) The above financial statements were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 22, 2010 and October 23, 2010. There are no qualifications in the Auditors' report on these financial statements.

3) There were nil investor complaints/requests 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/request pending at the end of quarter.

4) During the current quarter, the Compensation Committee of the Board of Directors granted 12,180 options to the Employees of the Company and its subsidiary companies under Employee Stock Option Plan (2005).

5) During the current quarter, the Company has not allotted any shares under any of the existing Employee Stock Option Plans prevalent in the Company.

6) Provision for taxation includes current tax, deferred tax, fringe benefit tax and wealth tax.

7) 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.

8) Previous period/year figures have been regrouped /reclassified, wherever necessary.

For **Nucleus Software Exports Limited**
By Order of the Board

Sd/-
Vishnu R Dusad
CEO & Managing Director

Place: **NOIDA**
Date: **October 23, 2010**

For **NUCLEUS SOFTWARE EXPORTS LIMITED**

Company Secretary