

Audited Financial Results for the Year ended March 31, 2006

(Rs. In lakhs except share data)

SL. NO.	Particulars	Unaudited	Audited				CONSOLIDATED (Audited)			
		9 months ended 31.12.2005	3 months ended		Year ended		3 months ended		Year ended	
			31.03.2006	31.03.2005	31.03.2006	31.03.2005	31.03.2006	31.03.2005	31.03.2006	31.03.2005
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	
1	Net Sales/Services:									
	Overseas	9,537.06	4,616.87	3,135.67	14,153.93	9,306.90	4,983.63	3,619.57	16,260.07	12,419.97
	Domestic	3,142.55	1,405.53	1,796.50	4,548.08	3,881.25	1,494.72	1,829.94	4,827.15	3,918.48
2	Other Income	278.84	(42.76)	(178.66)	236.08	(11.95)	(87.55)	(493.01)	295.19	(11.95)
	Total Income	12,958.45	5,979.64	4,753.51	18,938.09	13,176.20	6,390.80	4,956.50	21,382.41	16,326.50
3	Total Expenditure:									
	a) (Increase)/Decrease in Stock	(30.25)	424.42	(61.35)	394.17	(377.41)	392.21	(24.43)	369.41	(335.28)
	b) Material Cost	1,853.92	1,764.47	469.15	3,618.39	3,032.23	1,229.71	241.66	3,633.71	3,246.54
	c) Personnel Expenses	1,051.36	291.44	93.93	1,342.80	517.80	712.91	127.24	2,634.70	1,573.90
	d) General & Administrative Expenses	1,252.07	819.83	467.78	2,071.90	1,471.61	1,410.54	729.79	2,946.45	2,559.04
4	Interest	865.95	(57.35)	323.74	808.60	1,079.21	(54.96)	316.81	815.12	1,088.03
5	Depreciation	1,722.31	770.14	727.23	2,492.45	1,676.79	783.82	896.36	2,830.23	2,239.23
6	Profit before tax	6,243.09	1,966.69	2,733.03	8,209.78	5,775.97	1,916.57	2,669.07	8,152.79	5,955.04
7	Provision for tax including deferred tax	2,002.24	(153.81)	877.17	1,848.43	1,288.27	(131.85)	865.01	1,884.79	1,352.22
8	Provision for Fringe Benefit Tax	11.48	6.02	-	17.50	-	6.47	-	19.25	-
9	Profit After tax	4,229.37	2,114.48	1,855.86	6,343.85	4,487.70	2,041.95	1,804.06	6,248.75	4,602.82
10	Paid up Equity share capital of Rs.2/- each	2,273.36	2,273.36	1,016.68	2,273.36	1,016.68	2,273.36	1,016.68	2,273.36	1,016.68
11	Reserves excluding Revaluation Reserves	-	-	-	28,895.88	14,564.02	-	-	28,970.56	14,676.55
12	Earning per Share (Rs.)-Basic	4.02	1.96	1.83	5.88	4.41	1.89	1.77	5.80	4.52
	Diluted	4.02	1.96	1.83	5.86	4.41	1.89	1.77	5.77	4.52
13	Aggregate of Non-Promoter Shareholding									
	- Number of Shares	70,474,970	70,474,970	33,237,485	70,474,970	33,237,485				
	- Percentage of Shareholding	62%	62%	65.38%	62%	65.38%				

Segment-wise Revenue, Results & Capital Employed

Rs. In lakhs

Sl.No.	Particulars	Unaudited	Quarter ended		Year ended		Consolidated Quarter ended		Consolidated Year ended	
		9 Months ended								
		31.12.2005	31.03.2006	31.03.2005	31.03.2006	31.03.2005	31.03.2006	31.03.2005	31.03.2006	31.03.2005
1	Segment Revenue:									
	a) International	9,537.06	4,616.87	3,135.67	14,153.93	9,306.90	4,983.63	3619.57	16,260.07	12,419.97
	b) Domestic	3,142.55	1,405.53	1,796.50	4,548.08	3,881.25	1,494.72	1829.94	4,827.15	3,918.48
	Total	12,679.61	6,022.40	4,932.17	18,702.01	13,188.15	6,478.35	5,449.51	21,087.22	16,338.45
	Less : Inter segment Revenue									
	Net Sales	12,679.61	6,022.40	4,932.17	18,702.01	13,188.15	6,478.35	5,449.51	21,087.22	16,338.45
	Add: Other unallocable Income	278.84	(42.76)	(178.66)	236.08	(11.95)	(87.55)	(493.01)	295.19	(11.95)
	Total Income	12,958.45	5,979.64	4,753.51	18,938.09	13,176.20	6,390.80	4,956.50	21,382.41	16,326.50
2	Segment Results									
	(Profit+)/Loss(-) before tax and interest from each segment									
	a) International	6,716.22	1,642.66	2,832.21	8,358.88	6,370.02	1,674.77	2,757.14	8,305.20	6,553.26
	b) Domestic	392.82	266.68	224.56	659.50	485.16	186.84	228.74	662.71	489.81
	Total	7,109.04	1,909.34	3,056.77	9,018.38	6,855.18	1,861.61	2,985.88	8,967.91	7,043.07
	Less : i) Interest	865.95	(57.35)	323.74	808.60	1,079.21	(54.96)	316.81	815.12	1,088.03
	ii) Other unallocable expenditure net off unallocable income	-	-	-	-	-	-	-	-	-
	Total Profit Before Tax	6,243.09	1,966.69	2,733.03	8,209.78	5,775.97	1,916.57	2,669.07	8,152.79	5,955.04
3	Capital Employed (Segment assets-Segment Liabilities)									
	a) International	26,607.18	49,582.17	19,878.29	49,582.17	19,878.29	51,347.05	22,839.93	51,347.05	22,839.93
	b) Domestic	8,767.51	9,971.70	8,077.69	9,971.70	8,077.69	10,847.51	7,205.96	10,847.51	7,205.96
	Total	35,374.69	59,553.87	27,955.98	59,553.87	27,955.98	62,194.56	30,045.89	62,194.56	30,045.89

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 June 15, 2006
- 2 There were no qualifications by the Auditors in their report for the aforesaid period.
- 3 The entire Income relates to income from Software Business
- 4 The segment report is prepared in accordance with the Accounting Standard - 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India.
- 5 The consolidated results have been prepared in line with the requirements of Accounting Standards - 21 "Consolidated Financial Statements".
- 6 There were no investor complaints received during the quarter. There were no complaints pending at the beginning or lying unresolved at the end of the quarter
- 7 The Company had issued 12,00,000 equity shares of Rs.10 each on preferential basis to the promotor group/ strategic investors on October 11,2005 at a premium of Rs.890 per share. The company has raised Rs.108.00 crores from this issue. Pending utilisation, the same has been kept in term deposit with the Bank
- 8 The Company raised Euro 42 Million (Rs.220.77 Crores) by way of issue of 2.50 % Foreign Currency Convertible Bonds due 2011 during March, 2006. The Utilisation of funds upto March 31, 2006 is as follows:

Particulars	(Rs. In Crores)
Issue expenses	6.24
Capital expenditure	18.65
Term Loan repayment to Jammu & Kashmir Bank Ltd	7.98
Advance to Subsidiaries	51.94
Software Imports	5.92
Others (Exchange Variation)	(7.04)
Total	83.69

The Balance of Rs.137.08 Crores is available as Deposit with Scheduled Banks

- 9 At the AGM held on September 27, 2005, the members have approved a stock split of 5 : 1 and a bonus issue of 1 : 1. both these have been actioned during the year.
- 10 During the quarter the Company acquired selected businesses of Karna Softek India Pvt Ltd, and it along with its subsidiary Systat Software Inc., jointly acquired the Intellectual Property Rights in and to InventX ePM together with the ongoing business of InventX Inc, USA.
- 11 As part of the restructuring exercise the business of Systat Software Asia Pacific Ltd has been taken over by the Company with effect from December 20, 2005
- 12 The consolidated results include results of following:

Name of the Company	% of Holding	Holding Company
Systat Software Asia Pacific Ltd	100%	Cranes Software International Ltd
Systat Software Inc. USA	100%	Cranes Software International Ltd
Systat Software UK Ltd.	100%	Systat Software Inc. USA
Cranes Software International Pte. Ltd.,	100%	Cranes Software International Ltd
Systat Software GmbH	100%	Cranes Software International Ltd
EMRC Engineering Mechanics Research (India) Ltd	100%	Cranes Software International Ltd
NISA Software Inc, USA	100%	Cranes Software International Ltd
- 13 The Directors have recommended a regular equity dividend of 20% (Rs.0.40 per share) and a special dividend of 40% (Rs.0.80 per share), thereby aggregating to 60% (Rs.1.20 per share), subject to approval of the shareholders.
- 14 Previous period figures have been regrouped/reclassified wherever necessary

By Order of the Board

Place : Bangalore
Date : June 15, 2006

Mueed Khader
Director