

CRANES SOFTWARE INTERNATIONAL LIMITED

Regd. Office : 4th Floor, Block I, Shankar Narayana Building, # 25, M.G.Road

Bangalore - 560 001

Unaudited Financial Results (Provisional) for the Quarter & Half Year Ended 30th September, 2006

Rupees in lacs except share data

| SL. No. | Particulars | 3 months ended | | 6 months ended | | Year ended | 3 months ended | | 6 months ended | | Year ended |
|---------|-----------------------------------------------------------------|----------------|------------|----------------|------------|------------|----------------|------------|----------------|------------|------------|
| | | 30.09.2006 | 30.09.2005 | 30.09.2006 | 30.09.2005 | 31.03.2006 | 30.09.2006 | 30.09.2005 | 30.09.2006 | 30.09.2005 | 31.03.2006 |
| | | Consolidated | | | | | | | | | |
| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
| 1 | Net Sales/Services: | | | | | | | | | | |
| | Overseas | 5,381.53 | 2,937.96 | 10,358.72 | 6,110.08 | 14,153.93 | 5,767.41 | 3,532.87 | 11,087.85 | 7,407.43 | 16,260.07 |
| | Domestic | 1,192.69 | 1,170.22 | 2,077.62 | 1,951.90 | 4,548.08 | 1,192.69 | 1,238.07 | 2,077.62 | 2,078.39 | 4,827.15 |
| 2 | Other Income | (292.88) | 125.84 | (153.12) | 125.84 | 236.08 | (292.40) | 215.13 | (132.46) | 215.13 | 295.19 |
| | Total Income | 6,281.34 | 4,234.02 | 12,283.22 | 8,187.82 | 18,938.09 | 6,667.70 | 4,986.07 | 13,033.01 | 9,700.95 | 21,382.41 |
| 3 | Total Expenditure: | | | | | | | | | | |
| | a) (Increase)/Decrease in Stock | 16.00 | (290.50) | 32.07 | (30.25) | 394.17 | 22.97 | (302.46) | 43.83 | (34.39) | 369.41 |
| | b) Material Cost | 543.07 | 909.33 | 1,475.31 | 1,334.10 | 3,618.39 | 915.49 | 948.21 | 1,899.53 | 1,381.16 | 3,633.71 |
| | c) Personnel Expenses | 865.62 | 241.14 | 1,561.12 | 454.09 | 1,342.80 | 986.42 | 752.54 | 1,858.96 | 1,408.61 | 2,634.70 |
| | d) General & Administrative Expenses | 1,183.57 | 415.83 | 2,246.12 | 771.92 | 2,071.90 | 1,053.36 | 519.51 | 2,194.29 | 1,033.01 | 2,946.45 |
| 4 | Interest | 133.03 | 365.24 | 246.95 | 563.04 | 808.60 | 133.03 | 366.00 | 246.95 | 565.78 | 815.12 |
| 5 | Depreciation | 1,047.31 | 556.00 | 1,988.99 | 1,098.93 | 2,492.45 | 1,070.33 | 652.20 | 2,034.27 | 1,323.01 | 2,830.23 |
| 6 | Profit before tax | 2,492.74 | 2,036.98 | 4,732.66 | 3,995.99 | 8,209.78 | 2,486.10 | 2,050.07 | 4,755.18 | 4,023.77 | 8,152.79 |
| 7 | Provision for tax including deferred tax and Fringe Benefit Tax | 300.00 | 668.75 | 626.10 | 1,342.25 | 1,865.93 | 380.88 | 683.78 | 747.95 | 1,361.40 | 1,904.04 |
| 8 | Profit After tax | 2,192.74 | 1,368.23 | 4,106.56 | 2,653.74 | 6,343.85 | 2,105.22 | 1,366.29 | 4,007.23 | 2,662.37 | 6,248.75 |
| 9 | Paid up Equity share capital of Rs.2/- each | 2,293.36 | 1,016.68 | 2,293.36 | 1,016.68 | 2,273.36 | 2,293.36 | 1,016.68 | 2,293.36 | 1,016.68 | 2,273.36 |
| 10 | Reserves excluding Revaluation Reserves | | | | | 28,895.88 | | | | | 28,970.56 |
| 11 | Earning per Share (Rs.)-Basic | 1.91 | 1.35 | 3.58 | 2.61 | 5.88 | 1.84 | 1.34 | 3.49 | 2.62 | 5.80 |
| | Diluted | 1.81 | 1.35 | 3.41 | 2.61 | 5.86 | 1.74 | 1.34 | 3.33 | 2.62 | 5.77 |
| 12 | Aggregate of Non-Promoter Shareholding | | | | | | | | | | |
| | - Number of Shares | 71,474,970 | 33,237,485 | 71,474,970 | 33,237,485 | 70,474,970 | | | | | |
| | - Percentage of Shareholding | 62.33% | 65.38% | 62.33% | 65.38% | 62.00% | | | | | |



CRANES SOFTWARE INTERNATIONAL LIMITED
Segment-wise Revenue, Results & Capital Employed

Rupees in lacs

| Sl.No. | Particulars | | | | | | Consolidated | | | | |
|--------|--------------------------------------------------------------|--------------------------|--------------------------|----------------------------|----------------------------|-----------------------|--------------------------|--------------------------|----------------------------|----------------------------|-----------------------|
| | | Quarter ended 30.09.2006 | Quarter ended 30.09.2005 | Half year ended 30.09.2006 | Half year ended 30.09.2005 | Year ended 31.03.2006 | Quarter ended 30.09.2006 | Quarter ended 30.09.2005 | Half year ended 30.09.2006 | Half year ended 30.09.2005 | Year ended 31.03.2006 |
| | | (Unaudited) | | | | | (Audited) | (Unaudited) | | | |
| 1 | Segment Revenue: | | | | | | | | | | |
| | a) International | 5,381.53 | 2,937.96 | 10,358.72 | 6,110.08 | 14,153.93 | 5,767.41 | 3,532.87 | 11,087.85 | 7,407.43 | 16,260.07 |
| | b) Domestic | 1,192.69 | 1,170.22 | 2,077.62 | 1,951.90 | 4,548.08 | 1,192.69 | 1,238.07 | 2,077.62 | 2,078.39 | 4,827.15 |
| | Total | 6,574.22 | 4,108.18 | 12,436.34 | 8,061.98 | 18,702.01 | 6,960.10 | 4,770.94 | 13,165.47 | 9,485.82 | 21,087.22 |
| | Less : Inter segment Revenue | | | | | - | | | | | - |
| | Net Sales | 6,574.22 | 4,108.18 | 12,436.34 | 8,061.98 | 18,702.01 | 6,960.10 | 4,770.94 | 13,165.47 | 9,485.82 | 21,087.22 |
| | Add: Other unallocable Income | (292.88) | 125.84 | (153.12) | 125.84 | 236.08 | (292.40) | 215.13 | (132.46) | 215.13 | 295.19 |
| | Total Income | 6,281.34 | 4,234.02 | 12,283.22 | 8,187.82 | 18,938.09 | 6,667.70 | 4,986.07 | 13,033.01 | 9,700.95 | 21,382.41 |
| 2 | Segment Results | | | | | | | | | | |
| | (Profit+)/Loss(-) before tax and interest from each segment | | | | | | | | | | |
| | a) International | 2,395.59 | 2,298.93 | 4,621.12 | 4,362.99 | 8,358.88 | 2,387.32 | 2,312.18 | 4,642.01 | 4,392.20 | 8,305.20 |
| | b) Domestic | 230.18 | 103.29 | 358.49 | 196.04 | 659.50 | 231.81 | 103.89 | 360.12 | 197.35 | 662.71 |
| | Total | 2,625.77 | 2,402.22 | 4,979.61 | 4,559.03 | 9,018.38 | 2,619.13 | 2,416.07 | 5,002.13 | 4,589.55 | 8,967.91 |
| | Less : i) Interest | 133.03 | 365.24 | 246.95 | 563.04 | 808.60 | 133.03 | 366.00 | 246.95 | 565.78 | 815.12 |
| | ii) Other unallocable expenditure net off unallocable income | | | | | | | | | | |
| | Total Profit Before Tax | 2,492.74 | 2,036.98 | 4,732.66 | 3,995.99 | 8,209.78 | 2,486.10 | 2,050.07 | 4,755.18 | 4,023.77 | 8,152.79 |
| 3 | Capital Employed (Segment assets-Segment Liabilities) | | | | | | | | | | |
| | a) International | 50,127.17 | 31,481.86 | 50,127.17 | 31,481.86 | 49,582.17 | 51,803.05 | 34,981.05 | 51,803.05 | 34,981.05 | 51,347.05 |
| | b) Domestic | 10,073.70 | 1,048.28 | 10,073.70 | 1,048.28 | 9,971.70 | 11,001.51 | 6,877.51 | 11,001.51 | 6,877.51 | 10,847.51 |
| | Total | 60,200.87 | 32,530.14 | 60,200.87 | 32,530.14 | 59,553.87 | 62,804.56 | 41,858.56 | 62,804.56 | 41,858.56 | 62,194.56 |



Notes:

- 1 The above results have been reviewed by the audit committee and taken on record by the Board of Directors at their meeting held on 26th October, 2006.
- 2 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.
- 3 Previous period figures have been regrouped/reclassified wherever necessary.
- 4 The Statutory Auditors have conducted a Limited Review of Accounts for the aforesaid period.
- 5 During March, 2006 the Company raised Euro 42 Million (Rs.220.77 Crores) by way of issue of 2.50% Foreign Currency convertible bonds due in 2011. The Utilisation of fund upto Sept 30, 2006 is as follows:

| Particulars | Rs. Crores |
|---------------------------------------------|------------|
| Issue Expenses | 7.76 |
| Capital expenditure | 195.50 |
| Term Loan repayment to Jammu & Kashmir Bank | 9.73 |
| Software Imports | 8.09 |
| Others (Including Exchange Fluctuation) | (7.24) |
| Total | 213.84 |

- 6 Through a preferential issue of equity shares, the company raised Rs.108 Crore during October, 2005 and Rs.11 Crore during September,2006. Pending utilisation, the same is retained in Fixed Deposit with Bank
- 7 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 |
| Cranes 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 |
| Cranes Software Inc | 100% | Cranes Software International Ltd |
| Analytics Systems P Ltd. | 100% | Cranes Software International Ltd |

Place : Bangalore
Date : 26th October, 2006

By Order of the Board

Asif Khader
Managing Director

