



ENCORE SOFTWARE LIMITED

Regd. Office: VI Floor, Leo Complex, 44 & 45 Residency Cross Road, Bangalore 560 025

Audited Financial Results for the year ended March 31, 2007						
(Rs. in Millions)						
	9 months period ended		Quarter Ended		Year Ended	
	31.12.2006	31.12.2005	31.03.2007	31.03.2006	31.03.2007	31.03.2006
	1	2	3	4	5	6
1. Income from Operations	28.15	31.77	7.63	30.57	35.78	62.34
2. Other Income	0.29	0.16	0.04	0.28	0.33	0.43
Total Income	28.44	31.93	7.67	30.85	36.11	62.77
3. Total Expenditure:						
a) Increase/decrease in stock in trade	(1.09)	0.00	(1.27)	-	(2.37)	-
b) Consumption of materials	25.63	16.48	1.09	23.70	26.72	40.18
b) Staff Cost	31.63	24.67	4.43	8.28	36.06	32.95
c) Other Expenditure	14.70	13.57	5.86	17.35	20.56	30.92
4. Interest	2.37	1.13	0.90	1.59	3.26	2.72
5. Depreciation	2.08	2.57	0.25	0.67	2.33	3.23
6. Profit/(Loss) before tax	(46.88)	(26.49)	(3.58)	(20.74)	(50.45)	(47.23)
7. Provision for FBT	0.21	0.12	(0.00)	0.11	0.21	0.23
8. Earlier years excess tax provision withdrawn	-	-	(0.36)	-	(0.36)	-
9. Prior year expenses/(income)	-	-	-	-	-	-
10. Net Profit/(Loss)	(47.09)	(26.61)	(3.22)	(20.85)	(50.30)	(47.46)
11. Paid up Equity share capital (of Rs. 10/- each)	64.72	64.72	-	64.72	64.72	64.72
12. Reserves excluding revaluation reserves	-	-	-	-	(122.96)	(72.65)
13. EPS (Rs.)	(7.28)	(4.11)	(0.50)	(3.22)	(7.77)	(7.33)
14. Aggregate of Non-Promoter share holding						
- Number of shares	6,359,454	6,261,549	-	-	6,361,453	6,326,615
- % of share holding	98.27	96.76	-	-	98.30	97.76
Primary Segment						
1. Segment Revenue						
a. Technology Solutions	21.56	23.98	5.28	4.76	26.84	28.74
b. Mobile Computing Products	6.59	7.79	2.35	25.81	8.94	33.60
Income from Operations	28.15	31.77	7.63	30.57	35.78	62.34
2. Segment Result						
a. Technology Solutions	(4.96)	3.11	1.10	(12.43)	(3.85)	(9.32)
b. Mobile Computing Products	(41.92)	(29.60)	(4.68)	(8.31)	(46.60)	(37.91)
Less: i) Financial charges	-	-	-	-	-	-
ii) Other un-allocable expenditure, net of un-allocable income	-	-	-	-	-	-
iii) Provision for tax/Deferred tax	0.21	0.12	(0.36)	0.11	(0.15)	0.23
Total Profit/(Loss)	(47.09)	(26.61)	(3.22)	(20.85)	(50.30)	(47.46)
3. Secondary Segment-wise Revenue (Location of Customer)						
a. USA	14.82	17.60	3.49	3.36	18.31	20.96
b. Asia, Far East & Middle East	7.75	5.42	0.65	0.91	8.40	6.33
c. Europe	1.56	0.73	0.06	0.01	1.62	0.74
d. Domestic	4.02	8.02	3.43	26.29	7.45	34.31
Total	28.15	31.77	7.63	30.57	35.78	62.34

NOTES:

- The above audited results, as recommended by the Audit Committee have been approved by the Board of Directors at their meeting held on June 29, 2007.
- Segmental capital employed: Fixed assets used in the Company's business or liabilities contracted have not been identified to any of the reportable segments, as the Fixed assets and services are used interchangeably between segments. Segmental information for earlier periods have been furnished.
- No provision has been made in respect of impairment of assets as required under Accounting Standard No. 29 prescribed by the Institute of Chartered Accountants of India, as the Management is of the opinion that no provision is required to be made for impairment.
- Regarding audit qualifications with respect to diminution in investments, the Management, in the long term expects significant returns relating to the investments
- Investor complaints during the quarter: Pending - Nil; Received - Nil.

By Order of the Board

June 29, 2007
Bangalore

Vinay L Deshpande
Chairman & CEO