



ENCORE SOFTWARE LIMITED

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

Unaudited financial results for the third quarter ended December 31, 2007					
(Rs. in Lakhs)					
	Quarter ended		Nine months ended		Year ended
	31.12.2007	31.12.2006	31.12.2007	31.12.2006	31.03.2007 Audited
1. Income from Operations	65.18	142.40	194.87	281.50	357.80
2. Other Income	0.74	2.20	2.20	2.90	3.30
3. Total Income (1+2)	65.92	144.60	197.07	284.40	361.10
4. Expenditure					
a) Increase/decrease in stock in trade & work in progress	-	(10.90)	-	(10.90)	(23.70)
b) Consumption of raw materials	46.22	172.10	120.63	256.30	267.20
c) Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
d) Employee cost	89.27	110.20	262.97	316.30	360.60
e) Depreciation	5.28	10.90	16.77	20.80	23.30
f) Other Expenditure	30.48	50.10	103.28	147.00	205.60
g. Total	171.25	332.40	503.65	729.50	833.00
5. Interest	8.52	9.40	24.71	23.70	32.60
6. Exceptional items	-	-	-	-	-
7. Profit (+)/Loss (-) from ordinary activities before tax (3) - (4+5+6)	(113.85)	(197.20)	(331.29)	(468.80)	(504.50)
8. Tax expense: a.Fringe Benefit Tax	-	1.10	1.60	2.10	2.10
b.Provision for taxes	-	-	-	-	(3.60)
9. Net Profit (+)/Loss (-) from ordinary activities after tax (7-8)	(113.85)	(198.30)	(332.89)	(470.90)	(503.00)
10. Extraordinary items (net of tax expense Rs__)	-	-	-	-	-
11. Net Profit (+)/Loss (-) for the period (9-10)	(113.85)	(198.30)	(332.89)	(470.90)	(503.00)
12. Paid up Equity share capital (Face value of the share shall be of Rs 10/- each)		647.20	647.20	647.20	647.20
13. Reserves excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	-	(1,229.60)
14. Earnings Per Share (EPS)					
a. Basic and diluted EPS before Extraordinary items for the period, for the year to date & for the previous year (not to be annualized)	-	-	(5.14)	(7.28)	(7.77)
b. Basic and diluted EPS after Extraordinary items for the period, for the year to date & for the previous year (not to be annualized)	-	-	(5.14)	(7.28)	(7.77)
15. Public shareholding					
- Number of shares		-	6,390,987	6,359,454	6,361,453
- Percentage of shareholding		-	98.76	98.27	98.30

Segmentwise revenue, results and capital employed

1. Segment Revenue					
a. Technology Solutions	44.96	77.70	136.76	215.60	268.40
b. Mobile Computing Products	20.22	64.70	58.11	65.90	89.40
Total	65.18	142.40	194.87	281.50	357.80
2. Segment Results					
a. Technology Solutions	(28.60)	(17.77)	(75.75)	(49.50)	(38.36)
b. Mobile Computing Products	(76.73)	(170.03)	(230.83)	(395.60)	(433.54)
Less: Provision for tax/Deferred tax	-	1.10	1.60	2.10	(1.50)
Profit(+)/Loss(-) before tax & interest from each segment	(105.33)	(188.90)	(308.18)	(447.20)	(470.40)

NOTES:

- The above unaudited results have been approved by the Board of Directors at their meeting held on January 29, 2008.
- 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 returns relating to the investments
- "Limited Review" of the above results has been carried out by the Auditors.
- Investor complaints during the quarter: Pending - Nil; Received - Nil.

By Order of the Board

January 29, 2008
Bangalore

Vinay L Deshpande
Chairman & CEO