



Encore Software

**ENCORE SOFTWARE LIMITED**

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

<b>Unaudited Financial Results for the First quarter ended June 30, 2008</b>			
	(Rs. in Lakhs)		
	<b>Quarter Ended</b>		<b>Year Ended</b>
	<b>30.06.2008</b>	<b>30.06.2007</b>	<b>31.03.2008</b>
	<b>1</b>	<b>2</b>	<b>3</b>
1. Income from Operations	34.20	75.60	449.93
2. Other Income	2.24	1.00	8.63
3. Total Income (1+2)	<b>36.44</b>	<b>76.60</b>	<b>458.56</b>
4. Expenditure:			
a) Increase/decrease in stock in trade & work in progress	0.00	0.00	3.36
b) Consumption of raw materials	19.30	15.20	203.57
c) Purchase of traded goods	0.00		0.00
d) Employee cost	86.06	80.90	370.43
e) Depreciation	1.48	5.60	14.53
f) Other Expenditure	32.62	95.00	125.70
g) Total	139.46	196.70	717.59
5. Interest	10.01	8.50	31.92
6. Exceptional items:			0.00
Licence fee received			
7. Profit(+)/Loss(-) from ordinary activities before tax (3) - (4+5+6)	(113.03)	(128.60)	(290.94)
8. Tax expense: a. Fringer Benefit Tax	0.40	0.80	1.56
b. Provison for taxes			-
9. Net Profit(+)/Loss(-) from ordinary activities after tax (7-8)	(113.43)	(129.40)	(292.50)
10. Extraordinary items - Provision for Dimunition in the value of Investments		-	140.44
11. Net Profit(+)/Loss(-) for the period (9-10)	(113.43)	(129.40)	(432.94)
12. Paid up Equity share capital (Face value of the share shall be of Rs 10/- each)		647.20	647.20
13. Reserves excluding revaluation reserves as per balance sheet of previous accounting year		-	(1,662.53)
14. Earnings per share (EPS)			
a. Basic before Extraordinary items	(1.75)	(2.00)	(4.52)
b. Basic after Extraordinary items	(1.75)		(6.69)
c. Diluted before Extraordinary items	(1.02)		(2.64)
d. Diluted after Extraordinary items	(1.02)		(3.90)
15. Public shareholding			
- Number of shares	6,404,089	6,366,828	6,399,089
- Percentage of shareholding	98.96	98.38	98.88
<b>Segmentwise revenue, results and capital employed</b>			
<b>1. Segment Revenue</b>			
a. Technology Solutions	16.47	44.43	162.62
b. Mobile Computing Products	17.73	31.17	287.31
<b>Total</b>	<b>34.20</b>	<b>75.60</b>	<b>449.93</b>
<b>2. Segment Result</b>			
a. Technology Solutions	(39.16)	(35.42)	(109.23)
b. Mobile Computing Products	(63.86)	(84.68)	(149.80)
Less: Provision for tax/Deferred tax	0.40	0.80	1.56
<b>Profit(+)/Loss(-) before tax &amp; interest from each segment</b>	<b>(103.42)</b>	<b>(120.90)</b>	<b>(260.58)</b>

**NOTES:**

- The above results as reviewed by the Audit Committee have been taken on record by the Board of Directors at their Meeting held on July 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.
- "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

July 29, 2008  
Bangalore

Vinay L Deshpande  
Chairman & CEO