



NUCLEUS SOFTWARE EXPORTS LTD.

CIN : L74899DL1989PLC034594

Corporate Office

A-39, Sector-62, Noida,
Uttar Pradesh, 201307, India.

T: + 91 . 120 . 4031 . 400

F: +91 . 120 . 4031 . 672

E: nsl@nucleussoftware.com

W: www.nucleussoftware.com

January 28, 2019

The Listing Department The National Stock Exchange of India Ltd. Exchange Plaza, Bandra-Kurla Complex Bandra (E) Mumbai-400051. Fax Nos. 022-26598236/237/238	The Listing Department Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers, 25 th Floor, Dalal Street Mumbai-400001 Fax No. 022-22722061/41/39
---	---

Dear Sirs,

Sub: Outcome of the Board Meeting and Financial Results for the Quarter and Nine Months Ended December 31, 2018

Ref: Regulation 33 and 30(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

In term of the Regulation 33 and 30(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Please find the enclosed herewith Standalone Results and Consolidated Results with Auditor Report and Limited Review Report for the Quarter ended December 31, 2018 duly reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 28th, 2019.

Timings of Meeting:

Commencement Time: 12:30 p.m.

Conclusion Time: 3.30 p.m

This is for your information and records.

Thanking You.

Yours Sincerely

FOR NUCLEUS SOFTWARE EXPORTS LIMITED

(POONAM BHASIN)
COMPANY SECRETARY



Encl : As above

Regd. Office

33-35 Thyagraj Market, New Delhi, 110003, India.

T: + 91 . 11 . 2462 . 7552 F: +91 . 11 . 2462 . 0872

www.nucleussoftware.com

B S R & Associates LLP

Chartered Accountants

Building No.10, 8th Floor, Tower-B
DLF Cyber City, Phase - II
Gurugram - 122 002, India

Telephone + 91 124 719 1000
Fax + 91 124 235 8613

To
The Board of Directors of **Nucleus Software Exports Limited**

We have reviewed the accompanying statement ("Statement") of unaudited consolidated financial results of **Nucleus Software Exports Limited** ("the Company") and its subsidiaries (collectively referred to as 'the Group') for the quarter ended 31 December 2018 and the year to date unaudited consolidated financial results for the period from 1 April 2018 to 31 December 2018, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these consolidated financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* specified under section 143(10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the unaudited consolidated financial results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We did not review the financial information of nine subsidiaries included in the statement of unaudited consolidated financial results and consolidated year to date financial results, whose unaudited financial information reflect total assets of Rs. 8,186 lakhs and net assets of Rs. 4,581 lakhs as at 31 December 2018 and total revenues of Rs. 3,459 lakhs for the quarter then ended and total revenues of Rs. 9,934 lakhs for the year to date period ended 31 December 2018 for the Group. Of the above:

- (a) the financial results and other financial information of a subsidiary incorporated outside India, which accounts for total assets of Rs. 3,550 lakhs and net assets of Rs. 1,776 lakhs as at 31 December 2018 and total revenues of Rs. 2,177 lakhs for the quarter then ended and total revenues of Rs. 6,048 lakhs for the year to date ended 31 December 2018, for the Group have been reviewed by other auditor duly qualified to act as auditors in that country, whose report has been furnished to us by the other auditor. For the purpose of preparation of these unaudited consolidated financial results, the aforesaid local GAAP financial results were restated by the management of the said entity and provided to the other auditor so that these conform to the generally accepted accounting principles in India. This has been done on the basis of a reporting package prepared by the Company which covers accounting and disclosure requirements applicable to the unaudited consolidated financial results under the generally accepted accounting principles in India. Our opinion on the unaudited consolidated financial results, insofar as it relates to this entity, is based on the aforesaid review report of the other auditor; and
- (b) the financial results and other financial information of the remaining subsidiaries have not been subjected to review either by us or by other auditors, and therefore, unaudited financial results for the quarter ended 31 December 2018 and unaudited year to date financial results for nine months ended 31 December 2018 of these entities have been furnished to us by the management. These subsidiaries account for total assets of Rs. 4,636 lakhs and net assets Rs. 2,805 lakhs as at

B S R & Associates LLP

31 December 2018 and total revenues of Rs. 1,282 lakhs for the quarter then ended and total revenues of Rs. 3,886 lakhs for the year to date ended 31 December 2018 as shown in these unaudited consolidated financial results, and therefore are not material to the unaudited consolidated financial results, either individually or in aggregate.

Our conclusion is not modified in respect of these matters.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 116231 W/ W-100024



Kanika Kohli

Partner

Membership number: 511565

Place: Gurugram

Date: 28 January 2019

B S R & Associates LLP

Chartered Accountants

Building No. 10, 8th Floor, Tower-B
DLF Cyber City, Phase - II
Gurugram - 122 002, India

Telephone : + 91 124 719 1000
Fax : + 91 124 235 8613

To
The Board of Directors of **Nucleus Software Exports Limited**

We have audited the quarterly standalone financial results of **Nucleus Software Exports Limited** ("the Company") for the quarter ended 31 December 2018 and the year to date standalone financial results for the period from 1 April 2018 to 31 December 2018, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

These quarterly standalone financial results as well as the year to date standalone financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim standalone financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) for Interim Financial Reporting (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of Listing Regulations.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

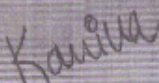
Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date standalone financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, and
- (ii) give a true and fair view of the net profit and other comprehensive income and other financial information for the quarter ended 31 December 2018 as well as the year to date results for the period from 1 April 2018 to 31 December 2018.

For **B S R & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 116231W/ W-100024



Kanika Kohli

Partner

Membership number: 511565

Place: Gurugram
Date: 28 January 2019

**PART I : STATEMENT OF CONSOLIDATED FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LIMITED AND SUSSIDIARIES
FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018**

(Amount in Rupees Lakhs)

Particulars	Quarter ended			For the nine months ended		Year ended
	December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. REVENUE FROM OPERATIONS						
Income from software products and services	12,293	12,149	10,602	35,704	30,078	41,181
2. OTHER INCOME	744	680	543	2,117	2,127	2,872
3. TOTAL INCOME (1+2)	13,037	12,829	11,145	37,821	32,205	44,053
4. EXPENSES						
a) Employee benefits expense	7,816	7,671	6,677	23,021	19,841	27,697
b) Operating and other expenses	2,398	2,485	2,053	6,766	5,935	7,615
c) Finance cost	12	13	12	39	39	51
d) Depreciation, amortisation and impairment expense	441	193	181	808	531	704
TOTAL EXPENSES	10,667	10,362	8,923	30,634	26,366	36,067
5. PROFIT BEFORE TAX (3-4)	2,370	2,467	2,222	7,187	5,839	7,986
6. TAX EXPENSE						
Net current tax expense	311	579	393	1,666	1,299	1,511
Deferred tax (credit) /charge	(14)	(26)	18	(225)	11	220
NET TAX EXPENSE	297	553	411	1,441	1,310	1,731
7. PROFIT FOR THE PERIOD / YEAR (5-6)	2,073	1,914	1,811	5,746	4,529	6,255
8. OTHER COMPREHENSIVE INCOME						
A) (i) Items that will not be reclassified to profit or loss						
Remeasurement of the net defined liability/asset, net	2	(33)	(15)	(21)	(43)	53
Equity instruments through other comprehensive income - net change in fair value	74	(324)	177	(171)	(87)	(196)
B) (i) Items that will be reclassified subsequently to profit or loss						
Exchange differences on translation of foreign operations	(87)	121	(24)	62	10	147
Effective portion of gains and loss on hedging instruments is a cash flow hedge, net	238	(72)	66	80	(110)	(154)
TOTAL OTHER COMPREHENSIVE INCOME, NET OF TAX	227	(308)	204	(80)	(230)	(180)
9. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,300	1,606	2,015	5,666	4,299	6,105
Profit for the period attributable to						
-Shareholders of the Company	2,073	1,914	1,811	5,746	4,529	6,255
-Non controlling interest	-	-	-	-	-	-
Total comprehensive income attributable to						
-Shareholders of the Company	2,300	1,606	2,015	5,666	4,299	6,105
-Non controlling interest	-	-	-	-	-	-
10. Paid up Equity Share Capital (Face Value Rupees 10 each)	2,904	2,904	2,904	2,904	2,904	2,904
11. Other Equity						43,226
12. Earnings Per Share (Rupees) (Par value Rupees 10 each) (not annualised)						
Basic	7.14	6.59	6.24	19.78	14.58	20.47
Diluted	7.14	6.59	6.24	19.78	14.58	20.47



**PART I : STATEMENT OF STANDALONE FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LIMITED
FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018**

(Amount in Rupees Lakhs)

Particulars	Quarter ended			For the nine months ended		Year ended
	December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
	Audited	Audited	Audited	Audited	Audited	Audited
1. REVENUE FROM OPERATIONS						
Income from software products and services	10,026	9,966	8,770	29,197	24,541	33,732
2. OTHER INCOME	746	642	537	3,441	3,470	4,177
3. TOTAL INCOME (1+2)	10,773	10,608	9,307	32,638	28,011	37,909
4. EXPENSES						
a) Employee benefits expense	6,026	5,957	5,275	17,704	15,301	21,629
b) Operating and other expenses	2,621	2,447	2,109	6,984	6,131	7,833
c) Finance cost	7	8	7	23	26	32
d) Depreciation and amortisation expense	181	181	167	525	487	647
TOTAL EXPENSES	8,835	8,593	7,558	25,236	21,945	30,141
5. PROFIT BEFORE TAX (3-4)	1,937	2,015	1,749	7,402	6,066	7,768
6. TAX EXPENSE						
Net current tax expense	208	493	339	1,382	1,063	1,197
Deferred tax (credit) /charge	(6)	(54)	0	(70)	3	11
NET TAX EXPENSE	202	439	339	1,312	1,066	1,208
7. PROFIT FOR THE PERIOD (5-6)	1,735	1,576	1,410	6,090	5,000	6,560
8. OTHER COMPREHENSIVE INCOME						
A) (i) Items that will not be reclassified to profit or loss						
Remeasurement of the net defined liability/asset, net	1	(36)	(14)	(28)	(40)	47
Equity instruments through other comprehensive income - net change in fair value	74	(325)	177	(171)	(87)	(196)
B) (i) Items that will be reclassified subsequently to profit or loss						
Effective portion of gain (loss) on hedging instruments of effective cash flow hedges, net	209	(62)	58	70	(97)	(134)
9. TOTAL OTHER COMPREHENSIVE INCOME, NET OF TAX	284	(423)	221	(129)	(224)	(283)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,019	1,153	1,631	5,961	4,776	6,277
10. Paid up Equity Share Capital (Face Value Rupees 10 each)	2,904	2,904	2,904	2,904	2,904	2,904
11. Other Equity						39,080
12. Earnings Per Share (Rupees) (Par value Rupees 10 each) (not annualised)						
Basic	5.97	5.43	4.85	20.97	16.10	21.47
Diluted	5.97	5.43	4.85	20.97	16.10	21.47



NUCLEUS SOFTWARE EXPORTS LIMITED

(Amount in Rupees Lakhs)

SEGMENT REPORTING (CONSOLIDATED)						
Particulars	Quarter ended			For the nine months ended		Year ended
	December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a) Revenue by geographical segment						
India	3,405	3,794	3,318	10,880	9,145	12,666
Far East	1,607	1,603	1,596	4,670	4,620	6,216
South East Asia	2,960	2,804	2,195	8,522	6,222	8,990
Europe	1,373	1,193	969	3,711	3,100	4,211
Middle East	2,142	1,923	1,757	5,711	4,716	6,211
Africa	530	552	383	1,347	810	1,104
Australia	253	242	264	754	755	1,072
Others	23	38	120	109	670	711
Total	12,293	12,149	10,602	35,704	30,078	41,181
Less :- Inter segment revenue	-	-	-	-	-	-
Net revenue from operations	12,293	12,149	10,602	35,704	30,078	41,181
b) Segment profit / (loss) before tax						
India	1,556	2,124	1,710	5,640	4,506	6,383
Far East	631	616	691	1,726	1,870	2,523
South East Asia	559	402	291	1,325	265	1,045
Europe	596	387	225	1,335	715	1,153
Middle East	993	630	708	2,193	1,908	2,410
Africa	321	301	144	776	442	635
Australia	92	99	111	307	326	454
Others	(39)	(53)	8	(184)	359	281
Total	4,709	4,586	3,888	13,118	10,391	14,884
Add:- Other income	744	680	543	2,117	2,127	2,872
Less:- Other unallocable expenditure	3,083	2,719	2,209	8,048	6,679	9,770
Profit before tax	2,370	2,447	2,222	7,187	5,839	7,986
c) Segment assets						
India	3,770	4,135	3,959	3,770	3,959	4,201
Far East	1,104	1,582	1,455	1,104	1,455	1,751
South East Asia	4,341	4,068	3,832	4,341	3,832	3,583
Europe	900	621	745	900	745	553
Middle East	1,444	1,635	1,267	1,444	1,267	1,277
Africa	752	479	294	752	294	890
Australia	88	72	36	88	36	74
Others	343	330	442	343	442	370
Total	12,742	12,922	12,030	12,742	12,030	12,707
Unallocated corporate assets	53,535	52,926	49,186	53,535	49,186	52,021
Total assets	66,277	65,848	61,218	66,277	61,218	64,728
d) Segment liabilities						
India	5,886	7,013	5,799	5,886	5,799	6,212
Far East	711	934	506	711	506	812
South East Asia	4,388	4,456	4,706	4,388	4,706	4,921
Europe	731	880	776	731	776	953
Middle East	2,431	2,550	2,674	2,431	2,674	2,722
Africa	1,679	1,662	614	1,679	614	1,271
Australia	436	150	428	436	428	314
Others	53	77	76	53	76	34
Total	16,315	17,722	15,579	16,315	15,679	17,338
Unallocated corporate liabilities	892	1,356	1,316	892	1,316	1,359
Total liabilities	17,207	19,078	16,895	17,207	16,995	18,698



NUCLEUS SOFTWARE EXPORTS LIMITED

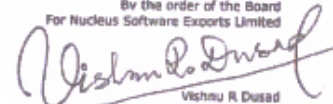
(Amount in Rupees Lakhs)

SEGMENT REPORTING (STANDALONE)						
Particulars	Quarter ended			For the nine months ended		Year ended
	December 31, 2018	September 30, 2018	December 31, 2017	December 31, 2018	December 31, 2017	March 31, 2018
	Audited	Audited	Audited	Audited	Audited	Audited
a) Revenue by geographical segment						
India	3,385	3,783	3,206	10,836	9,097	12,607
Far East	750	722	777	2,024	2,140	2,811
South East Asia	1,593	1,541	1,252	4,764	3,419	5,241
Europe	1,373	1,194	969	3,711	3,100	4,211
Middle East	2,142	1,923	1,757	5,711	4,717	6,211
Africa	530	552	383	1,347	811	1,105
Australia	253	242	264	754	795	1,072
Others	-	9	62	30	462	474
Total	10,026	9,966	8,770	29,197	24,541	33,732
Less :- Inter segment revenue	-	-	-	-	-	-
Net revenue from operations	10,026	9,966	8,770	29,197	24,541	33,732
b) Segment profit / (loss) before tax						
India	1,638	2,150	1,702	5,748	4,527	6,400
Far East	438	405	490	1,163	1,180	1,564
South East Asia	(26)	8	(147)	126	(318)	227
Europe	597	387	226	1,337	714	1,153
Middle East	993	630	706	2,193	1,905	2,409
Africa	321	301	172	777	455	654
Australia	81	77	98	252	277	393
Others	(43)	(81)	(21)	(223)	215	137
Total	3,999	3,877	3,326	11,373	8,966	12,837
Add:- Other Income	746	642	537	3,441	3,470	4,177
Less:- Other unallocable expenditure	2,808	2,504	2,114	7,412	6,360	9,346
Profit before tax	1,937	2,015	1,749	7,402	6,066	7,668
c) Segment assets						
India	3,704	4,101	3,886	3,704	3,886	4,148
Far East	234	678	449	294	449	553
South East Asia	1,183	1,239	1,645	1,183	1,645	1,123
Europe	879	597	719	879	719	527
Middle East	1,445	1,623	1,267	1,445	1,267	1,242
Africa	708	433	275	708	275	881
Australia	-	-	-	-	-	22
Others	26	15	115	36	115	70
Total	8,249	8,696	9,356	8,249	8,356	8,586
Unallocated corporate assets	52,673	51,976	47,486	52,673	47,986	50,569
Total assets	60,922	60,662	56,842	60,922	60,342	89,135
d) Segment liabilities						
India	5,591	6,739	5,781	5,591	5,781	5,999
Far East	477	680	382	477	382	541
South East Asia	3,267	3,456	4,210	3,267	4,210	4,413
Europe	730	879	776	730	776	951
Middle East	2,431	2,550	2,674	2,431	2,674	2,676
Africa	1,678	1,661	646	1,678	646	1,270
Australia	529	258	539	529	539	414
Others	38	55	48	38	48	22
Total	14,741	16,278	15,056	14,741	15,056	16,280
Unallocated corporate liabilities	751	972	804	751	804	865
Total liabilities	15,492	17,250	15,860	15,492	15,860	17,145



NOTES:

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 26, 2018. The financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder.
2. The Auditors have carried out an audit of standalone and a limited review of consolidated results of the Company for the quarter and nine months ended December 31, 2018. There are no qualifications in the Auditors' report on these financial results.
3. The Board of Directors on May 3, 2018 have recommended a payment of Final Dividend of Rs. 8 per share (on equity share of par value of Rs. 10 each) for the year ended March 31, 2018 which was approved in the Annual General Meeting held on 2 July, 2018. This dividend was paid on 07 July, 2018.
4. Effective April 1, 2018 the Company has adopted Ind AS 115 using cumulative catch-up transition method and accordingly comparatives have not been restated. The impact of adoption of Ind AS 115 was not material.
5. Property, plant and equipment & intangible assets used in the Company's business cannot be specifically identified with any of the reportable segments, as these are used interchangeably between various segments.
6. Net current tax expense includes current tax, adjustments pertaining to earlier years and withholding taxes credit/ charged off.

By the order of the Board
For Nucleus Software Exports Limited

Vishnu R. Dussad
Managing Director

Place : Chennai
Date : 26 January 2019

