

**NUCLEUS SOFTWARE EXPORTS LTD.**

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Aug 07, 2020

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, 25th Floor, Dalal Street Mumbai-400001 Fax No. 022-22722061/41/39
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Dear Sirs,

Sub: Outcome of the Board Meeting and Financial Results for the Quarter Ended June 30, 2020**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 Un-Audited Consolidated Results with Auditor Report and Limited Review Report for the Quarter ended June 30, 2020 duly reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 07th, 2020.

Timings of Meeting:

Commencement Time: 11.00 a.m.

Conclusion Time: 5.00 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

B S R & Associates LLP

Chartered Accountants

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

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INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF NUCLEUS SOFTWARE EXPORTS LIMITED

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone quarterly financial results of Nucleus Software Exports Limited (“the company”) for the quarter ended 30 June 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”).

In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 30 June 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (“SAs”) specified under section 143(10) of the Companies Act, 2013 (“the Act”). Our responsibilities under those SAs are further described in the *Auditors’ Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management’s and Board of Directors’ Responsibilities for the Standalone Financial Results

These quarterly financial results have been prepared on the basis of the interim financial statements. The Company’s Management and Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, ‘Interim Financial Reporting’ prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the

standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

B S R & Associates LLP

Other Matters

Attention is drawn to the fact that the figures for the 3 months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published audited year to date figures up to the third quarter of the previous financial year.

Our opinion is not modified in respect of this matter.

For **B S R & Associates LLP**
Chartered Accountants
Firm's Registration No. 116231 W/W-100024

Place: New Delhi
Date: 7 August 2020

Ashwin Bakshi
Partner
Membership Number: 506777
UDIN:20506777AAAABT1202

B S R & Associates LLP

Chartered Accountants

Building No.10,8th Floor Tower-B
DLF Cyber City, Phase-II
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To
Board of Directors of Nucleus Software Exports Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Nucleus Software Exports Limited (“the Parent”) and its subsidiaries (the Parent and its subsidiaries together referred to as “the Group”) for the quarter ended 30 June 2020 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘Listing Regulations’).
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “*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 the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
 - a. Nucleus Software Exports Limited
 - b. Nucleus Software Solutions Pte. Limited
 - c. Nucleus Software Inc.
 - d. Nucleus Software Japan Kabushiki Kaisha
 - e. Nucleus Software Netherlands B.V.
 - f. Nucleus Software Limited
 - g. Nucleus Software Australia Pty. Ltd.
 - h. Nucleus Software South Africa (Pty.) Limited
5. Attention is drawn to the fact that the figures for the 3 months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditor referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.
7. We did not review the interim financial information of one subsidiary included in the Statement, whose interim financial information reflects total revenues of Rs 1,467 lakhs, total net profit after tax of Rs 14 lakhs and total comprehensive income of Rs 14 lakhs, for the quarter ended 30 June 2020, as considered in the consolidated unaudited financial results. This interim financial information has been reviewed by other auditor whose report has been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.

8. The Statement includes the interim financial information of six subsidiaries which have not been reviewed/audited, whose interim financial information reflect total revenue of Rs. 735 lakhs, total net profit after tax of Rs. 62 lakhs and total comprehensive income of Rs. 62 lakhs, for the quarter ended 30 June 2020, as considered in the Statement. According to the information and explanations given to us by the management, this interim financial information is not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For **B S R & Associates LLP**
Chartered Accountants
Firm's Registration No. 116231 W/W-100024

Ashwin Bakshi
Partner
Membership Number: 506777
UDIN: 20506777AAAABS2011

Place: New Delhi
Date: 7 August 2020

**PART I : STATEMENT OF CONSOLIDATED INTERIM FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LIMITED AND SUBSIDIARIES
FOR THE QUARTER ENDED 30 JUNE 2020**

(Amount in Rupees Lacs)

	Particulars	Quarter ended			Year ended
		30 June 2020	31 March 2020	30 June 2019	31 March 2020
		Unaudited	Unaudited	Unaudited	Audited
1.	REVENUE FROM OPERATIONS				
	Income from software products and services	12,835	13,823	12,405	52,083
2.	OTHER INCOME	1,295	1,029	651	3,723
3.	TOTAL INCOME (1+2)	14,130	14,852	13,056	55,806
4.	EXPENSES				
	a) Employee benefits expense	7,588	7,716	8,232	32,229
	b) Operating and other expenses	1,513	2,958	2,351	10,432
	c) Finance cost	26	26	29	112
	d) Depreciation, amortisation and impairment expense	360	341	302	1,355
	TOTAL EXPENSES	9,487	11,041	10,914	44,128
5.	PROFIT BEFORE TAX (3-4)	4,643	3,811	2,142	11,678
6.	TAX EXPENSE				
	Net current tax expense	668	985	590	2,376
	Deferred tax (credit) /charge	342	12	(105)	403
	NET TAX EXPENSE	1,010	997	485	2,779
7.	PROFIT FOR THE PERIOD/YEAR (5-6)	3,633	2,814	1,657	8,899
8.	OTHER COMPREHENSIVE INCOME / (LOSS)				
A)	(i) Items that will not be reclassified to profit or loss				
	Remeasurement of the net defined liability/asset	(116)	-	(36)	(121)
	Equity instruments through other comprehensive income - net change in fair value	180	(498)	(128)	(499)
	(ii) Tax relating to Items that will not be reclassified to profit or loss	29	(3)	10	30
B)	(i) Items that will be reclassified subsequently to profit or loss				
	Exchange differences on translation of foreign operations	43	1	5	102
	Effective portion of gains and loss on hedging instruments in a cash flow hedge	138	(189)	(82)	(369)
	(ii) Tax relating to Items that will be reclassified subsequently to profit or loss	(35)	47	32	110
	TOTAL OTHER COMPREHENSIVE INCOME / (LOSS) , NET OF TAX	239	(642)	(199)	(747)
9.	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD/YEAR	3,872	2,172	1,458	8,152
	Profit for the period attributable to				
	-Shareholders of the Company	3,633	2,814	1,657	8,899
	-Non controlling interest	-	-	-	-
	Total comprehensive income attributable to				
	-Shareholders of the Company	3,872	2,172	1,458	8,152
	-Non controlling interest	-	-	-	-
10.	Paid up Equity Share Capital (Face Value Rupees 10 each)	2,904	2,904	2,904	2,904
11.	Other Equity				53,184
12.	Earnings Per Share (Rupees) (Par value Rupees 10 each) (not annualised)				
	Basic	12.51	9.69	5.71	30.64
	Diluted	12.51	9.69	5.71	30.64

**PART I : STATEMENT OF STANDALONE INTERIM FINANCIAL RESULTS OF NUCLEUS SOFTWARE EXPORTS LIMITED
FOR THE QUARTER ENDED 30 JUNE 2020**

(Amount in Rupees Lacs)

Particulars	Quarter ended			Year ended
	30 June 2020	31 March 2020	30 June 2019	31 March 2020
	Audited	Audited	Audited	Audited
1. REVENUE FROM OPERATIONS				
Income from software products and services	11,299	11,894	10,549	44,420
2. OTHER INCOME	1,169	2,072	1,785	6,375
3. TOTAL INCOME (1+2)	12,468	13,966	12,334	50,795
4. EXPENSES				
a) Employee benefits expense	6,310	6,262	6,924	26,674
b) Operating and other expenses	1,323	2,792	2,233	10,018
c) Finance cost	19	19	19	75
d) Depreciation, amortisation and impairment expense	293	291	244	1,123
TOTAL EXPENSES	7,945	9,364	9,420	37,890
5. PROFIT BEFORE TAX (3-4)	4,523	4,602	2,914	12,905
6. TAX EXPENSE				
Net current tax expense	627	934	539	2,107
Deferred tax (credit) /charge	341	143	25	576
NET TAX EXPENSE	968	1,077	564	2,683
7. PROFIT FOR THE PERIOD/YEAR (5-6)	3,555	3,525	2,350	10,222
8. OTHER COMPREHENSIVE INCOME / (LOSS)				
A) (i) Items that will not be reclassified to profit or loss				
Remeasurement of the net defined liability/asset	(116)	-	(36)	(121)
Equity instruments through other comprehensive income - net change in fair value	180	(498)	(128)	(499)
(ii) Tax (expense) / income relating to Items that will not be reclassified to profit or loss	29	(2)	10	30
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	138	(188)	(84)	(368)
(ii) Tax (expense) / income relating to Items that will be reclassified subsequently to profit or loss	(35)	47	34	110
TOTAL OTHER COMPREHENSIVE INCOME / (LOSS) , NET OF TAX	196	(641)	(204)	(848)
9. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD/YEAR	3,751	2,884	2,146	9,374
10. Paid up Equity Share Capital (Face Value Rupees 10 each)	2,904	2,904	2,904	2,904
11. Other Equity				51,282
12. Earnings Per Share (Rupees) (Par value Rupees 10 each) (not annualised)				
Basic	12.24	12.14	8.09	35.20
Diluted	12.24	12.14	8.09	35.20

PART II : SEGMENT REPORTING (CONSOLIDATED)				
Particulars	Quarter ended			Year ended
	30 June 2020	31 March 2020	30 June 2019	31 March 2020
	Unaudited	Unaudited	Unaudited	Audited
a) Revenue by geographical segment				
India	4,620	5,702	3,474	18,057
Far East	885	1,263	1,429	5,361
South East Asia	2,698	2,336	2,953	10,417
Europe	685	646	1,381	3,788
Middle East	1,933	2,009	2,100	7,763
Africa	301	404	543	1,719
Australia	1,061	810	373	2,738
Others	652	653	152	2,240
Total	12,835	13,823	12,405	52,083
Less :- Inter segment revenue	-	-	-	-
Net revenue from operations	12,835	13,823	12,405	52,083
b) Segment profit / (loss) before tax				
India	2,765	3,461	1,499	9,462
Far East	228	468	452	1,865
South East Asia	617	188	482	1,538
Europe	192	144	503	951
Middle East	888	726	1,063	3,053
Africa	229	57	222	593
Australia	631	488	145	1,271
Others	315	221	(6)	1,101
Total	5,865	5,753	4,360	19,834
Add:- Other income	1,295	1,029	651	3,723
Less:- Unallocable corporate expenditure	2,517	2,971	2,869	11,879
Profit before tax	4,643	3,811	2,142	11,678
c) Segment assets				
India	5,214	5,973	4,994	5,973
Far East	532	1,102	1,207	1,102
South East Asia	2,012	3,476	1,510	3,476
Europe	369	339	733	339
Middle East	996	975	1,674	975
Africa	187	189	412	189
Australia	1,000	223	386	223
Others	62	481	511	481
Total	10,372	12,758	11,427	12,758
Add:- Unallocated corporate assets	70,087	63,554	61,695	63,554
Total assets	80,459	76,312	73,122	76,312
d) Segment liabilities				
India	6,330	6,100	7,076	6,100
Far East	376	533	580	533
South East Asia	3,600	3,091	3,187	3,091
Europe	345	889	765	889
Middle East	2,550	3,304	2,873	3,304
Africa	791	876	994	876
Australia	2,028	1,631	1,515	1,631
Others	335	387	125	387
Total	16,355	16,811	17,115	16,811
Add :- Unallocated corporate liabilities	4,144	3,413	3,695	3,413
Total liabilities	20,499	20,224	20,810	20,224

NUCLEUS SOFTWARE EXPORTS LIMITED

(Amount in Rupees Lacs)

PART II : SEGMENT REPORTING (STANDALONE)				
Particulars	Quarter ended			Year ended
	30 June 2020	31 March 2020	30 June 2019	31 March 2020
	Audited	Audited	Audited	Audited
a) Revenue by geographical segment				
India	4,607	5,689	3,453	17,988
Far East	354	549	685	2,386
South East Asia	1,741	1,154	1,883	5,883
Europe	685	646	1,381	3,788
Middle East	1,933	2,009	2,100	7,763
Africa	301	404	544	1,719
Australia	1,061	810	373	2,738
Others	617	633	130	2,155
Total	11,299	11,894	10,549	44,420
Less :- Inter segment revenue	-	-	-	-
Net revenue from operations	11,299	11,894	10,549	44,420
b) Segment profit / (loss) before tax				
India	2,754	3,451	1,533	9,456
Far East	202	268	328	1,187
South East Asia	279	(401)	(77)	(884)
Europe	192	145	504	954
Middle East	888	726	1,063	3,053
Africa	230	57	222	594
Australia	601	471	125	1,184
Others	275	212	(21)	1,062
Total	5,421	4,929	3,677	16,606
Add:- Other income	1,169	2,072	1,785	6,375
Less:- Unallocable corporate expenditure	2,067	2,399	2,548	10,076
Profit before tax	4,523	4,602	2,914	12,905
c) Segment assets				
India	5,366	6,106	4,838	6,106
Far East	286	439	440	439
South East Asia	1,055	1,811	1,774	1,811
Europe	370	322	714	322
Middle East	996	975	1,674	975
Africa	187	153	370	153
Australia	996	190	308	190
Others	45	121	177	121
Total	9,301	10,117	10,295	10,117
Add:- Unallocated corporate assets	68,031	63,439	58,890	63,439
Total assets	77,332	73,556	69,185	73,556
d) Segment liabilities				
India	6,296	6,041	6,667	6,041
Far East	373	559	434	559
South East Asia	2,996	2,535	3,240	2,535
Europe	344	887	765	887
Middle East	2,550	3,304	2,874	3,304
Africa	790	875	993	875
Australia	2,249	1,854	1,628	1,854
Others	256	381	125	381
Total	15,854	16,436	16,726	16,436
Add:- Unallocated corporate liabilities	3,541	2,934	2,582	2,934
Total liabilities	19,395	19,370	19,308	19,370

NOTES:

1. The above interim financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7 August 2020. 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 the standalone interim financial results of Nucleus Software Exports Limited ('the Company' or 'the Holding Company') and a limited review of the consolidated interim financial results of the Company and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Nucleus Software Group' or "the Group") for the quarter ended 30 June 2020. The Auditors have expressed an unmodified opinion on these financial results.
3. The Honourable National Company Law Tribunal (NCLT) of New Delhi vide its Order dated 18 March 2020 approved the Scheme of Amalgamation (referred to as "the Scheme") of Virstra –I Technology Services Limited (referred to as "Virstra") and Avon Mobility Solutions Private Limited (referred to as "Avon") with the Company, the certified copy of which was received by the Company in the current quarter. Consequent to the above Order and subsequent filing of the said certified copy with the Registrar of Companies, NCT of Delhi, the Scheme has become effective.

As per directions of the Honourable NCLT and applicable provisions of the Companies Act, 2013, the Company, Avon and Virstra have filed the requisite E-forms along with certified copy of the above NCLT Order and the Scheme with the Registrar of Companies, NCT of Delhi/ Ministry of Corporate Affairs (MCA) on 30 June 2020. As on date, the requisite E-forms are currently pending for approval with MCA.

Upon coming into effect of the Scheme, the business undertakings of Virstra and Avon have been transferred to and vested in the Company w.e.f 1 April 2019 which is the appointed date and these interim financial results have been prepared accordingly giving effect to the Scheme.

4. On 30 July 2020 the Board of Directors declared an interim dividend of Rs. 3 per share (on equity share of par value of Rs.10 each) for FY 2020-21. This interim dividend will be paid to the equity shareholders of the Company, whose names will appear on the Register of Members of the Company or in the records of the Depositories as beneficial owners of the shares, as on 12 August 2020, which is the Record Date fixed for the purpose.
5. In view of the pandemic relating to COVID-19, the Group has considered internal and external information and has performed an analysis based on current estimates while assessing the provision towards employee benefits and recoverability of right-of-use assets, trade receivables, investments and other current and financial assets, for any possible impact on the Standalone and Consolidated Financial Results. The Group has also assessed the impact of this whole situation on its capital and financial resources, profitability, liquidity position, internal financial reporting controls etc. and is of the view that based on its present assessment this situation does not materially impact these Standalone and Consolidated financial results.

However, the actual impact of COVID-19 on these financial results may differ from that estimated due to unforeseen circumstances and the Group will continue to closely monitor any material changes to future economic conditions. The Group has held back annual increments, variable pay at senior levels, confirmations of employees and new recruitments and cut down travelling expenses, marketing events and advertisement costs for the year 2020-21, because of uncertainty unfolding due to COVID 19. The Group is keeping a close eye on the situation and would revisit this decision as per the emerging situation in future.

6. Property, plant and equipment and intangible assets used in the Group's business cannot be specifically identified with any of the reportable segments, as these are used interchangeably between various segments.

By the order of the Board
For Nucleus Software Exports Limited

VISHNU R DUSAD
Managing Director

Place : Noida
Date : 07 August 2020