



INVESTOR UPDATE

Cranes Software's Discloses Financial Figures for Year Ended 31st March 2010

Note to the announcement:

This press release discusses the audited financial performance of Cranes Software International Limited on a consolidated basis. This includes the performance of its subsidiaries Systat Software Asia Pacific Ltd., Systat Software Inc., USA, Systat Software GmbH, Germany., Cranes Software Inc., USA, Cranes Software UK Ltd., Cranes Software International Pte. Ltd., Analytics Systems Pvt. Ltd., Tilak Autotech Pvt. Ltd., Dunn Solutions Group Inc., Caravel Info Systems Pvt. Ltd., Proland Software Pvt. Ltd., Engineering Technology Associates Inc., USA (ETA Inc., USA) and Engineering Technology Associates (Shanghai) Inc., China (Subsidiary of ETA Inc., USA), Esquebe Communication Solutions Pvt. Ltd. and Cubeware GmbH.

Bangalore, September, 30, 2010: Cranes Software International Ltd. (Cranes), a Company that provides Enterprise Statistical Analytics and Engineering Simulation Software Products and Solutions across the globe, today announced its audited financial results for the quarter and year ended March 31, 2010.

Cranes Software Group's financial performance review:

FY10 (April – March 2010)

- Total revenues were at Rs. 2403.54 million
 - Overseas revenues were at Rs. 2170 million and constitute 90% of total revenues
 - Domestic revenues at Rs. 190 million for the period under review

Commenting on the financial results, **Asif Khader, Managing Director, Cranes Software International Limited**, said:

"The last year under review had been highly demanding and challenging at Cranes both business wise and operationally. Given the historic global economic turmoil experienced over the last year under review and the year before, the Company had to face a fair amount of turmoil in its business. During the quarter under review, the Company had to take serious considerations and taken stern action against certain distributors and had to call back the unpaid stock held by them, amounting to Rs.1170 million. This has resulted in the annual revenues to drop to Rs. 2403.54 million. The loss of approximately Rs. 2,038.4 million was



contributed largely by conservative provisioning of some quantum of doubtful assets and foreign exchange fluctuations. This clubbed with other such unprecedented events had lead to a considerable squeezed in cash flows and affected business expenses, lenders and statutory authorities. The Company is under active discussion with each such entity to reach an amicable negotiated phased settlement to meet such liabilities. The auditors have made several comments on the accounts these have been dealt with in the management responses in the published results.

On a more positive note, the Company has already taken necessary steps to improve the operational position of the organization and to grow the business. Additionally, we are also actively pursuing various means to infuse funds into the business including induction of Strategic Alliance Partners. The Company is in advance stage of finalizing a buyer for the sale of certain businesses. We are convening a board meeting to adopt these decisions in the upcoming week. This we feel would facilitate fresh investments into our business and accelerate the process of business turn around and profitability."

Other Highlights:

- Cranes Software subsidiary Engineering Technology Associates, Inc. (ETA) was selected from amongst five finalists as the winner of the 2nd Annual SAE (Society of Automotive Engineers) Detroit Section/MITEF Vehicle Innovation Competition. ETA's winning entry was a seamlessly integrated design development process, entitled the Accelerated Concept to Product (ACP) Process.
- Cranes Software launched SYSTAT 13, the latest version of its flagship statistical software package. This latest release features new statistical methods, faster data computation and a new optional module which adds Cytel's "Exact Tests" functionality.
- Cranes Software released of the latest version of its leading Finite Element Analysis software, NISA Version 17, today. This significantly improved version offers an enhanced DISPLAY IV, NISA's powerful interactive graphics Pre and Post-processor. The new DISPLAY software streamlines complex finite element modeling, analysis and results interpretation for a better user experience. Additionally, the new DISPLAY has improved interoperability allowing it to interface more easily with a variety of popular CAD file formats.
- Engineering Technology Associates, Inc. (ETA), a 100% subsidiary of Cranes Software International Limited and Denton ATD announce a distribution agreement allowing ETA to sell Denton Virtual Dummy products and support them through its VPG finite element modelling product. The agreement linking Denton ATD, a global leader in the development and manufacture of advanced crash dummies and safety measurement devices, and ETA, a leader in the field of virtual product development and engineering software is effective immediately

Attached: Results table



About Cranes Software International Limited: www.cranessoftware.com

Cranes Software International Limited, through its software products and productized solutions addresses the needs of scientists, engineers, researchers, and decision makers in multinational companies, governments, defence establishments, academia and research institutions in the aerospace, automotive engineering, banking and financial services, bioinformatics, biology, biotech, chemistry, physics, communications, consumer research and marketing, criminological sciences, cryptography, defence, electronics engineering, empirical analysis, engineering, environmental sciences, genetics, geo sciences, life sciences, material characteristics, material sciences, medical research, oil exploration, pathology, psychological research, quality control, remote sensing, signal processing and telecommunications space.

Cranes Software offers a range of proprietary products - SYSTAT, SigmaPlot, SigmaStat, SigmaScan, NISA, NISA/CIVIL, NISA DesignStudio, eta/VPG, eta/DYNAFORM, XID, XIP, iCap Reporter, iCap Webmaster, iCap Dashboarder, iCap Data Primer, InventX, Cubeware Cockpit, Cubeware Team Server, Cubeware Importer, Protector Plus. Cranes Software has a presence in 30 countries (through its direct offices, subsidiaries, channel partners, franchise relationships and other alliances) and has global user base of over 350,000 users.

Certain statements in this release concerning our growth prospects are forward-looking statements. These forward-looking statements are subject to certain risks and uncertainties, including government actions; local political or economic developments; technological risks; risks inherent in the Company's growth strategy; dependence on certain clients; dependence on availability of technical consultants and other factors that could cause our actual results to differ materially from those contemplated by the relevant forward looking statements. The Company undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.

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Cranes Software International Ltd.