



PRESS RELEASE

Sakan Finance, Egypt selects Nucleus Software to Drive its Mortgage Finance Services

New Delhi, December 29, 2009: Nucleus Software (NSE: NUCLEUS, BSE: 531209), a leading global provider of integrated software products for banks and financial institutions, today announced that Sakan Finance, Egypt one of the newest mortgage finance companies in the Egyptian market, has chosen Nucleus Software's award winning FinnOne™ Suite to power its mortgage finance services for higher productivity, efficiency, and flexibility of satisfying the ever changing needs of the Egyptian market.

From among a great competitive pitch, FinnOne™ was selected for its state-of-the-art modules, vast implementation experience, functionalities and domain expertise. An internationally proven product solution, FinnOne™ allows start ups like Sakan Finance for effective introduction of quick-to-market products and schemes best addressing a challenging environment.

Mr. Vishnu R. Dusad, CEO and Managing Director, Nucleus Software Exports Limited, said, "The Egyptian market offers a great opportunity for Nucleus' products and is a key focus area for Nucleus' growth strategy. This partnership with Sakan Finance will enable the company to penetrate the mortgage market more effectively and strengthen its position in the Egyptian market. Implementing a next-generation complete banking suite such as FinnOne™ will give Sakan Finance the technological edge in offering products and services to their customers."

Being the second highest capitalized mortgage finance company in the Egyptian market to date, Sakan Finance is very aggressive in the mortgage services arena. Nucleus

Software's FinnOne™ will help Sakan Finance step up services and customer satisfaction by accelerating the processing time of applications for clients, from the time of their first visit to the company, throughout the lifetime of the repayment period.

Commenting on the partnership, **Mr. Ahmed Haggag, consultant to the board of Sakan**, said, "We needed a software product to stay ahead of the curve in the dynamic Egyptian market. Apart from the rich functionality and open architecture, we are especially impressed with FinnOne™'s flexibility and scalability, which we feel is critical to our growth strategy. With FinnOne™'s excellent track record in the global market we are confident that this project will be a huge success."

About Sakan Finance:

Sakan Finance is the newest mortgage finance company in the Egyptian market, and the first finance company to obtain a license from the newly formed "Egyptian Financial Supervision Authority" (EFSA), Sakan Finance is currently preparing to launch its services during December 2009. With a total start up capital of EGP 150 million, Sakan Finance becomes the second highest capitalized mortgage finance company in the Egyptian market to date. Sakan's approved licensed capital stands at EGP 1 Billion. Sakan Finance plans to introduce seven key mortgage finance products as a part of its offering, four of them being completely new products to the market. Key shareholders in the new venture include the Housing and Development Bank with a stake of 28%, Al Yassin Holding with a 51% share, and the remaining 21% share held by a Dubai based investment group. Sakan Finance has appointed Mr. Fathi El Sebaie to the post of Chairman of the Board. El-Sebaie, also currently heads the Housing and Development Bank.

About Nucleus Software Export Limited:

Nucleus Software (NSE: NUCLEUS, BSE: 531209) is a leading software powerhouse providing innovative and pioneering software solutions for Banks and Financial organizations globally. Nucleus Software offers a host of competitive IT solutions and consultancy services designed to support the whole spectrum of business offerings spanning Retail and Corporate Banking, Cash Management, Credit Cards, Relationship Banking, Financial CRM, Credit Risk & Appraisal, EAI, Internet Banking, FX, Basel II, Data warehousing and Analytics. The company is consistently innovating with cutting edge and industry driven products in the domain. Nucleus Software is

listed on the National Stock Exchange and Bombay Stock Exchange in India. For more information, visit www.nucleussoftware.com

FinnOne™ is 'World's Number 1 Selling Lending Software Product*'. The flagship product of Nucleus Software, it is a powerhouse of seamlessly integrated applications, designed to provide operational support, risk management and decision-making support to banks and financial services companies. The FinnOne™ suite provides solutions for the asset as well as liability sides of business in addition to account management, core financial accounting, risk management, document management, and customer services. FinnOne™ also supports multi-branch, multi-currency, multi-product, and bi-lingual implementations. FinnOne™ focuses on both, retail and corporate loans, thereby emerging as a comprehensive solution to back any line of the lending business. *IBS Publishing (2009)

Safe Harbor:

Certain statements in this release concerning our future growth prospects are forward-looking statements, which involve a number of risks and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding the success of our investments, risks and uncertainties regarding fluctuations in earnings, our ability to manage growth, our ability to successfully implement our strategy, our research and development efforts, changes in the value of the Rupee and other currency changes, intense competition in IT and consulting services including those factors which may affect our cost advantage, wage increases in India, our ability to attract and retain highly skilled professionals, time and cost overruns on fixed-price, fixed-time frame contracts, client concentration, restrictions on immigration, industry segment concentration, our ability to manage our international operations, reduced demand for technology in our key focus areas, disruptions in telecommunication networks or system failures, our ability to successfully complete and integrate potential acquisitions, liability for damages on our service contracts, withdrawal of governmental fiscal incentives, political instability and regional conflicts, legal restrictions on raising capital or acquiring companies outside India, and unauthorized use of our intellectual property and general economic conditions affecting our industry. Nucleus may, from time to time, make additional written and oral forward-looking statements, including statements contained in the company's filings with the Securities and Exchange Board of India, Stock Exchange and our reports to shareholders. The company does not undertake to update any forward-looking statements that may be made from time to time by or on behalf of the company.

For further information, please contact

Niraj Vedwa

President

Head – Global Sales & Marketing

Nucleus Software Exports Limited

Phone: +91 – 120 - 4031400

Mobile: +91 - 9810071075

Email: niraj@nucleussoftware.com

Vani Parmar

Nucleus Software Exports Ltd

Phone: +91 – 120 – 4031400

Mobile:+91–9899066090

Email:vani.parmar@nucleussoftware.com

Walini Dsouza

The PRactice

Mobile: +91 -9999689151

E-mail: walini@the-practice.net