

**NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION IN THE UNITED STATES,
THE UNITED KINGDOM, AUSTRALIA, CANADA OR JAPAN**

Press release

29 January 2007

**SUBEX AZURE ANNOUNCES FY07 Q3 RESULTS – REVENUE INCREASES
BY 118% AND PAT CLIMBS BY 65%**

Quarter Ended December 31, 2006 (Consolidated)

- **Net Consolidated Revenue at Rs. 1062 million (US\$ 24.11 million) up by 118% from Rs. 488 million (US\$ 11.08 million) in FY06 Q3**
- **Profit After Tax at Rs. 191 million (US\$ 4.34 million) up by 65% from Rs. 116 million (US\$ 2.63 million) in FY06 Q3**

Product Revenue at Rs. 758 million (US\$ 17.2 million) in the current quarter, up by 141% from Rs. 314 million (US\$ 7.13 million) in FY06 Q3.

Product Revenue contributes 71% to Total Revenue

Bangalore, INDIA: Subex Azure Limited, a leading vendor of revenue maximization solutions for telecom operators, adopted its' third quarter results at its' Board Meeting held on 29th January 2007.

Speaking on the growth during the year, Subash Menon, Founder Chairman, Managing Director & CEO, Subex Azure Limited said, "The results are a reflection of our performance globally. The company added 7 new customers during the third quarter. Subex Azure remains committed to delivering solutions designed to empower telecom operators gain competitive advantage".

- ENDS-

About Subex Azure Ltd.

Subex Azure Limited (<http://www.subexazure.com>) is a leading vendor of revenue maximization solutions for telecom operators. Subex Azure pioneered the strategic concept of a Revenue Operations Center (ROC) for telecom operators, which is a centralized and integrated platform from which operators can assess, address and correct all aspects of their revenue maximization processes. Subex Azure's Rocware™ is an integrated suite of software solutions that *powers the ROC*.

Subex Azure's customers include 23 of the world's 40 largest telecom companies by revenue, and it currently serves, or has served, over 150 customers spread across more than 70 countries.

Subex Azure has been chosen among the prestigious Deloitte Technology Fast 50 India 2006 and Deloitte Technology Fast 500 Asia Pacific 2006 lists of companies, a reaffirmation of its growth and leadership status.

Subex Azure has offices in Bangalore, Beijing, Denver, Dubai, Ipswich, London, Ottawa, Singapore and Sydney.

Forward Looking and Cautionary Statements

Certain statements in this release concerning Subex Azure's products, strategy and 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, market acceptance of Subex Azure's products and services, Subex Azure's ability to implement its growth strategy, competition in Subex Azure's areas of business and general economic conditions affecting the telecom industry.

For more information on Subex Azure, please visit www.subexazure.com

Further information:

In Europe or Asia please contact Alex Crawshaw at Catalysis Communications
Tel: +44 (0)20 7101 7333 / +44 (0)20 7101 7326
Email: alex.crawshaw@catalysis.co.uk / kate.bonner@catalysis.co.uk

In the U.S. please contact Guy Murrel at Catapult PR-IR
Tel +1 303-581-7760
Email: gmurrel@catapultpr-ir.com

In India please contact Shivaram Lakshminarayan at Genesis PR
Tel: +91 9886136796
Email: shivaram.l@bm.com

The information contained herein is not for publication or distribution into the United States. The material set forth herein is for informational purposes only and is not intended, and should not be construed, as an offer of securities for sale into the United States or any other jurisdiction. The securities of the Company described herein have not been and will not be registered under the US Securities Act of 1933, as amended (the "Securities Act"), or the laws of any state of the United States, and may not be offered or sold within the United States, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and applicable state laws. There is no intention to conduct a public offering of securities in the United States.

This press release is directed solely at persons who are outside the United Kingdom or other persons to whom the communication may be lawfully made (all such persons together being referred to as "relevant persons"). This press release must not be acted on or relied on by persons who are not relevant persons. Any investment or investment activity to which this press release relates is available only to relevant persons and will be engaged in only with relevant persons.

This announcement does not constitute or form part of any offer or any solicitation to purchase nor shall it or the fact of its distribution, form the basis of, or be relied on in any purchase. The securities must not be offered, sold or purchased except in circumstances that do not constitute a public offering. This announcement and any subsequent offer of securities may be restricted by law in certain jurisdictions and persons receiving this announcement or any subsequent offer should inform themselves about and observe any such restriction. Failure to comply with such restrictions may violate securities laws of any such jurisdiction.