



SEC/SE/037/18-19
Chennai, May 4, 2018

The Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, Bandra-Kurla Complex
Bandra (East)
Mumbai-400 051

SQS India BFSI Limited
6A, Sixth Floor, Prince Infocity II
No. 283/3 & 283/4
Rajiv Gandhi Salai (OMR)
Kandanchavadi, Chennai 600096, India

Phone: +91 44 4392 3200
Fax: +91 44 4392 3258
info-india@sqs.com
www.sqs-bfsi.com
CIN: L64202TN1998PLC066604

Sub: Outcome of the Meeting of Board of Directors held on May 4, 2018
Ref: Company Symbol: SQSBFSI

Dear Sir/Madam,

The Meeting of Board of Directors of SQS India BFSI Limited was held on Friday, May 4, 2018. The Board of Directors of the Company has inter-alia:

- 1) Adopted the Audited Financial Statements of the Company for the quarter and financial year ended March 31, 2018. Please find enclosed the:
 - a. Consolidated audited financial statements for the quarter and year ended March 31, 2018 along with the Auditors' Report and Declaration of Unmodified opinion thereon.
 - b. Standalone audited financial statements for the quarter and year ended March 31, 2018 along with the Auditors' Report and Declaration of Unmodified opinion thereon.
- 2) Has recommended payment of Rs.20/- (Rupees Twenty Only) per equity share (@ 200% per equity share of Rs.10/- each) as the Final Dividend of the Company for the financial year 2017-18. The Final Dividend, if declared by the Shareholders in the ensuing Annual General Meeting to be held on July 26, 2018 will be paid on or before August 25, 2018. This is in addition to the interim dividend of Rs.4/- (Rupees Four Only) per equity share (@ 40% per equity share of Rs.10/- each) declared on October 26, 2017.
- 3) Has allotted 3,000 Equity Shares to 1 Employee of the Company under "Thinksoft - Employee Stock Option Scheme 2011".
- 4) Has accepted the resignation of Mr. David Bellin, Chairman and Director with effect from May 4, 2018.
- 5) The Board of Directors have unanimously approved the appointment of Mr. Diederik Vos, existing Director of the Company as Chairman of the Board and Member of Nomination and Remuneration Committee of the Company with effect from May 4, 2018. The brief profile of Mr. Diederik Vos is enclosed herewith.



- 6) Considered and noted that pursuant to Assystem Services Deutschland GmbH ("Assystem") acquired SQS Software Quality Systems AG, Germany ("SQS AG"), Assystem comes within the purview of definition of "Promoter Group" as per SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009.
- 7) The Annual General Meeting of SQS India BFSI Limited is proposed to be held on **Thursday, July 26, 2018.**

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September, 2015, we would like to inform that the meeting of the Board of Directors of the Company commenced at 10.00 a.m. and concluded at 4.00 p.m.

You are requested to take the above on record and oblige.

Thanking you,

Yours faithfully,

For SQS India BFSI Limited

SESHADRI
SAMPATH
KUMAR

Digitally signed by
SESHADRI
SAMPATH KUMAR
Date: 2018.05.04
16:04:35 +05'30'

S. Sampath Kumar

Company Secretary & Compliance Officer

FCS No.3838

Encl: As above.



Brief Profile

Mr. Diederik Vos Chief Executive Officer (CEO)

Diederik (Dik) Vos has been CEO of SQS since October 2012. He is responsible for the company's strategy and the management of the Group Management Board.

Dik Vos was appointed to the SQS Management Board in March 2011 and started in SQS as COO, responsible for global sales and operations. In this role, he focused on driving forward company growth and improving the operational excellence of the global SQS Group. Dik Vos is also a director of SQS India BFSI Limited, the SQS subsidiary focused exclusively on BFSI testing. SQS India BFSI Limited is headquartered in Chennai, India and is listed on the Bombay Stock Exchange and National Stock Exchange in India.

He has considerable expertise in the field of Managed Services, IT Services and Management Consulting. As an internationally experienced manager he demonstrated an ability to drive change within organizations, developing them into profitable companies while increasing customer satisfaction. He previously held senior management positions in AT&T, Lucent Technologies, AVAYA and International Network Services.



SQS India BFSI Limited

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No. 283/3 & 283/4
Rajiv Gandhi Salai (OMR)
Kandanchavadi, Chennai 600096, India

Phone: +91 44 4392 3200

Fax: +91 44 4392 3258

info-india@sqs.com

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CIN: L64202TN1998PLC066604

GST NO:33AABCT0976G1ZG

SEC/SE/035/18-19
Chennai, May 4, 2018

To

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra-Kurla Complex
Bandra (East)
Mumbai-400 051

Sub: Declaration under proviso to Clause (d) of sub-regulation (3) of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Ref: Company Symbol: SQSBFSI

Dear Sirs,

We hereby declare that the Auditors of the Company M/s. Kalyaniwalla & Mistry LLP, Chartered Accountants have issued Audit Report with Unmodified Opinion on Standalone and Consolidated Financial Statements of the Company as prepared under the provisions of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the financial year ended March 31, 2018.

Thanking You,

Yours faithfully,
For SQS India BFSI Limited

Aarti Arvind
Managing Director & CEO



SQS India BFSI Limited

CIN No: L64202TN1998PLC066604

Registered & Corporate office : 6A, Sixth Floor, Prince Infocity II, No. 283/3 & 283/4,

Rajiv Gandhi Salai (OMR), Kandanchavadi, Chennai-600 096, INDIA.

Website: www.sqs-bfsi.com; Tel: +91 44 4392 3200; Fax: +91 44 4392 3258


Statement of Standalone Audited Financial Results for the Quarter and Year ended March 31, 2018

(Rs. In Millions)

S.No.	Particulars	Quarter ended			Year ended	
		31-Mar-18	31-Dec-17	31-Mar-17	31-Mar-18	31-Mar-17
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue From Operations	756.35	703.98	575.29	2,764.38	2,599.48
2	Other Income	29.61	0.52	4.35	73.64	9.79
3	Total Income (1+2)	785.96	704.50	579.64	2,838.02	2,609.27
4	EXPENSES					
	a) Employee benefits expense	314.09	307.70	229.85	1,153.57	1,045.93
	b) Finance costs	2.87	-	1.96	2.87	1.96
	c) Depreciation and amortization expense	13.93	13.51	14.04	55.36	51.77
	d) Other expenses	326.60	305.17	264.77	1,203.38	1,164.12
	Total expenses (4)	657.49	626.38	510.62	2,415.18	2,263.78
5	Profit/(loss) before exceptional items and tax (3-4)	128.47	78.12	69.02	422.84	345.49
6	Exceptional Items (Refer note no. 9)	6.89	-	-	6.89	-
7	Profit/(loss) before tax (5-6)	135.36	78.12	69.02	429.73	345.49
8	Tax expense					
	a) Current Tax	43.76	27.26	16.33	153.62	114.88
	b) Deferred Tax	(3.02)	(1.09)	4.05	(3.96)	6.75
9	Profit/(loss) for the period (7-8)	94.62	51.95	48.64	280.07	223.86
10	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	0.70	3.14	(2.37)	(1.18)	(9.47)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.24)	(1.09)	0.82	0.41	3.28
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)	95.08	54.00	47.09	279.30	217.67
12	Paid Up Equity Share Capital (Face value of Rs.10/- each, fully paid up)	107.10	106.98	106.80	107.10	106.80
13	Other Equity	-	-	-	906.86	932.12
14	Earnings per Equity Share (Face value of Rs.10/- each) (for continuing operations) (Refer note no. 11)					
	- Basic (Rs.)	8.85	4.86	4.56	26.19	20.98
	- Diluted (Rs.)	8.85	4.85	4.55	26.19	20.92

See accompanying notes to the Standalone Financial Results.

Standalone Balance Sheet as at March 31, 2018

(Rs. In Millions)

Particulars	31-Mar-18	31-Mar-17
ASSETS		
A. NON CURRENT ASSETS		
(a) Property, Plant and Equipment	212.79	246.60
(b) Intangible Assets	10.69	19.84
(c) Financial Assets		
(i) Investments in subsidiaries	40.15	42.86
(ii) Loans	8.67	18.71
(iii) Other Non Current Financial Assets	0.38	2.00
(d) Deferred Tax Asset	16.94	12.57
(e) Income Tax Asset (Net)	24.73	21.99
(f) Other Non Current Assets	4.60	4.19
TOTAL NON CURRENT ASSETS	318.95	368.76
B. CURRENT ASSETS		
(a) Financial Assets		
(i) Trade Receivables	1,045.14	740.52
(ii) Cash and Cash Equivalents	307.80	236.13
(iii) Bank balances other than (ii) above	254.80	61.75
(iv) Loans	11.51	4.80
(v) Other Current Financial Assets	40.53	10.93
(b) Other Current Assets	36.14	32.47
TOTAL CURRENT ASSETS	1,695.92	1,086.60
TOTAL ASSETS	2,014.87	1,455.36
EQUITY AND LIABILITIES		
A. EQUITY		
(a) Equity Share Capital	107.10	106.80
(b) Other Equity	906.86	932.12
TOTAL EQUITY	1,013.96	1,038.92
B. LIABILITIES		
1. CURRENT LIABILITIES		
(a) Financial Liabilities		
(i) Trade Payables	594.19	107.19
(ii) Other Current Financial Liabilities	237.78	179.96
(b) Other Current Liabilities	58.73	38.11
(c) Provisions	16.01	14.42
(d) Current Tax Liabilities (Net)	94.20	76.76
TOTAL CURRENT LIABILITIES	1,000.91	416.44
TOTAL EQUITY AND LIABILITIES	2,014.87	1,455.36



Notes :-

- The above results which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements), 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 04, 2018. The Standalone financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules, 2016 and the Companies (Indian Accounting Standards) Amendment Rules, 2017.
- The statutory auditors, Kalyaniwalla & Mistry LLP have issued report with unmodified opinion on the standalone financial results. Amounts for the quarter and year ended March 31, 2017 included in the Statement are based on the previously issued standalone financial results of the Company, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 ('previous GAAP'), which were audited by the predecessor auditor, whose report dated April 27, 2017 expressed an unmodified opinion on the audited Standalone Financial Results. The Management has adjusted these results for the differences in accounting principles adopted by the Company on transition to the Indian Accounting Standards ('Ind AS') which have been approved by the Company's Board of Directors and audited by the statutory auditors.
- The figures for the quarters ended March 31, as reported in these results are the balancing figures between audited figures in respect of the years ended March 31, and the published year to date figures up to the end of the third quarter of the relevant financial years. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
- The Company has prepared its Standalone Financial Statements under Ind AS effective from April 1, 2017 with restated comparative figures for the previous year ended March 31, 2017. Accordingly, the Opening Standalone Balance sheet, in line with Ind AS transitional provisions, has been prepared as at April 1, 2016. The following is the reconciliation between the Standalone financial statements prepared as per 'Previous GAAP' and Ind AS for the quarter and year ended March 31, 2017 as per Ind AS 101, First time adoption of Indian Accounting Standards.

Particulars	(Rs. In Millions)	
	Quarter ended	Year ended
	31-Mar-17 (Audited)	31-Mar-17 (Audited)
Profit after Tax as reported under previous GAAP	45.72	216.34
Adjustments on account of Ind AS:		
Actuarial (gain)/loss on defined benefit liability recognised in Other Comprehensive Income	2.37	9.47
ESOP Compensation Cost	(0.33)	(0.33)
Fair value of security deposit and amortisation of deferred rent	(0.02)	(0.08)
Reversal of Allowance for Expected Credit Loss	2.44	2.44
Tax adjustments	(1.54)	(3.98)
Profit after Tax as reported under Ind AS	48.64	223.86
Other Comprehensive Income (net of tax)	(1.55)	(6.19)
Total Comprehensive Income as per Ind AS	47.09	217.67

Reconciliation of Equity reported under Previous GAAP to Ind AS (Rs. In Millions)

Particulars	Year ended
	31-Mar-17
	(Audited)
Total equity reported under Previous GAAP	1,039.30
Adjustments on account of Ind AS:	
Fair value of security deposit and amortisation of deferred rent	(0.08)
Allowance for Expected Credit Loss	(0.67)
Tax adjustments	0.37
Total equity under Ind AS	1,038.92

- The Chief Operating Decision Maker (CODM) evaluates the performance of the Company based on revenue and operating income in one segment i.e "Software Validation and Verification Services" relating to banking and financial services industry. Accordingly, as per Ind AS-108, the Company has only one business segment and hence segment information has not been separately disclosed.
- The Board of Directors of the Company have recommended a final dividend of Rs. 20/- per equity share of Rs. 10/- each.
- Other Income (SI. no. 2) and Other Expenditure (SI. No.4 d) above includes Net Foreign Exchange Gain / Loss for the period as detailed below:

Particulars	Quarter ended			Year ended	
	31-Mar-18 (Audited)	31-Dec-17 (Unaudited)	31-Mar-17 (Audited)	31-Mar-18 (Audited)	31-Mar-17 (Audited)
Net Exchange Gain / Loss					
Other Income	21.29	-	-	53.72	-
Other Expenses	-	5.61	27.02	-	84.01

- During the quarter and year ended March 31, 2018, 12,250 and 30,500 stock options respectively have been exercised under the Employee Stock Options Scheme, 2012. These stock options have vested in earlier years.
- During the current quarter, Thinksoft Global Services (Europe) GmbH, Germany (a wholly owned subsidiary) has been liquidated and an amount of INR 6.89 Million representing amount realised over original investment value is disclosed as an exceptional item.
- Assystem Services Deutschland GmbH ("Acquirer") and SQS Software Quality Systems AG ("Person Acting in Concert") have made an Open Offer for acquisition up to 27,85,480 fully paid-up Equity Shares of face value of Rs. 10/- each, representing 26% of the voting share capital, at a price of Rs. 482.95 per share from the eligible shareholders of the Company. The date of commencement and closure of Tendering Period is: Thursday, May 03, 2018 to Wednesday, May 16, 2018 (both days inclusive).
- The earnings per share (basic and diluted) for the interim periods have not been annualised.
- The Company has changed its presentation from "Rs. in millions" to "Rs. in millions upto two decimals". Accordingly, the figures of previous periods/year have been rearranged to conform to the current period presentation.
- The prior period's figures have been regrouped / reclassified wherever necessary to conform to current quarter / period's classification.

Place: Chennai
Date: May 04, 2018

By order of the Board
For SQS India BFSI Ltd

Aarti Arvind
Managing Director & CEO



KALYANIWALLA & MISTRY LLP

CHARTERED ACCOUNTANTS

Auditor's Report on Quarterly and Annual Standalone Financial Results Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors
SQS India BFSI Limited
6A, Sixth Floor, Prince Infocity II,
283/3, 283/4, Rajiv Gandhi Salai (OMR),
Kandanchavadi,
Chennai – 600 096.

1. We have audited the accompanying Standalone Financial Results of SQS India BFSI Limited ("the Company") for the quarter and year ended March 31, 2018 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. These quarterly and annual standalone financial results have been prepared on the basis of the standalone financial statements, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these standalone financial results based on our audit of such standalone financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and other accounting principles generally accepted in India. Attention is drawn to the fact that the figures for the quarters ended March 31, as reported in these results are the balancing figures between audited figures in respect of the years ended March 31, and the published year to date figures up to the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
2. 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 misstatements. 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 our audit provides a reasonable basis for our opinion.
3. The Standalone Financial Results for the quarter and year ended March 31, 2017, included in the Statement, are based on the previously issued Standalone Financial Results of the Company, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 ('previous GAAP'), which were audited by the predecessor auditor, whose report dated April 27, 2017 expressed an unmodified opinion on the audited Standalone Financial Results. Management has adjusted these standalone results for the differences in accounting principles adopted by the Company on transition to the Indian Accounting Standards ('Ind AS') and presented reconciliations of the profit and equity under Ind AS of the corresponding quarter and year ended March 31, 2017 with the profit reported under the previous GAAP, which have been approved by the Company's Board of Directors and audited by us.



LLP IN : AAH - 3437

REGISTERED OFFICE : ESPLANADE HOUSE, 29, HAZARIMAL SOMANI MARG, FORT, MUMBAI 400 001
TEL.: (91) (22) 6158 6200, 6158 7200 FAX: (91) (22) 6158 6275

4. In our opinion and to the best of our information and according to the explanations given to us, these quarterly as well as year to date financial results:
- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, in this regard; and
 - ii. give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the profit, total comprehensive income and other financial information for the quarter and year ended March 31, 2018.

For KALYANIWALLA & MISTRY LLP
CHARTERED ACCOUNTANTS
Firm Registration Number 104607W/W100166



FARHAD M. BHESANIA
PARTNER
Membership Number 127355
Place: Chennai
Date: May 04, 2018

SQS India BFSI Limited

CIN No:L64202TN1998PLC066604

Registered & Corporate office : 6A, Sixth Floor, Prince Infocity II, No. 283/3 & 283/4,

Rajiv Gandhi Salai (OMR), Kandanchavadi, Chennai-600 096, INDIA.

Website: www.sqs-bfsi.com; Tel:+91 44 4392 3200; Fax:+91 44 4392 3258


Statement of Consolidated Audited Financial Results for the Quarter and year ended March 31, 2018

(Rs. in Millions)

S. No.	Particulars	Quarter ended			Year ended	
		31-Mar-18	31-Dec-17	31-Mar-17	31-Mar-18	31-Mar-17
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue From Operations	756.35	703.98	575.29	2,764.38	2,599.48
2	Other Income	37.76	6.15	4.34	80.60	10.62
3	Total Income (1+2)	794.11	710.13	579.63	2,844.98	2,610.10
4	EXPENSES					
	a) Employee benefits expense	492.63	479.32	350.74	1,841.18	1,580.05
	b) Finance costs	2.87	-	1.96	2.87	1.96
	c) Depreciation and amortization expense	13.98	13.54	14.07	55.50	51.96
	d) Other expenses	139.04	135.47	144.68	466.29	605.86
	Total expenses (4)	648.52	628.33	511.45	2,365.84	2,239.83
5	Profit/(loss) before exceptional items and tax (3-4)	145.59	81.80	68.18	479.14	370.27
6	Exceptional Items	-	-	-	-	-
7	Profit/(loss) before tax (5-6)	145.59	81.80	68.18	479.14	370.27
8	Tax expense					
	a) Current Tax	45.27	29.88	18.11	163.35	125.39
	b) Deferred Tax	(3.02)	(1.09)	4.05	(3.96)	6.75
9	Profit/(loss) for the period (7-8)	103.34	53.01	46.02	319.75	238.13
10	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	0.70	3.14	(2.37)	(1.18)	(9.47)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.24)	(1.09)	0.82	0.41	3.28
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)	103.80	55.06	44.47	318.98	231.94
	Attributable to:					
	Owners of the parent	103.80	55.06	44.47	318.98	231.94
	Non-controlling interests	-	-	-	-	-
	Of the Total Comprehensive Income above, Profit for the year attributable to:					
	Owners of the Parent	103.34	53.01	46.02	319.75	238.13
	Non-controlling Interests	-	-	-	-	-
	Of the Total Comprehensive Income above, Other Comprehensive income attributable to:					
	Owners of the Parent	0.46	2.05	(1.55)	(0.77)	(6.19)
	Non-controlling interests	-	-	-	-	-
12	Paid Up Equity Share Capital (Face value of Rs.10/- each, fully paid up)	107.10	106.98	106.80	107.10	106.80
13	Other Equity	-	-	-	1,178.85	1,164.43
14	Earnings per Equity Share (Face value of Rs.10/- each) (for continuing operations) (Refer note no. 12)					
	- Basic (Rs.)	9.66	4.96	4.31	29.90	22.31
	- Diluted (Rs.)	9.66	4.95	4.30	29.90	22.26
	See accompanying notes to the Consolidated Financial Results.					



Consolidated Balance Sheet as at March 31, 2018		(Rs. In Millions)	
Particulars	31-Mar-18	31-Mar-17	
ASSETS			
A. NON CURRENT ASSETS			
(a) Property, Plant and Equipment	212.93	246.72	
(b) Intangible Assets	10.69	19.84	
(c) Financial Assets			
(i) Loans	8.67	18.71	
(ii) Other Non Current Financial Assets	0.38	2.00	
(d) Deferred Tax Asset (Net)	16.94	12.57	
(e) Income Tax Asset (Net)	24.73	21.99	
(f) Other Non current Assets	4.60	4.19	
TOTAL NON CURRENT ASSETS	278.94	326.02	
B. CURRENT ASSETS			
(a) Financial Assets			
(i) Trade Receivables	681.36	423.84	
(ii) Cash and Cash Equivalents	595.21	829.59	
(iii) Bank balances other than (ii) above	254.80	61.75	
(iv) Loans	17.25	10.59	
(v) Other Current Financial Assets	40.53	10.93	
(b) Other Current Assets	43.45	43.41	
TOTAL CURRENT ASSETS	1,632.60	1,380.11	
TOTAL ASSETS	1,911.54	1,706.13	
EQUITY AND LIABILITIES			
A. EQUITY			
(a) Equity Share Capital	107.10	106.80	
(b) Other Equity	1,178.85	1,164.43	
TOTAL EQUITY	1,285.95	1,271.23	
B. LIABILITIES			
1. CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Trade Payables	77.91	33.15	
(ii) Other Current Financial Liabilities	338.18	234.40	
(b) Other Current Liabilities	94.76	70.41	
(c) Provisions	17.51	15.63	
(d) Current Tax Liabilities (Net)	97.23	81.31	
TOTAL CURRENT LIABILITIES	625.59	434.90	
TOTAL EQUITY AND LIABILITIES	1,911.54	1,706.13	



Notes :-

- The above results which are published in accordance with Regulation 33 of the SEBI (Listing Obligation & Disclosure Requirements), 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 04, 2018. The Consolidated financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules, 2016 and the Companies (Indian Accounting Standards) Amendment Rules, 2017.
- The statutory auditors, Kalyaniwalla & Mistry LLP have issued report with unmodified opinion on the Consolidated financial results. Amounts for the quarter and year ended March 31, 2017 included in the Statement are based on the previously issued Consolidated financial results of the Company, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 ('previous GAAP'), which were audited by the predecessor auditor, whose report dated April 27, 2017 expressed an unmodified opinion on the audited Consolidated Financial Results. The Management has adjusted these results for the differences in accounting principles adopted by the Company on transition to the Indian Accounting Standards ('Ind AS') which have been approved by the Company's Board of Directors and audited by the statutory auditors.
- The figures for the quarters ended March 31, as reported in these results are the balancing figures between audited figures in respect of the years ended March 31, and the published year to date figures up to the end of the third quarter of the relevant financial years. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
- The Company has prepared its Consolidated Financial Statements under Ind AS effective from April 1, 2017 with restated comparative figures for the previous year ended March 31, 2017. Accordingly, the Opening Consolidated Balance sheet, in line with Ind AS transitional provisions, has been prepared as at April 1, 2016. The following is the reconciliation between the Consolidated financial statement prepared as per 'Previous GAAP' and Ind AS for the quarter and year ended March 31, 2017 as per Ind AS 101, First time adoption of Indian Accounting Standards.

(Rs. in Millions)

Particulars	Quarter ended	Year ended
	31-Mar-17 (Audited)	31-Mar-17 (Audited)
Profit after Tax as reported under previous GAAP	43.10	230.61
Adjustments on account of Ind AS:		
Actuarial (gain)/loss on defined benefit liability recognised in Other Comprehensive Income	2.37	9.47
ESOP Compensation Cost	(0.33)	(0.33)
Fair value of security deposit and amortisation of deferred rent	(0.02)	(0.08)
Reversal of Allowance for Expected Credit Loss	2.44	2.44
Tax adjustments	(1.54)	(3.98)
Profit after Tax as reported under Ind AS	46.02	238.13
Other Comprehensive Income (net of tax)	(1.55)	(6.19)
Total Comprehensive Income as per Ind AS	44.47	231.94

Reconciliation of Equity reported under Previous GAAP to Ind AS

(Rs. in Millions)

Particulars	Year ended
	31-Mar-17 (Audited)
Total equity reported under Previous GAAP	1,271.61
Adjustments on account of Ind AS:	
Fair value of security deposit and amortisation of deferred rent	(0.08)
Allowance for Expected Credit Loss	(0.67)
Tax adjustments	0.37
Total equity as per Ind AS	1,271.23

- The Chief Operating Decision Maker (CODM) evaluates the performance of the Group based on revenue and operating income in one segment i.e "Software Validation and Verification Services" relating to banking and financial services industry. Accordingly, as per Ind AS-108, the Group has only one business segment and hence segment information has not been separately disclosed.

- The Board of Directors of the Company have recommended a final dividend of Rs. 20/- per equity share of Rs. 10/- each.

- Other Income (Sl. no. 2) and Other Expenditure (Sl. No. 4 d) above includes Net Foreign Exchange Gain/ Loss for the period as detailed below: (Rs. in Millions)

Particulars	Quarter ended		Year ended	
	31-Mar-18 (Audited)	31-Dec-17 (Unaudited)	31-Mar-17 (Audited)	31-Mar-17 (Audited)
Net Exchange Gain / Loss				
Other Income	29.44	-	-	60.43
Other Expenses	-	15.61	37.71	-
				103.90

- Financial Results of SQS India BFSI Limited (Standalone information):

(Rs. in Millions)

Particulars	Quarter ended			Year ended	
	31-Mar-18	31-Dec-17	31-Mar-17	31-Mar-18	31-Mar-17
Net Sales / Income from Operations	756.35	703.98	575.29	2,764.38	2,599.48
Profit/ (Loss) before tax	135.36	78.12	69.02	429.73	345.49
Net Profit/ (Loss) from after tax	94.62	51.95	48.64	280.07	223.86

- The Consolidated Financial Results include the results of 100% Wholly owned Subsidiaries, i.e. SQS BFSI Inc., USA, SQS BFSI PTE. Ltd., Singapore, SQS BFSI FZE, UAE and SQS BFSI UK Ltd, UK. During the current quarter, Thinksoft Global Services (Europe) GmbH, Germany (a wholly owned subsidiary) has been liquidated and an amount of INR 9.60 Million has been repatriated to SQS India BFSI Limited representing share capital and accumulated profits at the date of liquidation. There is equivalent amount of assets and liabilities outstanding as at March 31, 2018, pending settlement, which has been included in the consolidated financial statements as at March 31, 2018.

- Assystem Services Deutschland GmbH ("Acquirer") and SQS Software Quality Systems AG ("Person Acting in Concert") have made an Open Offer for acquisition up to 27,85,480 fully paid-up Equity Shares of face value of Rs. 10/- each, representing 26% of the voting share capital, at a price of Rs. 482.95 per share from the eligible shareholders of the Company. The date of commencement and closure of Tendering Period is: Thursday, May 03, 2018 to Wednesday, May 16, 2018 (both days inclusive).

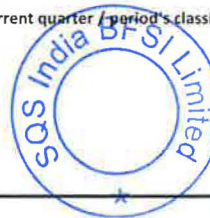
- During the quarter and year ended March 31, 2018, 12,250 and 30,500 stock options respectively have been exercised under the Employee Stock Options Scheme, 2012. These stock options have vested in earlier years.

- The earnings per share (basic and diluted) for the interim periods have not been annualised.

- The Company has changed its presentation from "Rs. in millions" to "Rs. in millions upto two decimals". Accordingly, the figures of previous periods/year have been rearranged to conform to the current period presentation.

- The prior period's figures have been regrouped / reclassified wherever necessary to conform to current quarter / period's classification.

Place: Chennai
Date: May 04, 2018



By order of the Board
For SQS India BFSI Ltd

Aarti Arvind
Managing Director & CEO

KALYANIWALLA & MISTRY LLP

CHARTERED ACCOUNTANTS

Auditor's Report on Quarterly and Annual Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

The Board of Directors
SQS India BFSI Limited
6A, Sixth Floor, Prince Infocity II,
283/3, 283/4, Rajiv Gandhi Salai (OMR),
Kandanchavadi,
Chennai – 600 096.

1. We have audited the accompanying Statement of Consolidated Financial Results of SQS India BFSI Limited ("the Company"), and its subsidiaries (the Company and its subsidiaries together referred to as the "Group") for the quarter and year ended March 31, 2018 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. These quarterly and annual consolidated financial results have been prepared on the basis of consolidated financial statements, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with the Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, and other accounting principles generally accepted in India. Attention is drawn to the fact that the figures for the quarters ended March 31, as reported in these results are the balancing figures between audited figures in respect of the year ended on March 31, and the published year to date figures up to the end of the third quarter of the relevant financial years. Also the figures up to the end of the third quarter had only been reviewed and were not subjected to audit.
2. 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 misstatements. 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.
3. The Consolidated Financial Results for the quarter and year ended March 31, 2017, included in the Statement, are based on the previously issued Consolidated Financial Results of the Company, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 ('previous GAAP'), which were audited by the predecessor auditor whose report dated April 27, 2017 expressed an unmodified opinion on those audited consolidated financial results. Management has adjusted these consolidated results for the differences in accounting principles adopted by the Company on transition to the Indian Accounting Standards ('Ind AS') and presented a reconciliation of profit and equity under Ind AS of the corresponding quarter and year ended March 31, 2017 with the profit reported under the previous GAAP, which have been approved by the Company's Board of Directors and audited by us.
4. We did not audit the financial statements of four subsidiaries incorporated outside India included in the consolidated quarterly and annual consolidated financial results, whose consolidated financial statements reflect total assets of Rs. 1,096.81 million as at March 31, 2018; as well as the total revenue of Rs. 197.64 million and Rs. 815.53 million for the quarter and year ended on that date respectively. These financial statements and other financial information have been audited by other auditors whose



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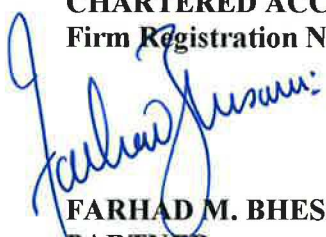
REGISTERED OFFICE : ESPLANADE HOUSE, 29, HAZARIMAL SOMANI MARG, FORT, MUMBAI 400 001
TEL.: (91) (22) 6158 6200, 6158 7200 FAX: (91) (22) 6158 6275

reports have been furnished to us by the Management and our opinion on the quarterly and annual consolidated financial results, to the extent they have been derived from such financial statements is based solely on the report of such other auditors. Our report on the Statement is not modified in respect of this matter.

These subsidiaries are located outside India whose financial results and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed by other auditors under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the financial results of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India (Indian Accounting Standards 'Ind AS'). We have audited these conversion adjustments made by the Company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of the other auditors and the conversion adjustments made by the management of the Company and audited by us.

5. The financial results of the German subsidiary which has been liquidated during the current quarter, whose financial result reflects the Group's share of total assets Rs. 0.49 million as at March 31, 2018 and the Group's share of total revenue of Rs. Nil for the quarter and year ended on that date, which have been considered in the Consolidated Financial Results, are not audited as of the date of this report and have been included in the Consolidated Financial Results on the basis of Unaudited Management Accounts. The financial information of this subsidiary is not material to the Group. Our report on the Statement is not modified in respect of this matter.
6. Based on our audit and on consideration of report of other auditors and the Unaudited Management Accounts as referred to in paragraph 4 & 5 above, in our opinion and to the best of our information and according to the explanations given to us, these quarterly and annual consolidated financial results:
 - i. Include the quarterly and annual financial results of the following entities:
 1. SQS BFSI Inc., USA
 2. SQS BFSI UK Ltd., UK
 3. SQS BFSI Pte. Ltd., Singapore
 4. SQS BFSI FZE., UAE
 5. Thinksoft Global Services (Europe) GmbH, Germany
 - ii. have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016 in this regard; and
 - iii. give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated profit, consolidated total comprehensive income and other financial information of the Group for the quarter as well as for the year ended March 31, 2018.

For KALYANIWALLA & MISTRY LLP
CHARTERED ACCOUNTANTS
Firm Registration Number 104607W/W100166



FARHAD M. BHESANIA
PARTNER
Membership Number 127355
Place: Chennai
Dated: May 04, 2018