



SEC/SE/098/17-18
Chennai, July 27, 2017

The Listing Department
National Stock Exchange of India Ltd
Exchange Plaza,
Bandra Kurla Complex, Bandra (E)
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 July 27, 2017
Ref: Company Symbol: SQSBFSI

Dear Sir/Madam,

The Meeting of Board of Directors of SQS India BFSI Limited was held on Thursday, July 27, 2017. The Board of Directors of the Company has inter-alia:

1. Considered and approved the Q1 Unaudited Financial Statements of the Company for the quarter ended June 30, 2017. Copy of the Unaudited Financial Statements, Standalone and Consolidated, along with the Limited Review Reports from the Statutory Auditors for the said period are attached herewith.
2. Has allotted 2,250 Equity Shares to 1 Employee of the Company under "Thinksoft – Employee Stock Option Scheme 2011".

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 September 09, 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 1.45 p.m.

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

Thanking you,

Yours faithfully,
For SQS India BFSI Limited

S. Sampath Kumar
Company Secretary and Compliance Officer
FCS No.3838



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 Unaudited Financial Results for the Quarter ended June 30, 2017

(Rs. in Millions)

S. No.	Particulars	Quarter ended			Year ended
		30-Jun-17	31-Mar-17	30-Jun-16	31-Mar-17
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from Operations	607	575	731	2,599
2	Other Income	32	2	4	8
3	Total Income (1+2)	639	577	735	2,607
4	EXPENSES				
	a) Employee benefits expense	393	351	436	1,582
	b) Finance Cost	-	1	1	2
	c) Depreciation and amortisation expense	14	14	10	52
	d) Other expenses	91	143	143	600
	Total Expenses (4)	498	509	590	2,236
5	Profit/(loss) before exceptional items and tax (1-4)	141	68	145	371
6	Exceptional Items	-	-	-	-
7	Profit/(loss) before tax (5-6)	141	68	145	371
8	Tax expense				
	a) Current Tax	51	19	53	127
	b) Deferred Tax	-	4	1	6
9	Profit/(loss) for the period (7-8)	90	45	91	238
10	Other Comprehensive Income				
	A (i) Items that will not be reclassified to profit or loss	(4)	(2)	(2)	(10)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	1	1	1	3
	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) for the period (after tax) and Other Comprehensive Income (net of tax)	87	44	90	231
12	Paid Up Equity Share Capital (Face value of Rs.10/- each)	107	107	107	107
13	Reserves (excluding Revaluation Reserves)	-	-	-	1,165
14	Earnings Per Equity Share (for continuing operation):				
	- Basic (Rs.)	8.43	4.18	8.64	22.18
	-Diluted (Rs.)	8.41	4.17	8.60	22.13

Notes :-

- As per Ind AS -108 the CODM evaluates 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, segment information has not been separately disclosed.
- Revenue from operations for the quarter ended June 30, 2017 includes a sum of Rs. 19.71 Million being SEIS Scrips pertaining to FY 2015-16 received and sold in this quarter.
- 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:

Particulars	Quarter ended			Year ended
	30-Jun-17	31-Mar-17	30-Jun-16	31-Mar-17
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net Exchange Gain / (Loss)	28	(38)	(12)	(104)

- The Consolidated Financial Results include the results of 100% Subsidiaries, i.e. SQS BFSI Inc., USA, SQS BFSI PTE. LTD, Singapore, Thinksoft Global Services (Europe) GmbH i.L., Germany, SQS BFSI FZE, UAE and SQS BFSI UK Ltd, UK.
- The above financial results have been reviewed by the Audit committee and approved by the Board of Directors in the meeting held on 27th July 2017. The Statutory Auditors of the Company carried out Limited review of Financial results for the Quarter ending June 30, 2017.
- Investors desirous of viewing the Unaudited Standalone Financial Results are available on the Stock Exchange(s) websites of NSE (www.nseindia.com), BSE (www.bseindia.com) and also in our Company's website (www.sqs-bfsi.com).
- The company has prepared its Financial Statement under Ind AS effective from April 1, 2017 with restated comparative figures for the previous year ended March 31, 2017. Accordingly, the Opening Balance sheet, in line with Ind AS transitional provisions, has been prepared as at April 1, 2016. The following is the reconciliation between the financial statements prepared as per "Previous GAAP", notified under Accounting Standards Companies (Accounting Standards) Rules 2006 and Ind AS for the quarter ended June 30, 2016 and for the year ended March 31, 2017 as per Ind AS 101, First time adoption. There is no change in Equity between previous IGAAP and Ind AS.

Particulars	Quarter ended		Year ended
	30-Jun-16	31-Mar-17	
	(Unaudited)	(Unaudited)	
Profit after Tax as reported under previous GAAP	90	231	
Adjustments:			
Actuarial gain/loss on defined benefit liability recognised in Other Comprehensive Income	(2)	(10)	
Tax adjustments	1	3	
Profit after Tax as reported under Ind AS	91	238	
Other Comprehensive Income (net of tax)	(1)	(7)	
Total Comprehensive Income as per Ind AS	90	231	

- The Ind AS Complaint corresponding figures for the quarter and year ended June 30, 2016 and March 31, 2017 have not been subjected to review. However, the Company's management has exercised necessary diligence to ensure that such financial results provide a true and fair view of its affairs.
- The prior period's figures have been regrouped / reclassified wherever necessary to conform to current quarter / period's classification.

Place: Chennai
Date: July 27, 2017



By order of the Board
For SQS India BFSI Ltd

Aarti Arvind
Managing Director & CEO

Review Report to the Board of Directors of SQS India BFSI Limited

We have reviewed the accompanying statement of unaudited consolidated financial results of SQS India BFSI Limited for the period ended 30th June 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting," ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these consolidated financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information performed by the Independent Auditor of the Entity* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the consolidated financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We did not review the interim financial information of Four subsidiaries included in the unaudited consolidated financial results whose interim financial information reflect (net of inter-company transactions) the total revenue of Rs. Nil and Net profit after tax of Rs.13 Million for the current three months ended June 30, 2017. These unaudited financial statements and other financial information of these subsidiaries have been reviewed by other auditors whose reports have been furnished to us, and our report on the financial results, to the extent they have been derived from such interim financial statement is based solely on the report of such other auditors.

The interim financial information of German Subsidiary which is in the process of winding up reflecting a net profit after tax of Rs.0.60 Million for the current three months ended June 30, 2017 is not reviewed either by us or by other auditors and is purely based on the information and explanations given to us by the Management. The Interim financial information of this subsidiary is not material to the Group.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm Regn. No. 003990S/S200018



T.V.Balasubramanian
Partner

Membership No. 027251

Place: Chennai
Date : 27th July 2017

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 Unaudited Financial Results for the Quarter ended June 30, 2017

(Rs. In Millions)

S.No.	Particulars	Quarter ended			
		30-Jun-17	31-Mar-17	30-Jun-16	Year ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from Operations	607	575	731	2,599
2	Other Income	27	2	3	7
3	Total Income (1+2)	634	577	734	2,606
4	EXPENSES				
	a) Employee benefits expense	241	231	290	1,048
	b) Finance Cost	-	-	-	1
	c) Depreciation and amortisation expense	14	14	10	52
	d) Other expenses	254	263	299	1,159
	Total Expenses (4)	509	508	599	2,260
5	Profit/(loss) before exceptional items and tax (1-4)	125	69	135	346
6	Exceptional Items	-	-	-	-
7	Profit/(loss) before tax (5-6)	125	69	135	346
8	Tax expense				
	a) Current Tax	48	18	50	117
	b) Deferred Tax	-	4	1	6
9	Profit/(loss) for the period (7-8)	77	47	84	223
10	Other Comprehensive Income				
	A (i) Items that will not be reclassified to profit or loss	(4)	(2)	(2)	(10)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	1	1	1	3
	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) for the period (after tax) and Other Comprehensive Income (net of tax)	74	46	83	216
12	Paid Up Equity Share Capital (Face Value of Rs.10/- each)	107	107	107	107
13	Reserves (excluding Revaluation Reserves)	-	-	-	933
14	Earnings Per Equity Share (for continuing operation):				
	- Basic (Rs.)	7.17	4.42	7.92	20.85
	- Diluted (Rs.)	7.15	4.41	7.88	20.79

Notes :-

- As per Ind AS -108 the CODM evaluates 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, segment information has not been separately disclosed.
- Revenue from operations for the quarter ended June 30, 2017 includes a sum of Rs. 19.71 Million being SEIS Scrips pertaining to FY 2015-16 received and sold in this quarter.
- 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:

Particulars	Quarter ended			
	30-Jun-17	31-Mar-17	30-Jun-16	Year ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net Exchange Gain / (Loss)	24	(27)	(11)	(84)

- The above financial results have been reviewed by the Audit committee and approved by the Board of Directors in the meeting held on 27th July 2017. The Statutory Auditors of the Company carried out Limited review of Financial results for the Quarter ending June 30, 2017.
- The company has prepared its Financial Statement under Ind AS effective from April 1, 2017 with restated comparative figures for the previous year ended March 31, 2017. Accordingly, the Opening Balance sheet, in line with Ind AS transitional provisions, has been prepared as at April 1, 2016. The following is the reconciliation between the financial statements prepared as per "Previous GAAP", notified under Accounting Standards Companies (Accounting Standards) Rules 2006 and Ind AS for the quarter ended June 30, 2016 and for the year ended March 31, 2017 as per Ind AS 101, First time adoption. There is no change in Equity between previous IGAAP and Ind AS.

Particulars	Quarter ended		Year ended	
	30-Jun-16	31-Mar-17	30-Jun-16	31-Mar-17
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit after Tax as reported under previous GAAP	83	216		
Adjustments:				
Actuarial gain/loss on defined benefit liability recognised in Other Comprehensive Income	(2)	(10)		
Tax adjustments	1	3		
Profit after Tax as reported under Ind AS	84	223		
Other Comprehensive Income (net of tax)	(1)	(7)		
Total Comprehensive Income as per Ind AS	83	216		

- The Ind AS Complaint corresponding figures for the quarter and year ended June 30, 2016 and March 31, 2017 have not been subjected review. However, the Company's management has exercised necessary diligence to ensure that such financial results provide a true and fair view of its affairs.
- The prior period's figures have been regrouped / reclassified wherever necessary to conform to current quarter / period's classification.

Place: Chennai
Date: July 27, 2017

By order of the Board
For SQS India BFSI Ltd

Aarti Arvind

Managing Director & CEO



Review Report to the Board of Directors of SQS India BFSI Limited

We have reviewed the accompanying statement of unaudited standalone financial results of SQS India BFSI Limited for the period ended 30th June 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these standalone financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information performed by the Independent Auditor of the Entity* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the standalone financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's Registration No. 003990S/S200018



T.V. Balasubramanian
Partner
Membership No. 027251

Place: Chennai
Date: 27th July 2017