Datamatics Global Services Limited

Regd. Office :
Knowledge Centre, Plot No. 58, Street No.17, MIDC,
Andheri (East), Mumbai - 400 093. INDIA
Tel. : +91 (22) 6102 0000/1/2 • Fax : +91 (22) 2834 3669
CIN : L72200MH1987PLC045205
www.datamatics.com

DATAMATICS®
Data to Intelligence

November 13, 2019

To,

BSE Limited
Phiroze Jeejeeboy Towers,
Dalal Street, Mumbai – 400 001
BSE Scrip Code: 532528

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East) Mumbai 400 051
NSE Code: DATAMATICS

Sub: Board Meeting Outcome

Dear Sir/Madam,

The Board of Directors of the Company has, at its Meeting held today, i.e., Wednesday, November 13, 2019, at Mumbai, inter alia, considered and approved the Unaudited Standalone and Consolidated Financial Results for the quarter and half-year ended September 30, 2019.

Pursuant to Regulation 30 and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith Unaudited Financial Results alongwith the Limited Review Report for the quarter ended September 30, 2019.

The Meeting of the Board of Directors commenced at 12.15 P.M. and concluded at 2.15 P.M.

Kindly take the above on your record.

For **Datamatics Global Services Limited**

Datamatics Global Services Limited Mumbai

Divya Kumat
EVP, Chief Legal Officer & Company Secretary

Encl: a/a

M L BHUWANIA AND CO LLP

CHARTERED ACCOUNTANTS

F-11, 3rd floor, Manek Mahal, 90, Veer Nariman Road, Churchgate, Mumbai - 400 020, INDIA.
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Independent Auditor's Review Report on Unaudited Standalone Quarterly Financial Results of DATAMATICS GLOBAL SERVICES LIMITED Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

LIMITED REVIEW REPORT

To,

The Board of Directors of

DATAMATICS GLOBAL SERVICES LIMITED

1. We have reviewed the accompanying statement of unaudited standalone financial results of **M/s. DATAMATICS GLOBAL SERVICES LIMITED** (the "Company") for the quarter ended and half year ended September 30, 2019 (the "Statement") being submitted by the company pursuant to the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations"). Attention is drawn to the fact that the statement of cash flows for the corresponding period from April 1,2018 to September 30, 2018, as reported in the Statement have been approved by the Parent's Board of Directors, but have not been subjected to review.

2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34") prescribed under section 133 of the Companies Act, 2013, and other Accounting principles generally accepted in India and in compliance with Regulation 33 of Listing Regulations. Our responsibility is to issue a report on the statements based on our review.

3. 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 financial statements 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.

4. Attention is drawn to Note No. 3, the Company has an investment of Rs. 646.30 million in two of its wholly owned subsidiaries and has also extended loans and advances of Rs. 13.01 million to these subsidiaries as on September 30, 2019. The net worth of these subsidiaries is lower than the amount of investment. The investment is for long term and of strategic nature. As the management is confident of turning around these subsidiaries in the near future and hence, no provision for diminution in the value of investment & loans and advances has been considered necessary by the management.
Our opinion is not modified in respect of this matter.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial Results prepared in accordance with applicable Accounting Standards and other recognized accounting practices and policies 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 and on behalf of
M L BHUWANIA AND CO LLP
Chartered Accountants
FRN: 101484W/W100197

Vijay Kumar Jain
Partner
Membership No. 108374
UDIN: 19108374AAAAKR5194
Place: Mumbai
Date: November 13, 2019

M L BHUWANIA AND CO LLP MUMBAI CHARTERED ACCOUNTANTS

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Independent Auditor's Review Report on Unaudited Consolidated Quarterly Financial Results of DATAMATICS GLOBAL SERVICES LIMITED Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

LIMITED REVIEW REPORT

To,
The Board of Directors of
DATAMATICS GLOBAL SERVICES LIMITED

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **M/s. DATAMATICS GLOBAL SERVICES LIMITED** ("Holding Company") and its subsidiaries (including step down subsidiaries) (the Holding Company and its subsidiaries together referred to as the "Group"), and its share of the net profit after tax and total comprehensive income of its joint venture for the quarter and half year ended September 30, 2019 ("the statement'), being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('Listing Regulations'). Attention is drawn to the fact that the statement of consolidated cash flows for the corresponding period from April 1,2018 to September 30, 2018, as reported in the Statement have been approved by the Parent's Board of Directors, but have not been subjected to review.

2. This statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34"), prescribed under section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the statement based on our review.

3. 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with standards on auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, as amended, to the extent applicable.

4. The statement includes the results of the subsidiaries (including step down subsidiaries) and joint venture mentioned in "Annexure A"

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

M. L. BHUWANIA AND CO LLP
MUMBAI
CHARTERED ACCOUNTANTS

6. We did not review the interim financial results of four subsidiaries (including three step down subsidiaries) included in the Statement, whose interim financial results reflect total assets of Rs. 6,154.22 million as at September 30, 2019, total revenue of Rs. 1,488.91 million and Rs. 3,007.15 million, total net profit after tax of Rs. 88.22 million and Rs. 181.82 million and total comprehensive income of Rs. 135.18 million and Rs. 232.56 million for the quarter and half year ended September 30, 2019, respectively and cash inflows (net) Rs. 135.81 million for the period ended September 30, 2019 as considered in the statement. The statement also includes the Group's share of net profit after tax of Rs. 4.25 million and Rs. 8.18 million and total comprehensive income of Rs. 4.14 million and Rs. 8.08 million for the quarter and half year ended September 30, 2019 respectively, as considered in the statement, in respect of a joint venture, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and joint venture, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

   Our conclusion on the statement is not modified in respect of the above matters.

7. The Statements includes the interim financial results of nineteen subsidiaries (including fifteen step down subsidiaries) which have not been reviewed, whose interim financial results reflect total assets of Rs. 1,522.38 million as at September 30, 2019, total revenue of Rs. 85.56 million and Rs. 186.05 million, total net loss after tax of Rs. 12.57 million and Rs. 7.37 million and total comprehensive income of Rs. 21.15 million and Rs. 19.24 million for the quarter and half year ended September 30, 2019, respectively and cash inflows (net) Rs. 9.26 million for the period ended September 30, 2019 as considered in the statement, based on their interim financial results which have not been reviewed. According to the information and explanations given to us by the management, these interim financial results are not material of the Group.

   Our conclusion on the statement is not modified in respect of the above matters.

For and on behalf of
M L BHUWANIA AND CO LLP
Chartered Accountants
FRN: 101484W/W100197

Vijay Kumar Jain
Partner
Membership No. 108374
UDIN: 19108374AAAAKL8230

Place: Mumbai
Date: November13, 2019

M L BHUWANIA AND CO LLP
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CHARTERED ACCOUNTANTS

Continuation Sheet.....

Annexure A to our report dated November 13, 2019

Sr. No.	Name	Subsidiary / Step down Subsidiary / Joint Venture
1	Datamatics Global Services Inc	Subsidiary
2	Datamatics Infotech Limited	Subsidiary
3	Datamatics Global Services Pty Limited	Subsidiary
4	Datamatics Global Technologies Limited	Subsidiary
5	Datamatics Global Technologies AG	Subsidiary
6	Datamatics Global Services FZLLC	Subsidiary
7	Datamatics Global Technologies GMBH	Step down Subsidiary
8	Datamatics Global Services Corp	Step down Subsidiary
9	Datamatics Robotics Software Inc	Step down Subsidiary
10	Datamatics Robotics Software Limited	Step down Subsidiary
11	Datamatics Global Services BV	Step down Subsidiary
12	LD Publishing and eRetail Limited	Subsidiary
13	Datamatics Digital Limited	Subsidiary
14	Datamatics Staffing Services Limited	Step down Subsidiary
15	Techjini Inc	Step down Subsidiary
16	RJ Globus Solutions Inc	Step down Subsidiary
17	RJ Globus Inc	Step down Subsidiary
18	RJ Globus Solutions Private Limited	Step down Subsidiary
19	Cignex Datamatics Corporation	Step down Subsidiary
20	Cignex Datamatics, Inc	Step down Subsidiary
21	Cignex Datamatics Technologies Limited	Step down Subsidiary
22	Cignex Datamatics Pte Limited	Step down Subsidiary
23	Cignex Datamatics GmbH	Step down Subsidiary
24	Cignex Datamatics UK Limited	Step down Subsidiary
25	Duo Consulting Inc	Step down Subsidiary
26	Lumina Datamatics Limited	Subsidiary
27	Lumina Datamatics Inc	Step down Subsidiary
28	Lumina Datamatics GMBH	Step down Subsidiary
29	LDR eRetail Limited	Step down Subsidiary
30	Lumina Datamatics Assessment & Analytics, LLC	Step down Subsidiary
31	Cybercom Datamatics Information Solutions Limited	Joint Venture

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Continuation Sheet.....

DATAMATICS
Data to Intelligence

DATAMATICS GLOBAL SERVICES LIMITED
Registered Office : Knowledge Centre, Plot No. 58, Street No. 17, MIDC, Andheri (E), Mumbai -4000093.
CIN: L72200MH1987PLC045205, Tel. No.: - +91-22-61020000/1/2 Fax. No.: - +91-22-28343669
Website : www.datamatics.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019

(Rupees in million)

	STANDALONE						CONSOLIDATED					
	Quarter ended			Half year ended		Year ended	Quarter ended			Half year ended		Year ended
	30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19	30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income from Operations												
Revenue from operations	1,094.96	1,010.84	1,015.79	2,105.80	1,899.98	3,896.72	2,967.23	2,901.72	2,799.04	5,868.95	5,407.07	11,334.90
Other income	58.57	6.23	62.57	64.80	80.05	66.49	61.42	17.27	89.89	78.69	113.21	108.12
Total income	**1,153.53**	**1,017.07**	**1,078.36**	**2,170.60**	**1,980.03**	**3,963.21**	**3,028.65**	**2,918.99**	**2,888.93**	**5,947.64**	**5,520.28**	**11,443.02**
Expenses												
Purchase of products and licenses	14.18	17.75	27.65	31.93	28.62	36.62	24.87	34.29	40.28	59.16	57.22	111.49
Employees benefits expense	661.15	621.11	622.85	1,282.26	1,147.27	2,332.11	1,894.82	1,831.86	1,739.99	3,726.68	3,366.84	6,891.32
Finance costs	5.39	8.26	11.39	13.65	19.41	34.50	10.27	13.59	14.26	23.86	25.64	47.71
Depreciation and amortisation expense	32.11	32.55	33.39	64.66	62.34	120.32	95.18	88.21	68.41	183.39	129.67	260.35
Other expenses	267.66	221.82	247.51	489.48	482.39	1,047.31	710.88	681.21	705.49	1,392.09	1,352.77	2,993.62
Total expenses	**980.49**	**901.49**	**942.79**	**1,881.98**	**1,740.03**	**3,570.86**	**2,736.02**	**2,649.16**	**2,568.43**	**5,385.18**	**4,932.14**	**10,304.49**
Share of net profits of associates and joint ventures accounted for using the equity method	-	-	-	-	-	-	1.93	3.95	5.94	5.88	11.43	8.98
Profit before tax	**173.04**	**115.58**	**135.57**	**288.62**	**240.00**	**392.35**	**294.56**	**273.78**	**326.44**	**568.34**	**599.57**	**1,147.51**
Tax Expense												
Current tax	31.09	33.14	41.07	64.23	76.63	102.44	64.55	73.04	93.83	137.59	146.08	284.89
Deferred tax	17.78	(4.93)	(9.63)	12.85	(12.13)	(2.45)	18.48	(8.33)	(3.15)	10.15	1.67	17.87
Net Profit (+) / Loss (-) from Ordinary Activities after tax	**124.17**	**87.37**	**104.13**	**211.54**	**175.50**	**292.36**	**211.53**	**209.07**	**235.76**	**420.60**	**451.82**	**844.75**
Other Comprehensive Income												
Items that will be reclassified to profit or loss	(10.19)	31.60	(42.76)	21.41	(66.35)	68.97	14.80	(34.91)	120.00	(20.11)	105.61	262.66
Income tax relating to Items that will be reclassified to profit or	12.87	(11.04)	(3.53)	1.83	4.60	(42.68)	21.74	(12.51)	2.17	9.23	20.88	(50.89)
Items that will not be reclassified to profit or loss												
Actuarial gains and losses	(9.53)	(0.99)	2.19	(10.52)	2.55	(3.97)	(23.68)	(2.52)	3.28	(26.20)	3.07	(9.95)
Fair Value gain on FVOCI investments	(2.47)	1.31	1.16	(1.16)	0.47	1.64	(2.47)	1.31	1.16	(1.16)	0.47	1.64
Tax relating to Items that will not be reclassified to profit or loss	1.44	0.24	(0.91)	1.68	(0.79)	1.47	5.00	0.66	(1.21)	5.66	(1.01)	3.17
Total comprehensive income for the year	**116.29**	**108.49**	**60.28**	**224.78**	**115.98**	**317.79**	**226.92**	**161.10**	**361.16**	**388.02**	**580.84**	**1,051.38**
Profit attributable to :												
Owners of the company	124.17	87.37	104.13	211.54	175.50	292.36	199.43	192.39	203.80	391.82	388.90	745.07
Non Controlling Interest	-	-	-	-	-	-	12.10	16.68	31.96	28.78	62.92	99.68
Net Profit/Loss after taxes, non controlling interest	**124.17**	**87.37**	**104.13**	**211.54**	**175.50**	**292.36**	**211.53**	**209.07**	**235.76**	**420.60**	**451.82**	**844.75**
Total comprehensive income attributable to :												
Owners of the company	116.29	108.49	60.28	224.78	115.98	317.79	210.79	148.45	228.16	359.24	525.32	969.53
Non Controlling Interest	-	-	-	-	-	-	16.13	12.65	133.00	28.78	55.52	81.85
Total comprehensive income for the year	**116.29**	**108.49**	**60.28**	**224.78**	**115.98**	**317.79**	**226.92**	**161.10**	**361.16**	**388.02**	**580.84**	**1,051.38**
Paid-up equity share capital (Face Value per share Rs. 5/-)	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**	**294.75**
Earnings Per Share (EPS) (Not Annualised)												
- Basic	**2.11**	**1.48**	**1.77**	**3.59**	**2.98**	**4.96**	**3.38**	**3.26**	**3.46**	**6.65**	**6.60**	**12.64**
- Diluted	**2.11**	**1.48**	**1.77**	**3.59**	**2.98**	**4.96**	**3.38**	**3.26**	**3.43**	**6.65**	**6.54**	**12.53**

Datamatics Global Services Limited Mumbai

Datamatics Global Services Limited

Segment Reporting

Operating segments are components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker, in deciding how to allocate resources and assessing performance. The Group's chief operating decision maker is Vice Chairman and CEO.

The Group organised itself into two businesse units, which form the operating segments for segment reporting.

The operating segments are :

a. IT Services

b. Business Process Management (BPM)

(Rupees in million)

Particulars	Q2'19-20	Q1'19-20	Q2'18-19	H1'19-20	H1'18-19	FY 18-19
Segment Revenue						
IT	1,778.81	1,694.24	1,613.57	3,473.05	3,083.73	6,497.66
BPM	1,188.42	1,207.48	1,185.47	2,395.90	2,323.34	4,837.24
Total	2,967.23	2,901.72	2,799.04	5,868.95	5,407.07	11,334.90
Less: Inter Segment Revenue	-	-	-	-	-	-
Revenue from Operations	**2,967.23**	**2,901.72**	**2,799.04**	**5,868.95**	**5,407.07**	**11,334.90**
Segment results						
IT	219.70	200.48	172.08	420.18	377.90	729.51
BPM	116.96	153.89	141.20	270.85	252.34	608.96
Total	336.66	354.37	313.28	691.02	630.24	1,338.47
Less: Inter Segment Revenue	-	-	-	-	-	-
Total Segment results	**336.66**	**354.37**	**313.28**	**691.02**	**630.24**	**1,338.47**
unallocable expenses	105.45	101.80	82.67	207.25	155.31	308.06
Share in profit of JV	1.93	3.95	5.94	5.88	11.43	8.98
Other income	61.42	17.27	89.89	78.69	113.21	108.12
Profit before taxes	**294.56**	**273.78**	**326.44**	**568.34**	**599.57**	**1,147.51**
Tax expenses	83.03	64.71	90.68	147.74	147.75	302.76
Profit after tax	**211.53**	**209.07**	**235.76**	**420.60**	**451.82**	**844.75**

Segment Assets and Liabilities

The assets and liabilites used in the Company's business are not identified with any of the operating segments, as these are used interchangeably between the reportable segments. The management of the Company believes that it is currently not practicable to provide segment disclosures relating to total assets and total liabilities.

Datamatics Global Services Limited Mumbai

Datamatics Global Services Limited
Statement of Assets and Liabilities

(Rupees in million)

Particulars	STANDALONE AS AT 30-Sep-19 Unaudited	STANDALONE AS AT 31-Mar-19 Audited	CONSOLIDATE AS AT 30-Sep-19 Unaudited	CONSOLIDATE AS AT 31-Mar-19 Audited
ASSETS				
Non-current assets				
Property, plant and equipment	889.22	907.01	1,143.40	1,177.35
Capital work-in-progress	9.58	8.95	13.42	9.78
Goodwill	99.24	99.24	2,133.40	2,124.25
Other intangible assets	63.52	85.07	200.29	218.65
Right-to-use assets	23.68	-	162.39	-
Intangible assets under development	-	-	-	3.20
Financial assets				
i. Investments	2,514.19	2,496.09	107.94	113.91
ii. Loans	0.84	0.29	1.26	0.29
iii. Other financial assets	76.37	87.15	142.20	165.86
Deferred tax assets	219.37	232.42	23.53	24.91
Non-current tax assets	98.91	115.42	132.03	163.06
Other non-current assets	7.93	0.83	8.36	7.15
Total non-current assets	**4,002.85**	**4,032.47**	**4,068.22**	**4,008.41**
Current assets				
Financial assets				
i. Investments	20.15	161.84	272.83	454.50
ii. Trade receivables	943.47	916.20	2,527.35	2,461.37
iii. Cash and cash equivalents	48.32	65.33	797.28	696.18
iv. Bank balances other than (iii) above	38.01	37.84	38.11	38.04
v. Loans	0.63	0.31	4.88	3.65
vi. Other financial assets	686.09	502.07	848.23	694.02
Current tax assets	57.83	17.49	125.53	18.86
Other current assets	85.32	61.38	367.23	292.35
Assets classified as held for sale	-	-	12.50	-
Total current assets	**1,879.82**	**1,762.46**	**4,993.94**	**4,658.97**
Total assets	**5,882.67**	**5,794.93**	**9,062.16**	**8,667.38**
EQUITY AND LIABILITIES				
Equity				
Equity share capital	294.75	294.75	294.75	294.75
Other equity	4,623.29	4,470.84	6,383.04	6,104.81
Equity attributable to owners of the Group	**4,918.04**	**4,765.59**	**6,677.79**	**6,399.56**
Non-controlling interests	-	-	338.00	393.67
Total equity	**4,918.04**	**4,765.59**	**7,015.79**	**6,793.23**
LIABILITIES				
Non-current liabilities				
Financial liabilities				
i. Lease liabilities	3.66	-	104.74	-
i. Other financial liabilities	9.09	18.04	0.52	9.47
Provisions	126.18	122.76	243.98	228.42
Total non-current liabilities	**138.93**	**140.80**	**349.24**	**237.89**
Current liabilities				
Financial liabilities				
i. Borrowings	175.00	262.50	236.89	358.79
ii. Trade payables				
Dues of Micro and small enterprises	0.56	0.13	0.57	0.13
Dues other than Micro and small enterprises	486.24	386.85	859.49	742.14
iii. Other financial liabilities	21.78	125.75	54.61	121.95
iv. Lease liabilities	24.18	-	109.52	-
Provisions	28.25	21.91	45.25	36.86
Current tax liabilities	28.24	-	91.47	54.92
Other current liabilities	61.45	91.40	299.33	321.47
Total current liabilities	**825.70**	**888.54**	**1,697.13**	**1,636.26**
Total liabilities	**964.63**	**1,029.34**	**2,046.37**	**1,874.15**
Total equity and liabilities	**5,882.67**	**5,794.93**	**9,062.16**	**8,667.38**

Datamatics Global Services Limited

Datamatics Global Services Limited
Cash flow Statement

(Rupees in million)

Particulars	STANDALONE Half Year ended 30-Sep-19 Unaudited	STANDALONE Half Year ended 30-Sep-18 Unaudited	CONSOLIDATED Half Year ended 30-Sep-19 Unaudited	CONSOLIDATED Half Year ended 30-Sep-18 Unaudited
A.Cash flow from operating activities				
Profit before tax	288.62	240.00	562.46	588.14
Adjustments for :				
Depreciation and amortisation expense	64.66	62.34	183.39	129.67
Provision for doubtful debts, advances	-	6.70	(2.50)	14.43
Provision no longer written back	-	-	(9.35)	(1.89)
Lease Rent Ind AS 116 impact	(12.72)	-	(69.63)	-
Unrealised foreign exchange (gain) / loss	(7.33)	(18.98)	0.59	25.76
(Profit) / loss on sale fixed assets (net)	(0.10)	0.44	0.22	0.81
Interest expense	11.99	19.41	21.16	25.64
Unrealised gain on fair value of financial assets	(8.26)	(15.26)	10.99	2.99
Profit on sale of investments	(16.02)	(3.46)	(22.58)	(8.86)
Dividend income	(10.85)	(0.03)	(1.94)	(0.85)
Interest income	(1.36)	(0.23)	(2.39)	(0.91)
Operating profit before working capital changes	**308.63**	**290.93**	**670.42**	**774.93**
Adjustments for :				
Increase in trade receivables	(16.41)	35.66	(54.17)	(338.28)
Decrease in loans	(0.88)	(0.41)	(2.20)	12.36
Increase in other financial and non-financial assets	(183.06)	(96.66)	(218.01)	(173.71)
Increase / (decrease) in trade payables	96.33	12.66	118.52	60.04
Increase in other financial and non-financial liabilities	(30.72)	17.46	(19.74)	(33.98)
Cash generated from operations	**173.89**	**259.64**	**494.82**	**301.36**
Direct taxes paid (net)	(54.96)	(68.71)	(175.49)	(77.73)
Net cash flow from operating activities (A)	**118.93**	**190.93**	**319.33**	**223.63**
B. Cash flow from investing activities				
Purchase of fixed assets / capital work-in-progress	(22.83)	(18 23)	(97.51)	(149.13)
Sale of fixed assets	0.22	0.32	0.36	0.32
Payment towards acquisition of subsidiary	(104.00)	-	(117.83)	(2.64)
Sale of non-current investments	-	11.89	2.50	12.38
(Purchase) / Sale of current investments (net)	146.72	(87.90)	193.26	(228.07)
Dividend received from others	0.14	0.03	1.94	0.85
Dividend received from joint venture	10.71	-	-	-
Interest received	0.02	0.06	3.73	0.74
Net cash flow used in investing activities (B)	**30.98**	**(93.83)**	**(13.55)**	**(365.55)**
C. Cash flow from financing activities				
Proceeds / (Repayment) from / of short-term borrowings	(87.50)	(113.93)	(121.90)	(110.03)
Dividend paid including dividend tax	(68.87)	(17.77)	(68.87)	(17.77)
Interest paid	(10.55)	(19.41)	(13.57)	(25.64)
Net cash flow used in financing activities (C)	**(166.92)**	**(151.11)**	**(204.34)**	**(153.44)**
Net cash flow during the year (A+B+C)	(17.01)	(54.01)	101.44	(295.36)
Cash and cash equivalents at the beginning of the year	65.33	78.04	696.18	817.84
Less: Cash and cash equivalents of subsidiary held for disposal	-	-	(0.34)	-
Net cash and cash equivalents at the end of the year	**48.32**	**24.03**	**797.28**	**522.48**

Datamatics Global Services Limited

NOTES:

1 The unaudited consolidated financial results and the unaudited standalone financial results of the Company for the quarter and half year ended September 30, 2019 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on November 13, 2019. The statutory auditors have reviewed consolidated and standalone unaudited financial results.

2 The unaudited standalone financial results have been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI).

3 The Company has an investment in the standalone financial statements of Rs. 646.30 million in two of its wholly owned subsidiaries and has also extended advances of Rs. 13.01 million to these subsidiaries as on September 30, 2019. The net worth of these subsidiaries is lower than the amount of investment. The investment is for long term and of strategic nature. As the management is confident of turning around these subsidiaries in the near future and hence, no provision for diminution in the value of investment and advances has been considered necessary by the management.

4 a) **Consolidated -** The Group has adopted Ind AS 116, effective annual reporting period beginning April 1, 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (April 1, 2019). Accordingly, the Group has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on April 1, 2019. This has resulted in recognising a right-of-use asset of Rs. 215.92 million and a corresponding lease liability of Rs. 272.96 million by adjusting retained earnings net of taxes of Rs. 53.32 million (including the impact of deferred tax created of Rs. 3.50 million) as at April 1,2019. In the profit and loss account for the current period, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability. EBIDTA and Profit before tax is increased by Rs. 69.63 million and Rs. 6.31 million respectively due to change in accounting standard for the half year ended September 30, 2019.

b) **Standalone -** The Company has adopted Ind AS 116, effective annual reporting period beginning April 1, 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (April 1, 2019). Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on April 1, 2019. This has resulted in recognising a right-of-use asset of Rs. 34.49 million and a corresponding lease liability of Rs. 39.11 million by adjusting retained earnings net of taxes of Rs. 3.01 million (including the impact of deferred tax created of Rs. 1.62 million) as at April 1,2019. In the profit and loss account for the current period, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability. EBIDTA and Profit before tax is increased by Rs. 12.72 million and Rs. 0.47 million respectively due to change in accounting standard for the half year ended September 30, 2019.

5 a) Consolidated - In view of the amendment in the section 135 of the Companies Act, 2013 vide The Companies Amendment Act, 2019, the Group has made provision towards unspent CSR obligation amounting to Rs. 10.34 million for the financial year 2018-19 and has also made provision of Rs. 2.65 million and Rs. 5.23 million being the estimated amount of CSR obligation for the quarter and half year ended September 30, 2019 respectively.

b) Standalone - In view of the amendment in the section 135 of the Companies Act, 2013 vide The Companies Amendment Act, 2019, the Company has made provision towards unspent CSR obligation amounting to Rs. 6.65 million for the financial year 2018-19 and has also made provision ofRs. 1.96 million and Rs. 3.62 million being the estimated amount of CSR obligation for the quarter and half year ended September 30, 2019 respectively.

6 a) Consolidated - The Group intents to exercise the option of lower tax rate under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019. Consequently, during the quarter ended September 30, 2019, the Group has recognized the full impact of remeasurement of the current tax and deferred tax as on June 30, 2019. This has resulted in reversal of Current Tax charge and Deferred Tax income of Rs 4.57 million and Rs 4.99 million respectively accrued in quarter ended June 30, 2019 and reversal of deferred tax income of Rs 14.66 million on account of remeasurement of net deferred tax asset as at March 31, 2019.

b) Standalone - The company intents to exercise the option of lower tax rate under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019 from the next year. Consequently, during the quarter ended September 30, 2019, the Company has recognized the full impact of remeasurement of the deferred tax as on June 30, 2019. This has resulted in reversal of Deferred Tax income of Rs 0.92 million accrued in quarter ended June 30, 2019 and reversal of deferred tax asset of Rs 11.23 million on account of remeasurement of net deferred tax asset as at March 31, 2019.

7 During the period, the Group has entered into an MOU to sell is stake in one of its subsidiary, the same has been shown as asset held for disposal in the financial results.

8 The cash flow statement for the period April 1, 2018 to September 30, 2018 for standalone as well as consolidated has been approved by the Board of Directors and has not been subjected to review by the statutory auditors.

9 Previous quarter figures have been appropriately regrouped and reclassified wherever necessary to conform to the current year presentations.

For and on behalf of the Board
Datamatics Global Services Limited

Datamatics Global Services Limited

Rahul L. Kanodia
Vice Chairman & CEO

Place : Mumbai
Date : November 13, 2019