



Integrating People, Process and Technology

Date: 01<sup>st</sup> August, 2018

To Listing Department National Stock Exchange of India Limited Exchange Palza, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051	To Deputy Manager Dept. of Corporate Services (CRD) Bombay Stock Exchange Limited P J Towers, Dalal Street, Fort, MUMBAI – 400001
Scrip Code(NSE): GSS	Scrip Code (BSE): 532951

Dear Sir(S)/Madam(S),

**Sub: Outcome of Board Meeting held on 01<sup>st</sup> August, 2018 – Approval of Un-Audited Financial Results (Standalone and Consolidated) for the quarter ended 30<sup>th</sup> June, 2018.**

**Ref: Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015**

With reference to the above captioned subject, we hereby inform you that the Board of Directors at the Meeting held today i.e 01<sup>st</sup> August, 2018, that commenced at 04.30 PM and Concluded at 6.45PM, inter-alia, considered and approved the following:

1. The Un-Audited Financial results of the Company (both Standalone and Consolidated) for the quarter ended 30<sup>th</sup> June, 2018, as recommended by the Audit Committee read with limited review report from the Statutory Auditors.
2. Accepted the resignation of Mr. Sanjay Heda as the CFO & KMP w.e.f. 01<sup>st</sup> June, 2018.
3. Approved the appointment of Mr. Ravikumar Jatavallabha V. as the CFO & KMP with effect from 4<sup>th</sup> June, 2018.
4. The Notice of 15<sup>th</sup> Annual General Meeting to be held on 05<sup>th</sup> September, 2018
5. The Director's Report for the year 2017-18 with Management Discussion and Analysis & Report of Corporate Governance.
6. Book Closure of register of members from 29<sup>th</sup> August, 2018 to 05<sup>th</sup> September, 2018 (both days inclusive) for the purpose of convening Annual General Meeting in compliance with regulation 42 of SEBI (LODR) Regulations, 2015.
7. Amendment in the Terms and Conditions of appointment of Mr. Bhargav Marepally, Managing Director and making him as director liable to retire by rotation.
8. Take note of Setup of Branch of the Company in Bangladesh.

We request you to take the above information on record and Oblige.

Thanking you,  
Yours faithfully,  
For GSS Infotech Limited



**PRABHAKARA RAO ALOKAM**  
DIRECTOR  
(DIN : 02263908)



**GSS Infotech Limited**

Wing-B, Ground Floor, N heights, Plot No.12, TSII Software Units Layout, Madhapur, Serilingampally Mandal, Rangareddy District, Hyderabad – 500081, Telangana, India

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CIN No: L72200TG2003PLC041860

**GSS INFOTECH LIMITED**  
**Statement of Consolidated Unaudited Financial results for the Quarter ended June 30, 2018**

(All amounts in Indian Rupees, except share data and where otherwise stated)

	Particulars	Quarter ended June 30, 2018 (Unaudited)	Quarter ended March 31 2018 (Audited)	Quarter ended June 30, 2017 (Unaudited)	Year ended March 31, 2018 (Audited)
	<b>Income:</b>				
I.	Revenue from operations				
II.	Other Income	406,200,414	354,646,846	347,099,197	1,417,747,406
III		5,677	719,002	35,244	784,547
IV	<b>Expenses:</b>				
	<b>Total Income</b>	<b>406,206,091</b>	<b>355,365,848</b>	<b>347,134,441</b>	<b>1,418,531,953</b>
	a) Direct costs				
	b) Employee Benefits Expenses	52,276,293	35,917,136	45,744,726	171,341,045
	c) Finance Costs	303,072,161	278,664,426	273,434,263	1,088,845,595
	d) Depreciation & Amortization expenses	2,220,119	2,354,539	2,670,073	10,660,292
	e) Administrative & Other Expenses	186,349	1,441,722	501,978	2,319,795
		3,502,631	10,725,102	23,325,583	83,094,331
	<b>Total Expenses</b>	<b>361,257,552</b>	<b>329,102,926</b>	<b>345,676,622</b>	<b>1,356,261,058</b>
V	<b>Profit before exceptional items and tax</b>	<b>44,948,539</b>	<b>26,262,923</b>	<b>1,457,819</b>	<b>62,270,895</b>
VI	Exceptional Items	-	-	-	-
VII	<b>Profit before tax</b>	<b>44,948,539</b>	<b>26,262,923</b>	<b>1,457,819</b>	<b>62,270,895</b>
VIII	<b>Tax expense:</b>				
	(1) Current tax	2,576,932	(16,122,765)	62,880	(12,706,483)
	(2) Deferred tax benefit	490,770	973,137	94,054	1,769,478
	<b>Total Tax Expense</b>	<b>3,067,702</b>	<b>(15,149,628)</b>	<b>156,934</b>	<b>(10,937,005)</b>
IX	<b>Profit After Tax</b>	<b>41,880,837</b>	<b>41,412,551</b>	<b>1,300,885</b>	<b>73,207,900</b>
X	<b>Other comprehensive income</b>	<b>42,093,960</b>	<b>3,009,604</b>	<b>-</b>	<b>3,009,604</b>
XI	<b>Total comprehensive income for the year</b>	<b>83,974,797</b>	<b>44,422,155</b>	<b>1,300,885</b>	<b>76,217,504</b>
XII	<b>Earning per equity share:</b>				
	(1) Basic	2.47	2.45	0.08	4.32
	(2) Diluted	2.47	2.45	0.08	4.32

**Notes :**

- The above Consolidated unaudited Financial Results of GSS Infotech Ltd ("the Company") were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on August 01, 2018.
- The Consolidated Unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('IND AS') 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by Securities and Exchange Board of India ("SEBI").
- The Consolidated Unaudited financial results relates to "software services" as the only reportable single segment of the company
- The above Consolidated Unaudited financial results are also available on Stock Exchange websites "www.bseindia.com" and "www.nseindia.com" and on our website "www.gssinfotech.com".
- Previous period figures have been regrouped / reclassified wherever necessary to confirm to the current period classification.

Hyderabad  
01.08.2018



For and on behalf of the board

*A. Prabhakara Rao*  
A. Prabhakara Rao  
DIN: 02263908



**GSS INFOTECH LIMITED**  
**Statement of Standalone Unaudited Financial results for the Quarter ended June 30, 2018**

(All amounts in Indian Rupees, except share data and where otherwise stated)

	Particulars	Quarter ended June 30, 2018 (Unaudited)	Quarter ended March 31, 2018 (Audited)	Quarter ended June 30, 2017 (Unaudited)	Year ended March 31, 2018 (Audited)
I	<b>Income:</b>				
II	Revenue from operations	65,540,756	62,099,732	50,808,375	227,512,569
III	Other Income	5,677	33,706	35,244	99,251
IV	<b>Total income</b>	<b>65,546,433</b>	<b>62,133,438</b>	<b>50,843,619</b>	<b>227,611,820</b>
	<b>Expenses:</b>				
	a) Direct costs	8,158,073	8,311,712	6,536,286	31,940,271
	b) Employee Benefits Expenses	30,904,218	30,615,727	28,335,459	117,301,420
	c) Finance Costs	88,180	358,803	749,431	2,831,270
	d) Depreciation & Amortization expenses	110,465	1,024,742	381,558	1,530,486
	e) Administrative & Other Expenses	(4,322,198)	3,456,767	14,447,276	42,167,299
	<b>Total expense</b>	<b>34,938,738</b>	<b>43,767,751</b>	<b>50,450,010</b>	<b>195,770,746</b>
V	<b>Profit before exceptional items and tax</b>	<b>30,607,695</b>	<b>18,365,687</b>	<b>393,609</b>	<b>31,841,074</b>
VI	Exceptional Items	-	-	-	-
VII	<b>Profit before tax</b>	<b>30,607,695</b>	<b>18,365,687</b>	<b>393,609</b>	<b>31,841,074</b>
VIII	<b>Tax expense:</b>				
	(1) Current tax	2,090,825	(17,309,622)	35,162	(14,613,500)
	(2) Deferred tax benefit	490,770	911,157	94,054	1,701,154
	<b>Total Tax Expense</b>	<b>2,581,595</b>	<b>(16,398,465)</b>	<b>129,216</b>	<b>(12,912,346)</b>
IX	<b>Profit After Tax</b>	<b>28,026,100</b>	<b>34,764,152</b>	<b>264,393</b>	<b>44,753,420</b>
X	<b>Other comprehensive income</b>	<b>-</b>	<b>254,418</b>	<b>-</b>	<b>254,418</b>
XI	<b>Total comprehensive income for the year</b>	<b>28,026,100</b>	<b>35,018,570</b>	<b>264,393</b>	<b>45,007,838</b>
XII	Earning per equity share:				
	(1) Basic	1.65	2.05	0.02	2.64
	(2) Diluted	1.65	2.05	0.02	2.64

**Notes:**

- The above Standalone Unaudited Financial Results of GSS Infotech Ltd ("the Company") were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on August 01, 2018.
- The Standalone Unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ("IND AS") 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by Securities and Exchange Board of India ("SEBI").
- Administrative & Other Expenses in June'18 Quarter are in negative due to Forex Gain of Rs. 1.25cr in comparison to all other expenses under group are 82.25 Lakhs
- The Standalone Unaudited financial results relates to "software services" as the only reportable single segment of the company
- The above Standalone Unaudited financial results are also available on Stock Exchange websites "www.bseindia.com" and "www.nseindia.com" and on our website "www.gssinfotech.com".
- Previous period figures have been regrouped / reclassified wherever necessary to confirm to the current period classification.

Hyderabad  
01.08.2018



For and on behalf of the board

A. Prabhakara Rao  
DIN: 02263908





# SARATH & ASSOCIATES

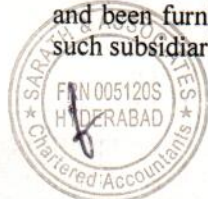
## CHARTERED ACCOUNTANTS

### Limited Review Report- Consolidated Financial Results

To

The Board of Directors  
M/s GSS Infotech Limited  
Hyderabad

1. We have reviewed the accompanying Statements of Unaudited Consolidated Ind AS Financial Results of M/s GSS Infotech Limited ( the 'Company') and its subsidiaries (together referred to as 'the Group'), for the Quarter ended June 30,2018 ( the "Statement") prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (the "Listing Regulation, 2015"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. 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. 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 inquires of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above and based on the consideration of the reports of the management on the unaudited separate quarterly financial results and other financial information of US subsidiary, 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 recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized Accounting practices and Policies has not disclosed the Information required to be disclosed in terms of Regulation, read with the Circular, including the manner in which is disclosed, or that it contains any Material Misstatement.
5. We did not review the financial results and other financial information, in respect of US Subsidiaries and its step down subsidiaries, whose Ind AS Financial results include total assets of Rs 13173.37 lakhs as at June 30, 2018, and total revenues of Rs 3564.99 lakhs for the quarter ended and period ended on that date. These Ind AS Financial results and other financial information has been reviewed and been furnished to us by the management. Our conclusion, in so far as it relates to the affairs of such subsidiaries, based solely on the report of the management.



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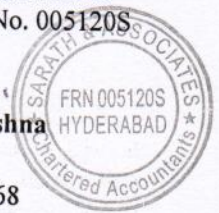


6. Further, We did not review the financial results and other financial information, in respect of USA & Bangladesh Branches of Standalone Ind financial results, whose Ind AS Financial results include total assets of Rs 2700.11 lakhs as at June 30, 2018, and total revenues of Rs 198.21 lakhs for the quarter and the period ended on that date. These Ind AS Financial results and other financial information has been reviewed and been furnished to us by the management. Our conclusion, in so far as it relates to the affairs of such branches, based solely on the report of the management.

Place: Hyderabad  
Date: 1<sup>st</sup> August 2018

For Sarath & Associates  
Chartered Accountants  
Firm Regn. No. 005120S

*P. Gopi Krishna*  
P. Gopi Krishna  
Partner  
M. No. 225868







# SARATH & ASSOCIATES

## CHARTERED ACCOUNTANTS

### Limited Review Report- Standalone Financial Results

To

The Board of Directors  
M/s GSS Infotech Limited  
Hyderabad

1. We have reviewed the accompanying Statements of Unaudited Standalone Ind AS Financial Results of M/s GSS Infotech Limited ( the 'Company') for the Quarter ended June 30, 2018 ( the "Statement") prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (the "Listing Regulation, 2015"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. 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. 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 inquires of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, 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 applicable Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized Accounting practices and Policies has not disclosed the Information required to be disclosed in terms of Regulation, read with the Circular, including the manner in which is disclosed, or that it contains any Material Misstatement.
5. We did not review the financial results and other financial information, in respect of USA & Bangladesh Branch, whose Ind AS Financial results include total assets of Rs 2700.11 lakhs as at June 30, 2018, and total revenues of Rs 198.21 lakhs for the quarter and the period ended on that date. These Ind AS Financial results and other financial information has been reviewed and been furnished to us by the management. Our conclusion, in so far as it relates to the affairs of such branches, based solely on the report of the management.

Place: Hyderabad

Date: 1<sup>st</sup> August 2018

For Sarath & Associates

Chartered Accountants

Firm Regn. No. 005120S

*P. Gopi*  
**P. Gopi Krishna**

Partner

M. No. 225868

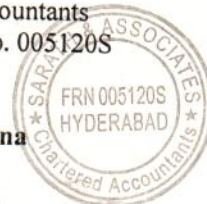
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## **Press Release**

**GSS Infotech, grew the Top line by 14.3% and Net by 1.13% QoQ on a consolidated basis.**

**Hyderabad, Aug 1, 2018:** GSS Infotech Limited, a global IT services company, today announced its results for the First quarter of FY19, ending June 30, 2018, on a consolidated and standalone basis.

### **Financial Highlights**

- **Apr – June 2018**
  - Revenues of Rs.40.62 Cr. for the Q1 FY 19 compared to Rs 35.53 cr. for Q4 FY 18., reporting a QoQ growth of 14.3% and YoY growth of 17%.
  - PAT was Rs. 4.18 Cr. for Q1 FY 19 compared to Rs.4.14 cr for the previous quarter reporting a QoQ growth of 1.13%. Similarly, the profit grew from Rs. 0.13 cr from the same quarter a year before.
  - On a standalone basis, the Revenues grew to Rs. 6.55 Cr. in the Q1 FY 19 from Rs. 6.21 Cr the previous quarter and from Rs. 5.06 cr. from the same quarter the last year, representing a QoQ growth of 5.47% and YoY growth of 28.9%.
  - Reported a PAT of Rs 2.8 Cr. for Q1 FY 2019.

The results for Q1 FY19 were taken on record at the meeting of the Board of Directors held today.

During the current quarter, the company's overall performance has been encouraging and we expect the rest of the year to be similar.

## **Management Outlook**

GSS Infotech's continued focus on digital transformation for enterprises and technology providers in key technologies like Application development, Infrastructure management services, Mobility, Cloud and Security focused on the ME, ASEAN and US region and having its global delivery centre in Hyderabad.

GSS continues to utilize its proven expertise in Application development, Infrastructure Management and IT services specifically focusing on the Healthcare IT domain. To bolster its position in this space, the company is in active conversations with potential companies for partnerships and /or acquisitions.

Speaking on the company's performance, **Mr. Bhargav Marepally, Founder CEO, GSS Infotech Limited** said, "We stabilized our operations and are firmly focused on accelerating our path to profitability and growth. We plan to incorporate cutting edge technologies such as Blockchain, Artificial Intelligence, Machine Learning into our offerings to develop contemporary and compelling solutions for the Healthcare industry."

A step towards this objective, the company announces its plans to launch "GSS Labs", a platform that will incubate innovative applications of cutting edge technologies targeting white space opportunities in the Healthcare IT products and services space.

GSS invites innovators and entrepreneurs to utilize this platform through which they can access the company's deep expertise, experience as well as an array of strategy, development, financing and sales support that GSS will provide. Guidance and governance on investments and partnerships for incubation ideas will be provided by a committee comprising industry leaders and the GSS leadership team.

The company envisions GSS Labs becoming a platform that brings together ideas, expertise, talent and opportunity. The goal of GSS Labs is to bring to market rapid and relevant innovation that has transformative impact for companies and consumers in the Healthcare domain.

## **About GSS INFOTECH**

**GSS Infotech**, established in 1999, is an Information Technology company headquartered in Hyderabad, India. The company specializes in cloud computing, Security and remote infrastructure management services, virtualization solutions and application management services. GSS Infotech has offices in Connecticut, New Jersey and Hyderabad

### **For queries please contact:**

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