

Limited Review Report**Review Report to
The Board of Directors
HCL Technologies Limited**

1. We have reviewed the accompanying statement of unaudited financial results of HCL Technologies Limited ('the Company') for the quarter ended December 31, 2014 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries 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.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014)] and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & CO. LLP**ICAI Firm registration number: 301003E**

Chartered Accountants

**per Tridibes Basu**

Partner

Membership No.: 17401



Gurgaon, India

January 30, 2015

HCL Technologies Limited
REGISTERED OFFICE: 806, SIDDHARTH, 96 NEHRU PLACE, NEW DELHI, 110 019
CORPORATE OFFICE: A-10 & 11, SECTOR 3, NOIDA, U.P., INDIA

Following are the statement of financial results of HCL Technologies Limited as a standalone entity as per Indian GAAP:

(₹ in lacs)

Particulars	Three months ended (Unaudited)			Half year ended (Unaudited)		Previous year ended (Audited)
	31 December 2014	30 September 2014	31 December 2013	31 December 2014	31 December 2013	30 June 2014
Revenues from operations	424,759	405,440	383,621	830,199	768,002	1,649,737
Total income from operations	424,759	405,440	383,621	830,199	768,002	1,649,737
Expenses						
Cost of materials	4,419	4,143	6,959	8,562	11,982	41,012
Employee benefits expense	145,759	136,813	126,107	282,572	254,785	512,395
Outsourcing cost	43,795	41,312	47,799	85,107	83,709	161,945
Travel and conveyance	18,683	18,765	17,201	37,448	32,848	69,970
Exchange (gain)/loss	(4,313)	(4,642)	(676)	(8,955)	(271)	1,179
Depreciation and amortization expense	7,228	6,935	12,011	14,163	24,442	49,070
Other expenses	29,915	29,309	29,983	59,224	66,399	132,147
Total expenses	245,486	232,635	239,384	478,121	473,894	967,718
Profit from operations before other income, finance costs and exceptional items	179,273	172,805	144,237	352,078	294,108	682,019
Other income	25,308	36,508	13,965	61,816	25,392	65,912
Profit from ordinary activities before finance costs and exceptional items	204,581	209,313	158,202	413,894	319,500	747,931
Finance costs	1,247	2,149	2,154	3,396	4,001	8,165
Profit from ordinary activities after finance costs but before exceptional items	203,334	207,164	156,048	410,498	315,499	739,766
Exceptional items	-	-	-	-	-	-
Profit from ordinary activities before tax	203,334	207,164	156,048	410,498	315,499	739,766
Tax expenses	36,987	38,908	26,261	75,895	56,615	141,304
Net profit from ordinary activities after tax	166,347	168,256	129,787	334,603	258,884	598,462
Extraordinary items (net of tax expense ₹ Nil)	-	-	-	-	-	-
Net profit for the period	166,347	168,256	129,787	334,603	258,884	598,462
Paid up equity share capital (Par Value ₹ 2 each)	14,047	14,026	13,977	14,047	13,977	14,000
Reserves and surplus	1,686,669	1,586,607	1,215,835	1,686,669	1,215,835	1,560,561
Weighted average no. of shares outstanding (par value ₹ 2 each)						
Basic	701,685,063	700,622,627	698,489,070	701,153,845	697,815,984	698,616,947
Diluted	705,742,920	706,878,127	707,836,547	705,210,892	708,284,528	708,114,213
Earnings per equity share (before extraordinary items) (₹) (not annualised)						
Basic	23.71	24.02	18.58	47.72	37.10	85.66
Diluted	23.57	23.80	18.34	47.45	36.55	84.51
Earnings per equity share (after extraordinary items) (₹) (not annualised)						
Basic	23.71	24.02	18.58	47.72	37.10	85.66
Diluted	23.57	23.80	18.34	47.45	36.55	84.51
Debt service coverage ratio (no. of times) (Refer note 2 (a) below)	N.A.	N.A.	N.A.	7.94	122.92	118.38
Interest service coverage ratio (no. of times) (Refer note 2 (b) below)	N.A.	N.A.	N.A.	400.46	129.12	153.25
Dividend per share (par value ₹ 2 each) ₹						
Interim dividend	8.00	18.00	4.00	26.00	6.00	10.00
Final dividend	-	-	-	-	-	-
Total dividend	8.00	18.00	4.00	26.00	6.00	10.00
Particulars of shareholding						
Public shareholding						
Number of shares	270,910,475	269,805,719	267,320,261	270,910,475	267,320,261	268,478,487
Percentage of shareholding	38.57%	38.47%	38.25%	38.57%	38.25%	38.36%
Promoters and promoter group shareholding						
a) Pledged/encumbered						
- Number of shares	-	-	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
b) Non-encumbered						
- Number of shares	431,460,454	431,497,894	431,505,004	431,460,454	431,505,004	431,497,894
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	61.43%	61.53%	61.75%	61.43%	61.75%	61.64%



Notes :

- The financial results for the quarter ended 31 December 2014 were approved by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on 30 January 2015.
- Ratios have been computed as under:-
 (a) Debt service coverage ratio = (Profit from ordinary activities before tax + interest on long-term loans) / (interest on long-term loans + repayment of long-term loans)
 (b) Interest service coverage ratio = (Profit from ordinary activities before tax + interest on long-term loans) / interest on long-term loans
- During the quarter ended 31 December 2014, the Board of Directors has declared an interim dividend of ₹ 8 per share (400% on par value of ₹ 2 per share), amounting to ₹ 56,190 Lacs, which takes total dividend for the six month ended 31 December 2014 to ₹ 182,327 Lacs.
- During the quarter ended 30 September 2014, the management based on technical evaluation reassessed the useful life of assets with effect from 01 July 2014. Accordingly the useful lives of certain assets required a change from the previous estimates. If the Company had continued with the previously assessed useful lives, charge for depreciation for the quarter and half year ended 31 December 2014 would have been higher by ₹ 5,107 lacs and ₹ 10,705 lacs respectively, for the assets held as at 01 July 2014.
- The Board at its meeting held on 30 January 2015 has considered, approved and recommended a Bonus issue of Shares of one equity share for every one equity share held by the equity shareholders of the Company. The bonus issue of equity shares is subject to the approval of the shareholders and any other applicable statutory and regulatory approvals.

6 Investor complaints:-

Particulars	Quarter ended 31 December 2014
Pending at the beginning of the quarter	Nil
Received during the quarter	8
Resolved during the quarter	8
Remaining unresolved at the end of the quarter	Nil

7 Statement of assets and liabilities

(₹ in Lacs)

Particulars	As at current half year ended 31 December 2014 (Unaudited)	As at previous year ended 30 June 2014 (Audited)
A Equity and Liabilities		
1 Shareholders funds		
(a) Share capital	14,047	14,000
(b) Reserves and surplus	1,686,669	1,560,561
Sub- total- Shareholders funds	1,700,716	1,574,561
2 Share application money pending allotment	2	765
3 Non- current liabilities		
(a) Long-term borrowings	2,215	2,745
(b) Other long-term liabilities	45,283	51,543
(c) Long-term provisions	19,202	17,528
Sub- total- Non-current liabilities	66,700	71,816
4 Current liabilities		
(a) Short-term borrowings	3,062	2,925
(b) Trade payables	47,287	39,247
(c) Other current liabilities	329,882	400,616
(d) Short-term provisions	137,996	91,520
Sub- total- Current liabilities	518,227	534,308
Total- Equity and Liabilities	2,285,645	2,181,450
B Assets		
1 Non-current assets		
(a) Fixed assets	330,276	296,707
(b) Non-current investments	350,023	355,972
(c) Deferred tax assets (net)	27,909	31,179
(d) Long-term loans and advances	95,537	83,678
(e) Other non-current assets	25,228	13,262
Sub- total- Non-current assets	828,973	780,798
2 Current assets		
(a) Current investments	59,053	55,629
(b) Inventories	2,170	1,554
(c) Trade receivables	338,903	322,419
(d) Cash and bank balances	779,043	791,108
(e) Short-term loans and advances	140,285	98,432
(f) Other current assets	137,218	131,510
Sub- total- Current assets	1,456,672	1,400,652
Total- Assets	2,285,645	2,181,450



8 Segment Information:-

(₹ in Lacs)

Particulars	Three months ended (Unaudited)			Half year ended (Unaudited)		Previous year ended (Audited)
	31 December 2014	30 September 2014	31 December 2013	31 December 2014	31 December 2013	30 June 2014
Segment Revenues						
Software services	259,898	249,309	235,852	509,207	479,322	1,014,292
Business process outsourcing services	21,910	23,951	17,053	45,861	35,003	87,635
IT Infrastructure services	142,951	132,180	130,716	275,131	253,677	547,810
Total	424,759	405,440	383,621	830,199	768,002	1,649,737
Less : Inter-segment revenue	-	-	-	-	-	-
Net revenue from operations	424,759	405,440	383,621	830,199	768,002	1,649,737
Segment Results						
Software services	107,670	102,347	94,137	210,017	197,233	443,877
Business process outsourcing services	1,087	6,227	1,142	7,314	3,944	20,358
IT Infrastructure services	64,822	60,057	49,565	124,879	95,678	222,426
Total	173,579	168,631	144,844	342,210	296,855	686,661
Less :						
Finance cost	1,247	2,149	2,154	3,396	4,001	8,165
Other un-allocable expenditure / (income), net	(31,002)	(40,682)	(13,358)	(71,684)	(22,645)	(61,270)
Net profit before tax	203,334	207,164	156,048	410,498	315,499	739,766

Segmental capital employed

Assets and liabilities are not identified to any reportable segments, since the Company is increasingly using them interchangeably across segments and consequently, the Management believes that it is not practicable to provide segment disclosures relating to total assets and liabilities.

9 The figures of previous periods/year have been rearranged to conform to current period classification.

By the order of the Board of Directors
for HCL Technologies Limited

Shiv Nadar
Chairman and Chief Strategy Officer

Anant Gupta
President and Chief Executive Officer

Noida (UP), India
30 January 2015

Anil Chanana
Chief Financial Officer

The Board has also taken on record the Consolidated results of HCL Technologies Limited and its subsidiaries for the quarter ended December 31, 2014 prepared as per US GAAP. A summary of the financial statements is as follows:-

Particulars	(in million \$)			
	Quarter ended December 31		Six months ended December 31	
	2014	2013	2014	2013
Revenues	1,490.7	1,321.3	2,924.3	2,591.6
Cost of revenues (exclusive of depreciation and amortization)	939.3	813.5	1,845.7	1,588.8
Gross profits	551.4	507.8	1,078.6	1,002.8
Selling, general and administrative expenses	179.1	164.5	346.8	325.7
EBITDA	372.3	343.3	731.8	677.1
Depreciation and amortization	17.5	29.9	34.6	61.5
Other income (expenses), net	34.5	(7.5)	84.4	(26.9)
Provision for income taxes	81.8	64.2	166.9	121.4
Net income attributable to noncontrolling interest	0.0	(0.0)	0.0	0.0
Net income attributable to HCL Technologies Limited shareholders	307.5	241.6	614.7	467.3
Earnings per equity share (in US \$)				
Basic	0.44	0.35	0.88	0.67
Diluted	0.44	0.34	0.87	0.66

Note

1 The figures of the previous period have been rearranged to conform to the current period classification.

