

Statement of Standalone Audited Financial Results for the quarter and six months ended 30 September 2017

Amounts in ₹ millions except share and per share data, unless otherwise noted

Particulars	Quarter ended					
	30 September 2017	30 June 2017	30 September 2016	30 September 2017	30 September 2016	31 March 2017
	Audited	Audited	Audited	Audited	Audited	Audited
Revenue from operations	8,056.36	7,659.59	7,657.06	15,916.89	14,770.93	30,183.34
Other income	292.98	361.82	330.18	656.80	972.05	1,865.83
Total income (I)	8,349.34	8,221.35	8,167.24	16,573.69	15,743.00	37,451.37
Expenses:						
Purchase of stock-in-trade	-	-	0.24	-	0.24	0.24
Changes in inventories of stock-in-trade	-	-	3,438.29	-	6,907.64	40.99
Employee benefits expense	3,412.84	3,494.80	2,112	6,907.64	6,804.58	13,564.99
Finance costs	19.07	2.13	2.12	17.05	17.05	24.01
Depreciation and amortization expense	80.79	77.93	69.92	158.74	126.90	263.78
Other expenses (II)	2,526.48	2,460.02	2,586.13	4,986.50	5,003.57	9,845.85
Total expenses (II)	6,039.18	6,034.59	6,096.78	12,874.08	11,993.33	23,739.86
Profit before exceptional item and tax (III) (IV)-(II)	2,310.16	2,186.83	2,070.46	4,499.61	3,749.67	8,311.51
Exceptional item (net of tax) (V)	-	-	39.77	-	39.77	47.98
Profit before tax (III)-(V)	2,310.16	2,186.83	2,030.69	4,499.61	3,709.90	8,263.53
Tax expenses	-	-	-	-	-	-
Current tax	572.97	558.87	489.86	1,131.84	943.43	2,036.31
Deferred tax	11.07	(18.01)	4.39	(6.94)	(33.11)	(22.88)
Total tax expenses	584.04	540.86	494.25	1,124.90	890.32	2,013.43
Profit after exceptional item (A)	1,726.12	1,647.59	1,536.43	3,374.71	2,819.58	6,250.10
Other comprehensive income ("OCI")						
OCI to be reclassified to profit or loss in subsequent periods						
Net change in fair value of derivatives designated as cash flow hedges	(330.48)	(170.72)	256.94	(701.40)	229.58	727.76
Income tax effect on cash flow hedges	183.66	39.01	(88.91)	242.74	(79.44)	(251.86)
Net OCI to be reclassified to profit or loss in subsequent periods (B)	(146.82)	(131.71)	168.03	(458.66)	150.14	475.90
OCI not to be reclassified to profit or loss in subsequent periods						
Re-measurement gains / (losses) on defined benefit plans	(18.26)	(10.41)	0.07	(78.67)	(6.41)	(33.85)
Income tax effect on the above	6.32	3.46	(0.03)	9.92	0.14	11.72
Net OCI not to be reclassified to profit or loss in subsequent periods (C)	(12.94)	(6.95)	0.04	(68.75)	(6.27)	(22.13)
Total OCI for the period, net of tax (D) (B+C)	(159.76)	(138.66)	168.07	(527.41)	143.87	453.77
Total comprehensive income for the period (A+D)	1,566.36	1,508.93	1,704.50	2,847.30	2,963.45	6,703.87
Equity Share Capital	1,991.72	1,990.72	2,102.34	1,991.72	2,102.34	2,104.34
Other equity	33,002.55	35,541.76	46,067.47	33,002.55	46,067.47	44,849.02
Earnings per equity share (par value of share ₹ 10)						
Basic (₹)	8.94	8.01	7.51	16.92	13.62	29.39
Diluted (₹)	8.93	7.99	7.48	16.90	13.58	29.94
Earnings per equity share (par value of share ₹ 10)						
Basic (₹)	8.94	8.01	7.32	16.92	13.43	29.76
Diluted (₹)	8.93	7.99	7.30	16.90	13.39	29.71

Segment Reporting	Quarter ended					Year ended	
	30 September 2017	30 June 2017	30 September 2016	30 September 2017	30 September 2016	31 March 2017	31 March 2017
Segment revenue							
Banking and Capital Market	2,889.56	2,806.10	2,669.30	5,695.66	4,959.61	10,126.47	7,188.08
Insurance	1,720.50	1,652.06	1,733.00	3,372.56	3,572.39	6,944.95	7,188.08
Information Technology, Communication and Entertainment	960.86	1,007.46	923.28	1,968.32	1,873.46	3,841.78	3,841.78
Emerging Industries	2,109.77	1,947.10	2,143.44	4,056.87	4,128.33	8,256.75	8,256.75
Unallocated - Hedge	376.27	447.21	168.04	823.48	236.46	731.06	731.06
Total segment revenue	8,056.86	7,859.93	7,637.06	15,916.89	14,770.55	30,185.54	28,185.54
Segment result (including exceptional items)							
Banking and Capital Market	617.59	544.49	523.71	1,062.08	826.36	1,989.63	1,989.63
Insurance	482.52	411.64	391.27	894.16	970.97	2,065.18	2,065.18
Information Technology, Communication and Entertainment	307.96	293.64	281.98	601.60	516.82	1,209.84	1,209.84
Emerging Industries	787.82	629.68	783.41	1,417.50	1,488.30	3,009.71	3,009.71
Unallocated - Hedge	376.27	447.21	168.04	823.48	236.46	731.06	731.06
Total segment result	2,572.16	2,326.66	2,148.41	4,899.82	4,039.41	9,005.42	9,005.42
Interest income	47.84	64.76	142.14	112.59	240.29	400.37	400.37
Finance costs	(19.07)	(2.13)	(2.12)	(17.05)	(24.01)	(24.01)	(24.01)
Other unallocable expenditures, net of unallocable income	(290.17)	(200.43)	(257.65)	(490.60)	(555.55)	(1,118.25)	(1,118.25)
Profit before taxation	2,310.76	2,184.86	2,030.77	4,499.61	3,709.90	8,263.53	8,263.53
Segment assets							
Banking and Capital Market	6,018.23	6,570.60	6,137.89	12,688.89	11,738.44	25,427.33	25,427.33
Insurance	1,738.44	1,839.16	2,403.79	4,177.65	4,177.65	8,355.30	8,355.30
Information Technology, Communication and Entertainment	1,130.81	1,536.20	1,130.81	2,667.99	3,161.21	5,829.20	5,829.20
Emerging Industries	2,647.99	3,405.81	3,161.21	6,574.01	6,574.01	13,148.02	13,148.02
Total segment assets	11,535.47	13,351.77	12,865.48	26,049.55	25,651.31	52,760.55	52,760.55
Unallocated assets	30,943.95	31,438.30	42,608.37	62,382.25	62,382.25	124,764.50	124,764.50
Total assets	42,479.42	44,790.07	55,473.85	88,431.80	88,033.56	177,525.05	177,525.05
Segment liabilities							
Banking and Capital Market	2,139.00	2,600.02	2,794.50	5,494.52	5,494.52	10,989.04	10,989.04
Insurance	1,241.11	1,609.81	1,879.83	3,530.74	3,530.74	7,061.48	7,061.48
Information Technology, Communication and Entertainment	692.69	853.03	794.62	1,646.71	1,646.71	3,293.42	3,293.42
Emerging Industries	1,284.40	1,519.06	1,476.70	3,280.20	3,280.20	6,560.40	6,560.40
Total segment liabilities	5,357.20	6,581.94	6,945.65	13,951.47	13,951.47	28,104.54	28,104.54
Unallocated liabilities	2,187.95	715.61	348.07	4,538.42	4,538.42	9,076.84	9,076.84
Total liabilities	7,545.15	7,297.55	7,293.72	18,489.89	18,489.89	37,181.38	37,181.38
Capital employed							
Banking and Capital Market	3,879.23	3,970.58	3,363.39	7,194.37	6,259.15	12,438.29	12,438.29
Insurance	497.33	229.33	523.94	1,068.42	1,068.42	2,136.84	2,136.84
Information Technology, Communication and Entertainment	438.12	683.13	337.67	765.79	765.79	1,531.58	1,531.58
Emerging Industries	1,886.75	1,886.75	1,886.75	3,773.50	3,773.50	7,547.00	7,547.00
Unallocated	28,736.00	30,742.61	42,260.30	86,092.81	86,092.81	172,184.00	172,184.00
Total Capital employed	34,934.37	37,472.41	48,169.81	94,959.61	94,959.61	194,959.61	194,959.61

Standardized Statement of Assets and Liabilities		As at 30 September 2017	As at 31 March 2017
ASSETS			
Non-current assets			
Property, Plant and Equipment	609.94	628.54	
Other intangible assets	131.20	146.60	
Intangible assets under development	4.80	2.00	
Financial assets			
Investments	15,425.68	15,433.72	
Trade receivables	10.60	31.32	
Loans and advances	1,136.13	1,094.73	
Other financial assets	0.17	109.32	
Deferred tax assets (Net)	551.04	201.44	
Income tax assets (Net)	3,529.30	3,540.58	
Other non-current assets	1,707.01	1,962.64	
Sub total	23,105.87	23,331.59	
Current assets			
Financial assets			
Investments	8,020.16	14,706.32	
Trade receivables	5,119.37	7,073.36	
Cash and cash equivalents	816.54	2,520.32	
Bank balances other than cash and cash equivalents	109.15	-	
Loans and advances	1,229.95	1,497.38	
Other financial assets	2,600.48	3,011.32	
Other current assets	1,477.60	1,707.06	
Sub total	19,373.68	30,519.06	
TOTAL ASSETS	42,479.42	53,850.65	
EQUITY AND LIABILITIES			
Equity			
Equity share capital	1,931.72	2,104.24	
Other equity	47.32	1,654.10	
Securities premium	-	6,576.83	
General reserve	32,020.35	33,453.23	
Residual earnings	924.68	1,162.84	
Other reserves	34,504.37	44,553.28	
TOTAL EQUITY	68,438.44	82,893.69	
LIABILITIES			
Non-current liabilities			
Financial liabilities			
Other financial liabilities	11.23	10.73	
Net employee defined benefit liabilities	430.91	536.05	
Sub total	442.14	546.78	
Current liabilities			
Financial liabilities			
Borrowings	1,309.00	-	
Trade payables	3,524.67	4,397.74	
Other financial liabilities	692.07	336.80	
Net employee defined benefit liabilities	375.10	433.96	
Provisions	157.03	287.09	
Other current liabilities	387.51	241.66	
Income tax liabilities (Net)	637.63	432.64	
Sub total	7,103.81	6,289.19	
TOTAL EQUITY AND LIABILITIES	42,479.42	53,783.55	

- The above results were taken on record at the Board Meeting held on 26 October 2017.
- During the quarter ended 30 June 2017, the Company has completed the buyback of 17,37,079 fully paid-up equity shares of face value of ₹ 10 each ("equity shares") at a price of ₹ 625 per equity share for an aggregate amount of up to ₹ 11,030.00. The shares accepted by the Company under the buyback has been extinguished on 7 June 2017 and the paid up equity share capital of the Company has been reduced to the extent. Subsequent to completion of buyback, the Company has transferred ₹ 173.10 to Capital Redemption Reserve representing the value of equity shares bought back.
- The Board of Directors, in its meeting held on 25 May 2017 had proposed the final dividend of ₹ 17 per share for the year ended 31 March 2017. The dividend proposed by the Board of Directors is approved by the shareholders in the Annual General meeting held on 26 July 2017. During the quarter the Company has accounted the same in accordance with Ind AS -10.
- During the quarter ended 30 September 2016, the transfer of current from Marathwada Ring Road to Marathwada Ring Road Company has resulted in accelerated vesting of unvested employee stock options and employee bonus, accordingly the Company has provided for deferred employee compensation cost on an accelerated basis over the remaining vesting period amounting to ₹ 39.77 (out of tax of ₹ 21.43) and has accounted the same as exceptional item.
- Previous period's figures have been reclassified to conform with the current period's classification, wherever applicable.

By Order of the Board,
Mphasis Limited

W. R. R. R.

Nisha Reddy
Chief Executive Officer

Mumbai
26 October 2017