



MPHASIS
an HP company

Mphasis Limited

Audited Financial Results

for the year ended 31 October 2011 prepared as per Indian GAAP

Amounts in ₹ Lakhs unless otherwise indicated

Profit and Loss Account	Year ended 31 October 2011	Year ended 31 October 2010
Revenues (refer note 5)	340,413	377,009
Cost of Sales/Services		
a) Cost of Services (refer note 6)	232,968	241,351
b) Purchase of Traded Goods	2,189	-
Gross Profit	105,256	135,658
General Administrative Expenses (refer note 7)	9,511	11,556
Selling and Distribution Expenses (refer note 8)	9,889	14,317
Depreciation	10,661	11,579
Provision for doubtful debts	3	-
Operating Profit before interest and foreign exchange gain, net	75,192	98,206
Foreign exchange gain, net	6,106	6,836
Interest expenses	222	141
Operating Profit after interest expense	81,076	104,901
Other income, net	10,082	4,309
Profit before tax	91,158	109,210
Tax expense	12,957	9,522
Net Profit after tax	78,201	99,688
Paid-up equity share capital of ₹ 10 each	21,004	20,993
Reserves excluding Revaluation Reserves	318,622	269,809
Earnings per share - Basic (₹)	37.24	47.53
Earnings per share - Diluted (₹)	37.13	47.30
Public share holding		
Number of Shares	82,929,779	82,818,447
Percentage of shareholding	39.48%	39.45%
Promoters and promoter group shareholding		
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)	-	-
Non-Encumbered		
Number of Shares	127,106,266	127,106,266
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%
Percentage of shares (as a % of the total share capital of the company)	60.52%	60.55%
Segment Results	Year ended 31 October 2011	Year ended 31 October 2010
Segment Revenue		
Banking and Capital Market	68,641	78,935
Insurance	39,252	37,605
Information Technology, Communication and Entertainment	94,273	99,317
Emerging Industries	135,163	149,401
Unallocated - Hedge	3,084	11,751
	340,413	377,009
Segment Profit		
Banking and Capital Market	10,724	23,288
Insurance	10,943	10,170
Information Technology, Communication and Entertainment	30,674	27,784
Emerging Industries	39,853	52,066
Unallocated - Hedge	3,084	11,751
	95,278	125,059
Interest Income	171	172
Interest expenses	222	141
Other unallocable expenditure, net of unallocable income	4,069	15,880
Profit before taxation	91,158	109,210
Capital Employed (Segment Assets - Segment Liabilities)		
Banking and Capital Market	14,921	18,578
Insurance	7,567	7,450
Information Technology, Communication and Entertainment	30,136	15,093
Emerging Industries	38,655	29,138
Unallocated	249,517	220,597
	340,796	290,856

407

Balance Sheet	Audited as at 31 October 2011	Audited as at 31 October 2010
Shareholders' Funds		
Share Capital	21,004	20,993
Reserves and Surplus	318,622	269,809
Employee stock options outstanding	1,170	54
	340,796	290,856
Loan Funds	24,363	87
Total	365,159	290,943
Fixed Assets, net	17,715	15,009
Investments	237,907	168,976
Deferred Tax Assets	7,638	6,221
Current Assets, Loans and Advances		
Debtors and unbilled revenues	103,034	91,893
Cash and Bank balances	9,361	5,461
Inter corporate deposits	705	1,789
Interest receivable	9	15
Loans and Advances	104,237	86,690
	217,346	185,848
Less: Current Liabilities and Provisions		
Current Liabilities	74,121	56,415
Provisions	41,326	28,696
	115,447	85,111
Net Current Assets	101,899	100,737
Total	365,159	290,943
Notes :		
1) The above results were taken on record at the Board Meeting held on 30 November 2011.		
2) Total staff costs for the year ended 31 October 2011 were ₹ 151,566 (year ended 31 October 2010 were ₹ 130,568).		
3) There were Nil investor complaints pending at the beginning of the year and 2 (two) complaints were received during the year and resolved.		
4) The Board of Directors at its meeting on 30 November 2011 recommended a final dividend of ₹ 6.50/- per share for the year ending 31 October 2011.		
5) Revenues for the year ended 31 October 2011 includes reversal of credit notes pertaining to earlier period which are no longer required amounting to ₹ 6,656 (31 October 2010: ₹ Nil).		
6) Cost of services for the year ended 31 October 2011 are net of reversal of certain provisions which are no longer required amounting to ₹ 5,503 (31 October 2010: ₹ Nil).		
7) General administrative expenses for the year ended 31 October 2011 are net of reversal of certain provisions which are no longer required amounting to ₹ 1,816 (31 October 2010: ₹ 2,193).		
8) Selling and distribution expenses for the year ended 31 October 2011 are net of reversal of certain provisions which are no longer required amounting to ₹ 2,930 (31 October 2010: ₹ Nil).		
9) Mphasis Poland s.p.z.o.o. and PT Mphasis Indonesia were incorporated as subsidiaries of the Company on 11 May 2010 and 25 April 2011 respectively.		
10) MsourcE India BPO Private Limited has filed an application under Section 560 of the Companies Act, 1956, for striking its name off the register with the Registrar of Companies, Ministry of Corporate Affairs under Fast Track Exit (FTE) mode which is under progress with Ministry of Corporate Affairs.		
11) Effective 1 February 2011, the Company has adopted the policy of accounting employee stock-based compensation using fair value method in place of intrinsic value method. Had the Company adopted the intrinsic value method of accounting, the employee compensation cost would have been higher by ₹ 6 for the year ended 31st October 2011 and profit would have been lower by that extent.		
12) The Company has revised its transfer pricing policy with regard to certain transactions with its subsidiaries with effect from 1 April 2011 and the effect of the same has been accounted for in this quarter.		
13) The figures of previous year have been regrouped/ reclassified, wherever necessary, to conform with the current year classification.		
Registered Office: Bagmane Technology Park Byrasandra, C V Raman Nagar, Bangalore 560093. Bangalore, 30 November 2011	By order of the Board Mphasis Limited  Balu Ganesh Ayyar, Chief Executive Officer	