



PERSISTENT

NSE & BSE / 2017-18 / 116

January 27, 2018

The Manager,
Corporate Services,
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai 400051

The Manager,
Corporate Services,
BSE Limited
14th Floor, P J Towers, Dalal Street,
Mumbai 400001

Ref: Symbol: PERSISTENT

Ref: Scrip Code: 533179

Dear Sir / Madam,

Sub: Proceedings of the Meeting of the Board of Directors

We wish to inform you that the Board of Directors, at its meeting held on January 27, 2018 concluded at 1610 HRS (IST), has taken the following decisions:

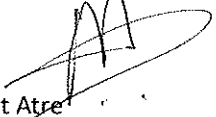
- A. Pursuant to Regulation 33 and all other applicable regulations, if any of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Audited Financial Results for the quarter ended December 31, 2017 have been approved. Accordingly, we enclose the following documents:
1. Auditors' Report dated January 27, 2018 on the Consolidated Financial Results of the Company for the quarter and period ended December 31, 2017;
 2. Consolidated Financial Results of the Company for the quarter and period ended December 31, 2017;
 3. Auditors' Report dated January 27, 2018 on the Unconsolidated Financial Results of the Company for the quarter and period ended December 31, 2017;
 4. Unconsolidated Financial Results of the Company for the quarter and period ended December 31, 2017
- B. The Board of Directors has approved the payment of Interim Dividend of INR 7 (Seven) per Equity Share of INR 10 each for the Financial Year 2017-18.
- C. The Board has inducted Mr. Sunil Sapre on the Board of Directors and he has been appointed as an Additional Director (Executive Director and Chief Financial Officer) with immediate effect.

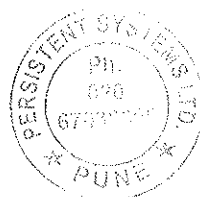
Please acknowledge the receipt.

Thanking you,

Yours faithfully,

For Persistent Systems Limited


Amit Atre
Company Secretary



Encl: As above

Persistent Systems Limited

Regd. Office : Bhageerath, 402, Senapati Bapat Road, Pune 411016, India
Ph. No. +91(20)67030000; Fax +91(20)67030009; Email : info@persistent.com, 'www.persistent.com'. CIN L72300PN1990PLC056696



Audited consolidated financial results of Persistent Systems Limited for the quarter and nine months ended December 31, 2017

Segment wise Revenue, Results and Capital Employed

Sr. No.	Particulars	Quarter ended						Year ended	
		Dec 31, 2017 (Audited)	Sept 30, 2017 (Audited)	Dec 31, 2016 (Audited)	Dec 31, 2017 (Audited)	Dec 31, 2016 (Audited)	March 31, 2017 (Audited)		
1	Revenue from operations	7,918.90	7,612.52	7,455.35	22,811.57	21,513.31	28,784.39		
2	Other income	192.76	336.34	317.98	897.01	815.17	958.45		
3	Total income	8,111.66	7,948.86	7,773.33	23,708.58	22,328.48	29,742.84		
4	Expenses								
	- Employee benefits expense	4,787.18	4,668.13	4,703.74	13,831.81	13,423.43	17,648.97		
	- Cost of professionals	775.55	809.27	478.46	2,313.95	1,521.60	2,177.66		
	- Finance costs	0.14	0.16	0.18	0.47	0.74	0.91		
	- Depreciation and amortization expense	392.63	379.44	386.53	1,163.98	1,096.05	1,490.17		
	- Other expenses	981.00	977.30	1,086.63	3,089.25	3,216.43	4,304.29		
	Total Expenses	6,936.50	6,834.30	6,655.54	20,399.46	19,258.25	25,622.00		
5	Profit before exceptional items and tax	1,175.16	1,114.56	1,117.79	3,309.12	3,070.23	4,120.84		
6	Exceptional items	--	--	--	--	--	(114.11)		
7	Profit before tax	1,175.16	1,114.56	1,117.79	3,309.12	3,070.23	4,006.73		
8	Tax expense								
	- Current tax	300.69	350.67	440.88	929.25	904.21	1,147.87		
	- Tax credit in respect of earlier years	(33.66)	0.01	(11.31)	(45.90)	(11.31)	(19.67)		
	- Deferred tax charge / (credit)	(8.57)	(62.35)	(130.69)	(68.05)	(109.37)	(136.12)		
	Total tax expense	258.46	288.33	298.88	815.30	783.53	992.08		
9	Profit for the period from continuing operations	916.70	826.23	818.91	2,493.82	2,286.70	3,014.65		
10	Profit / (Loss) for the period from discontinued operations	--	--	--	--	--	--		
11	Tax expense of discontinued operations	--	--	--	--	--	--		
12	Profit / (Loss) for the period from discontinued operations (After tax)	--	--	--	--	--	--		
13	Profit for the period	916.70	826.23	818.91	2,493.82	2,286.70	3,014.65		
14	Other comprehensive income								
	A. Items that will not be reclassified to profit and loss								
	- Remeasurements of the defined benefit liabilities / (asset)	11.51	14.21	53.99	68.25	(48.00)	(39.13)		
		11.51	14.21	53.99	68.25	(48.00)	(39.13)		
	B. Items that may be reclassified to profit and loss								
	- Effective portion of cash flow hedge	27.40	(92.32)	(92.26)	(131.70)	(38.63)	116.95		
	- Exchange differences in translating the financial statements of foreign operations	(91.04)	50.42	(7.88)	(18.95)	23.48	(110.48)		
		(63.64)	(41.90)	(100.14)	(150.65)	(15.15)	6.47		
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	864.57	798.54	772.76	2,411.42	2,223.55	2,981.99		
16	"Paid-up equity share capital (Face value of share ₹ 10 each)"	800.00	800.00	800.00	800.00	800.00	800.00		
17	Reserves excluding revaluation reserves						18,192.63		
18	Earnings per equity share (for continuing operations) in ₹								
	- Basic	11.46	10.33	10.24	31.17	28.58	37.68		
	- Diluted	11.46	10.33	10.24	31.17	28.58	37.68		
19	Earnings per equity share (for discontinued operations) in ₹								
	- Basic	--	--	--	--	--	--		
	- Diluted	--	--	--	--	--	--		
20	Earnings per equity share (for discontinued and continuing operations) in ₹								
	- Basic	11.46	10.33	10.24	31.17	28.58	37.68		
	- Diluted	11.46	10.33	10.24	31.17	28.58	37.68		
21	Dividend per share (in ₹)								
	Interim dividend	7	--	6	7	6	6		
	Final dividend	--	--	--	--	--	3		
	Total dividend	7	--	6	7	6	9		

Audited unconsolidated financial information

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended	
		Dec 31, 2017 (Audited)	Sept 30, 2017 (Audited)	Dec 31, 2016 (Audited)	Dec 31, 2017 (Audited)	Dec 31, 2016 (Audited)	March 31, 2017 (Audited)	
1	Revenue from operations	4,300.09	4,374.91	4,626.27	12,947.44	13,024.16	17,329.64	
2	Profit before tax	1,048.81	1,159.94	1,294.90	3,239.54	3,293.59	4,037.41	
3	Profit after tax	777.32	864.10	868.36	2,392.56	2,402.33	2,940.32	

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended	
		Dec 31, 2017 (Audited)	Sept 30, 2017 (Audited)	Dec 31, 2016 (Audited)	Dec 31, 2017 (Audited)	Dec 31, 2016 (Audited)	March 31, 2017 (Audited)	
1	Segment revenue							
	- Services	3,320.23	3,325.67	3,274.35	9,883.77	9,898.14	13,086.58	
	- Digital	1,744.37	1,590.17	1,260.34	4,647.78	3,327.66	4,704.91	
	- Alliance	2,341.49	2,081.76	2,281.87	6,547.13	6,462.46	8,466.11	
	- Accelerite (Products)	512.81	614.92	638.79	1,732.89	1,825.05	2,526.79	
	Total	7,918.90	7,612.52	7,455.35	22,811.57	21,513.31	28,784.39	
2	Less: Inter segment revenue	--	--	--	--	--	--	
3	Net sales/income from operations	7,918.90	7,612.52	7,455.35	22,811.57	21,513.31	28,784.39	
4	Segment results profit/ (loss) before tax, interest and depreciation and amortization							
	- Services	1,371.95	1,297.62	1,342.73	3,917.43	4,203.04	5,524.82	
	- Digital	552.13	525.38	426.71	1,487.85	1,011.49	1,490.24	
	- Alliance	926.01	657.09	777.95	2,148.03	1,978.95	2,559.79	
	- Accelerite (Products)	176.86	283.03	286.75	714.21	775.00	1,103.11	
	Total	3,026.95	2,763.12	2,834.14	8,401.52	7,968.48	10,677.96	
5	Less:							
	- Finance cost	0.14	0.16	0.18	0.47	0.74	0.91	
	- Other un-allocable expenses	2,044.41	1,984.74	2,034.15	5,988.94	5,712.68	7,628.77	
6	Un-allocable income	192.76	336.34	317.98	897.01	815.17	958.45	
7	Total profit before tax	1,175.16	1,114.56	1,117.79	3,309.12	3,070.23	4,006.73	

8 Segment assets		As at		
		Dec 31, 2017 (Audited)	Dec 31, 2016 (Audited)	March 31, 2017 (Audited)
	- Services	2,241.34	2,387.25	2,109.80
	- Digital	1,319.91	1,065.94	1,318.83
	- Alliance	758.47	769.26	717.31
	- Accelerite (Products)	685.35	742.20	607.89
	Total allocable segment assets	5,005.07	4,964.65	4,753.83
	Unallocable assets	20,926.48	18,321.65	18,709.90
	Total assets	25,931.55	23,286.30	23,463.73

Notes for segment wise information :

- 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 the Chairman and Managing Director.
- Costs related to research and development are included under identifiable expenses for the purpose of segment reporting.

Segment wise capital employed

Segregation of assets (other than trade receivables), liabilities, depreciation and amortization and other non-cash expenses into various reportable segments have not been presented as the assets are used interchangeably between segments and the Group is of the view that it is not practical to reasonably allocate the other assets, liabilities and other non-cash expenses to individual segments and an ad-hoc allocation will not be meaningful.

Notes:

- The audited financial statements for the quarter and nine months ended December 31, 2017, have been taken on record by the Board of Directors at its meeting held on January 27, 2018 as recommended by the Audit Committee at its meeting held on January 25, 2018. The Statutory Auditors have expressed an unqualified audit opinion.
- The Company adopted Indian Accounting Standards (Ind AS) from April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- The Board of Directors at its meeting held on January 27, 2018 declared an interim dividend of ₹ 7 per share on the face value of ₹ 10 each for the Financial Year 2017-18.
- Dr. Anant Jhingran is appointed as an Additional Director (Independent Member) w.e.f. November 21, 2017.
- Mr. Mritunjay Singh resigned as executive director w.e.f. November 24, 2017.
- Mr. Sunil Sapre has been inducted on the Board of Directors and has been designated as an Additional Director (Executive Director and Chief Financial Officer) with immediate effect.
- Figures for the previous periods/year have been regrouped wherever necessary to conform to current period presentation.

By order of Board of Directors of Persistent Systems Limited

Pune
January 27, 2018

Dr. Anand Deshpande
Chairman and Managing Director

Kiran Umrootkar
Director

"For risks and uncertainties relating to forward-looking statements, please visit our website :- www.persistent.com"

**INDEPENDENT AUDITORS' REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS
TO THE BOARD OF DIRECTORS OF
PERSISTENT SYSTEMS LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of **PERSISTENT SYSTEMS LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and nine months ended December 31, 2017 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled on the basis of the related interim consolidated financial statements 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim consolidated financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parent's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



3. We did not audit the interim financial statements of 13 (thirteen) subsidiaries included in the consolidated financial results, whose interim financial statements reflect total revenues of Rs. 895.32 Million and Rs. 2,904.19 Million respectively, total income / (loss) after tax of Rs. (116.52) Million and Rs. (112.33) Million respectively and total comprehensive income/(loss) of Rs. (128.11) Million and Rs. 12.77 Million respectively for the quarter and nine months ended on December 31, 2017, as considered in the consolidated financial results. These interim financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.
4. The consolidated financial results include unaudited interim financial statements of 2 (two) step down subsidiaries whose interim financial statements reflect total revenue of Rs. 267.08 Million and Rs. 389.80 Million respectively, total profit/ (loss) after tax of Rs. Nil and Rs. Nil respectively and total comprehensive loss of Rs. 1.88 Million and Rs. 0.40 Million respectively for the quarter and nine months ended on December 31, 2017. The condensed consolidated financial results include the Group's share of profit after tax of Rs. NIL for the quarter and nine months ended December 31, 2017 in respect of 1 (one) associate. The financial statements of the aforesaid associate have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this entity is based solely on such unaudited interim financial statements.

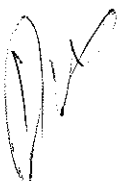
Our opinion on the Statement is not modified in respect of matters stated in paragraph 3 and 4 above.

5. In our opinion and to the best of our information and according to the explanations given to us, and read with paragraph 3 and 4 above, the Statement:

(i) includes the results of the following entities:

- | | |
|--|--|
| • Persistent Systems, Inc. | • Aepona Group Limited |
| • Persistent Systems Pte Limited | • Aepona Limited |
| • Persistent Systems France SAS | • Valista Limited |
| • Persistent Telecom Solutions Inc. | • Persistent Systems Lanka (Private) Limited |
| • Persistent Systems Malaysia Sdn. Bhd. | • Persistent Systems Mexico, S.A. de C.V. |
| • Akshat Corporation (d.b.a. RGen Solutions) | • Persistent Systems Israel Ltd. |
| • Aepona Holdings Limited | • Persistent Systems Germany GmbH |
| • Parx Werk AG | • PARX Consulting GmbH |

- (ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and



Deloitte Haskins & Sells LLP

- (iii) gives a true and fair view in conformity with the aforesaid Accounting Standard and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Group for the quarter and nine months ended December 31, 2017.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)

Place: Pune
Date: January 27, 2018


Hemant M. Joshi
Partner
Membership No.: 038019



Persistent Systems Limited

Regd. Office : Bhageerath, 402, Senapati Bapat Road, Pune 411016, India
Ph. No. +91(20)67030000; Fax +91(20)67030009; Email : info@persistent.com; 'www.persistent.com'; CIN L72300PN1990PLC056696

Audited consolidated financial results of Persistent Systems Limited for the quarter and nine months ended December 31, 2017

in ₹ Million

Sr. No.	Particulars		Quarter ended			Nine months ended		Year ended
			December 31, 2017 (Audited)	September 30, 2017 (Audited)	December 31, 2016 (Audited)	December 31, 2017 (Audited)	December 31, 2016 (Audited)	March 31, 2017 (Audited)
1	Revenue from operations		7,918.90	7,612.52	7,455.35	22,811.57	21,513.31	28,784.39
2	Other income		192.76	336.34	317.98	897.01	815.17	958.45
3	Total income	(1+2)	8,111.66	7,948.86	7,773.33	23,708.58	22,328.48	29,742.84
4	Expenses							
	- Employee benefits expense		4,787.18	4,668.13	4,703.74	13,831.81	13,423.43	17,648.97
	- Cost of professionals		775.55	809.27	478.46	2,313.95	1,521.60	2,177.66
	- Finance costs		0.14	0.16	0.18	0.47	0.74	0.91
	- Depreciation and amortization expense		392.63	379.44	386.53	1,163.98	1,096.05	1,490.17
	- Other expenses		981.00	977.30	1,086.63	3,089.25	3,216.43	4,304.29
	Total Expenses		6,936.50	6,834.30	6,655.54	20,399.46	19,258.25	25,622.00
5	Profit before exceptional items and tax	(3-4)	1,175.16	1,114.56	1,117.79	3,309.12	3,070.23	4,120.84
6	Exceptional items		-	-	-	-	-	(114.11)
7	Profit before tax	(5-6)	1,175.16	1,114.56	1,117.79	3,309.12	3,070.23	4,006.73
8	Tax expense							
	- Current tax		300.69	350.67	440.88	929.25	904.21	1,147.87
	- Tax credit in respect of earlier years		(33.66)	0.01	(11.31)	(45.90)	(11.31)	(19.67)
	- Deferred tax charge / (credit)		(8.57)	(62.35)	(130.69)	(68.05)	(109.37)	(136.12)
	Total tax expense		258.46	288.33	298.88	815.30	783.53	992.08
9	Profit for the period from continuing operations	(7-8)	916.70	826.23	818.91	2,493.82	2,286.70	3,014.65
10	Profit / (Loss) for the period from discontinued operations		-	-	-	-	-	-
11	Tax expense of discontinued operations		-	-	-	-	-	-
12	Profit / (Loss) for the period from discontinued operations (After tax)	(10-11)	-	-	-	-	-	-
13	Profit for the period	(9+12)	916.70	826.23	818.91	2,493.82	2,286.70	3,014.65
14	Other comprehensive income							
	A. Items that will not be reclassified to profit and loss							
	- Remeasurements of the defined benefit liabilities / (asset)		11.51	14.21	53.99	68.25	(48.00)	(39.13)
			11.51	14.21	53.99	68.25	(48.00)	(39.13)
	B. Items that may be reclassified to profit and loss							
	- Effective portion of cash flow hedge		27.40	(92.32)	(92.26)	(131.70)	(38.63)	116.95
	- Exchange differences in translating the financial statements of foreign operations		(91.04)	50.42	(7.88)	(18.95)	23.48	(110.48)
			(63.64)	(41.90)	(100.14)	(150.65)	(15.15)	6.47
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(13+14)	864.57	798.54	772.76	2,411.42	2,223.55	2,981.99
16	Paid-up equity share capital (Face value of share ₹ 10 each)		800.00	800.00	800.00	800.00	800.00	800.00
17	Reserves excluding revaluation reserves							18,192.63
18	Earnings per equity share (for continuing operations) in ₹							
	- Basic		11.46	10.33	10.24	31.17	28.58	37.68
	- Diluted		11.46	10.33	10.24	31.17	28.58	37.68
19	Earnings per equity share (for discontinued operations) in ₹							
	- Basic		-	-	-	-	-	-
	- Diluted		-	-	-	-	-	-
20	Earnings per equity share (for discontinued and continuing operations) in ₹							
	- Basic		11.46	10.33	10.24	31.17	28.58	37.68
	- Diluted		11.46	10.33	10.24	31.17	28.58	37.68
21	Dividend per share (in ₹)							
	Interim dividend		7	-	6	7	6	6
	Final dividend		-	-	-	-	-	3
	Total dividend		7	-	6	7	6	9



Audited unconsolidated financial information

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2017 (Audited)	September 30, 2017 (Audited)	December 31, 2016 (Audited)	December 31, 2017 (Audited)	December 31, 2016 (Audited)	March 31, 2017 (Audited)
Revenue from operations	4,300.09	4,374.91	4,626.27	12,947.44	13,024.16	17,329.64
Profit before tax	1,048.81	1,159.94	1,294.90	3,239.54	3,293.59	4,037.41
Profit after tax	777.32	864.10	868.36	2,392.56	2,402.33	2,940.32

Segment wise Revenue, Results and Capital Employed

Sr. No.	Particulars	Quarter ended			Nine Months ended		Year ended
		December 31, 2017 (Audited)	September 30, 2017 (Audited)	December 31, 2016 (Audited)	December 31, 2017 (Audited)	December 31, 2016 (Audited)	March 31, 2017 (Audited)
1	Segment revenue						
	- Services	3,320.23	3,325.67	3,274.35	9,883.77	9,898.14	13,086.58
	- Digital	1,744.37	1,590.17	1,260.34	4,647.78	3,327.66	4,704.91
	- Alliance	2,341.49	2,081.76	2,281.87	6,547.13	6,462.46	8,466.11
	- Accelerite (Products)	512.81	614.92	638.79	1,732.89	1,825.05	2,526.79
	Total	7,918.90	7,612.52	7,455.35	22,811.57	21,513.31	28,784.39
2	Less: Inter segment revenue	-	-	-	-	-	-
3	Net sales/income from operations	7,918.90	7,612.52	7,455.35	22,811.57	21,513.31	28,784.39
4	Segment results profit/ (loss) before tax, interest and depreciation and amortization						
	- Services	1,371.95	1,297.62	1,342.73	3,917.43	4,203.04	5,524.82
	- Digital	552.13	525.38	426.71	1,487.85	1,011.49	1,490.24
	- Alliance	926.01	657.09	777.95	2,282.03	1,978.95	2,559.79
	- Accelerite (Products)	176.86	283.03	286.75	714.21	775.00	1,103.11
	Total	3,026.95	2,763.12	2,834.14	8,401.52	7,968.48	10,677.96
5	Less:						
	- Finance cost	0.14	0.16	0.18	0.47	0.74	0.91
	- Other un-allocable expenses	2,044.41	1,984.74	2,034.15	5,988.94	5,712.68	7,628.77
6	Un-allocable income	192.76	336.34	317.98	897.01	815.17	958.45
7	Total profit before tax	1,175.16	1,114.56	1,117.79	3,309.12	3,070.23	4,006.73
8	Segment assets						
					As at		
		December 31, 2017 (Audited)	December 31, 2016 (Audited)	March 31, 2017 (Audited)			
	- Services	2,241.34	2,387.25	2,109.80			
	- Digital	1,319.91	1,065.94	1,318.83			
	- Alliance	758.47	769.26	717.31			
	- Accelerite (Products)	685.35	742.20	607.89			
	Total allocable segment assets	5,005.07	4,964.65	4,753.83			
	Unallocable assets	20,926.48	18,321.65	18,709.90			
	Total assets	25,931.55	23,286.30	23,463.73			

Notes for segment wise information:

i) 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 the Chairman and Managing Director.

ii) Costs related to research and development are included under identifiable expenses for the purpose of segment reporting.

Segment wise capital employed

Segregation of assets (other than trade receivables), liabilities, depreciation and amortization and other non-cash expenses into various reportable segments have not been presented as the assets are used interchangeably between segments and the Group is of the view that it is not practical to reasonably allocate the other assets, liabilities and other non-cash expenses to individual segments and an ad-hoc allocation will not be meaningful.



Notes:

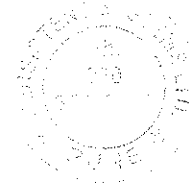
- 1 The audited financial statements for the quarter and nine months ended December 31, 2017, have been taken on record by the Board of Directors at its meeting held on January 27, 2018 as recommended by the Audit Committee at its meeting held on January 25, 2018. The Statutory Auditors have expressed an unqualified audit opinion.
- 2 The Company adopted Indian Accounting Standards (Ind AS) from April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 3 The Board of Directors at its meeting held on January 27, 2018 declared an interim dividend of ₹ 7 per share on the face value of ₹ 10 each for the Financial Year 2017-18.
- 4 Dr. Anant Jhingran is appointed as an Additional Director (Independent Member) w.e.f. November 21, 2017.
- 5 Mr. Mritunjay Singh resigned as executive director w.e.f. November 24, 2017.
- 6 Mr. Sunil Sapre has been inducted on the Board of Directors and has been designated as an Additional Director (Executive Director and Chief Financial Officer) with immediate effect.
- 7 Figures for the previous periods/year have been regrouped wherever necessary to conform to current period presentation.

By order of Board of Directors of Persistent Systems Limited

Anand Deshpande

Dr. Anand Deshpande
Chairman and Managing Director

Kiran Umrootkar
Director



Pune
January 27, 2018

"For risks and uncertainties relating to forward-looking statements, please visit our website :- www.persistent.com"

**INDEPENDENT AUDITORS' REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS
TO THE BOARD OF DIRECTORS OF
PERSISTENT SYSTEMS LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **PERSISTENT SYSTEMS LIMITED** ("the Company"), for the quarter and nine months ended December 31, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related interim standalone financial statements which 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim standalone financial statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



Deloitte Haskins & Sells LLP

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- a. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - b. gives a true and fair view in conformity with the aforesaid Indian Accounting Standard ("Ind AS") and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter and nine months ended December 31, 2017.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Place: Pune

Date: January 27, 2018


Hemant M. Joshi
Partner
Membership No.: 038019

Audited unconsolidated financial results of Persistent Systems Limited for the quarter and nine months ended December 31, 2017

Sr. No.	Particulars		Quarter ended			Nine months ended		Year ended
			December 31, 2017 (Audited)	September 30, 2017 (Audited)	December 31, 2016 (Audited)	December 31, 2017 (Audited)	December 31, 2016 (Audited)	March 31, 2017 (Audited)
1	Revenue from operations		4,300.09	4,374.91	4,626.27	12,947.44	13,024.16	17,329.64
2	Other income		252.12	365.50	294.71	993.57	798.20	946.21
3	Total income	(1+2)	4,552.21	4,740.41	4,920.98	13,941.01	13,822.36	18,275.85
4	Expenses							
	- Employee benefits expense		2,252.99	2,239.02	2,241.53	6,637.48	6,507.73	8,682.69
	- Cost of professionals		512.42	566.98	480.91	1,671.80	1,487.24	2,193.59
	- Finance costs		0.14	0.16	0.18	0.47	0.74	0.91
	- Depreciation and amortization expense		128.18	134.12	153.76	414.99	459.46	609.68
	- Other expenses		609.67	640.19	749.70	1,976.73	2,073.60	2,751.57
	Total Expenses		3,503.40	3,580.47	3,626.08	10,701.47	10,528.77	14,238.44
5	Profit before exceptional items and tax	(3-4)	1,048.81	1,159.94	1,294.90	3,239.54	3,293.59	4,037.41
6	Exceptional items		-	-	-	-	-	-
7	Profit before tax	(5-6)	1,048.81	1,159.94	1,294.90	3,239.54	3,293.59	4,037.41
8	Tax expense							
	- Current tax		284.92	330.73	438.37	877.28	882.29	1,086.80
	- Tax credit in respect of earlier years		(3.99)	-	-	(3.99)	-	(8.43)
	- Deferred tax charge / (credit)		(9.44)	(34.89)	(11.83)	(26.31)	8.97	18.72
	Total tax expense		271.49	295.84	426.54	846.98	891.26	1,097.09
9	Profit for the period from continuing operations	(7-8)	777.32	864.10	868.36	2,392.56	2,402.33	2,940.32
10	Profit/(Loss) for the period from discontinued operations		-	-	-	-	-	-
11	Tax expense of discontinued operations		-	-	-	-	-	-
12	Profit/(Loss) for the period from discontinued operations (After tax)	(10-11)	-	-	-	-	-	-
13	Profit for the period	(9+12)	777.32	864.10	868.36	2,392.56	2,402.33	2,940.32
14	Other comprehensive income							
	A. Items that will not be reclassified to profit and loss							
	- Remeasurements of the defined benefit liabilities / (asset)		12.04	12.93	14.60	72.13	(49.80)	(41.40)
			12.04	12.93	14.60	72.13	(49.80)	(41.40)
	B. Items that may be reclassified to profit and loss							
	- Effective portion of cash flow hedge		27.40	(92.32)	(92.26)	(131.70)	(38.63)	116.95
			27.40	-92.32	-92.26	-131.70	-38.63	116.95
	Total other comprehensive income for the period / year	(A+B)	39.44	(79.39)	(77.66)	(59.57)	(88.43)	75.55
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(13+14)	816.76	784.71	790.70	2,332.99	2,313.90	3,015.87
16	Paid-up equity share capital (Face value of share ₹ 10 each)		800.00	800.00	800.00	800.00	800.00	800.00
17	Reserves excluding revaluation reserves							17,344.14
18	Earnings per equity share (for continuing operations) in ₹							
	- Basic		9.72	10.80	10.85	29.91	30.03	36.75
	- Diluted		9.72	10.80	10.85	29.91	30.03	36.75
19	Earnings per equity share (for discontinued operations) in ₹							
	- Basic		-	-	-	-	-	-
	- Diluted		-	-	-	-	-	-
20	Earnings per equity share (for discontinued operations and continuing operations) in ₹							
	- Basic		9.72	10.80	10.85	29.91	30.03	36.75
	- Diluted		9.72	10.80	10.85	29.91	30.03	36.75
21	Dividend per share (in ₹)							
	Interim dividend		7	-	6	7	6	6
	Final dividend		-	-	-	-	-	3
	Total dividend		7	-	6	7	6	9



Notes:

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By order of Board of Directors of Persistent Systems Limited

Anand Deshpande

Dr. Anand Deshpande
Chairman and Managing Director

Kiran Umrootkar

Kiran Umrootkar
Director

Pune
January 27, 2018



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