

NSE & BSE / 2017-18 / 51

July 21, 2017

The Manager
Corporate Services,
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai 400 051

The Manager
Corporate Services,
BSE Limited
14th Floor, P J Towers, Dalal Street,
Mumbai 400 001

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 July 20, 2017 and concluded at 1550 HRS (IST) on July 21, 2017, has taken the following decisions:

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 June 30, 2017 have been approved. Accordingly, we enclose the following documents:

1. Auditors' Report dated July 21, 2017 on the Consolidated Financial Results of the Company for the quarter ended June 30, 2017;
2. Consolidated Financial Results of the Company for the quarter ended June 30, 2017;
3. Auditors' Report dated July 21, 2017 on the Unconsolidated Financial Results of the Company for the quarter ended June 30, 2017;
4. Unconsolidated Financial Results of the Company for the quarter ended June 30, 2017

Please acknowledge the receipt.

Thanking you,

Yours faithfully,

For **Persistent Systems Limited**



Amit Atre
Company Secretary



Encl.: As above

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"), 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. 704.64 Million for the Quarter ended June 30, 2017, and total profit after tax of Rs. 133.26 Million and Total comprehensive income of Rs. 31.47 Million for the quarter ended on that date, 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

4. 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.
5. The consolidated financial results also include the share of net result Rs. NIL in respect of 1 (One) associate for the quarter ended June 30, 2017. Financial statements of this entity have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this entity is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

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

6. 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:

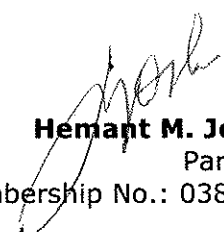
- | | |
|--|--|
| • Persistent Systems, Inc. | • Aepona Group Limited |
| • Persistent Systems Pte Limited | • Aepona Limited |
| • Persistent Systems France SAS | • Valista Limited |
| • Persistent Telecom Solutions Inc. | • Persistent Systems Lanka (Private) Limited |
| • Persistent Systems Malaysia 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 |

(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

(iii) gives a true and fair view in conformity with the aforesaid Accounting Standards 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 ended June 30, 2017.

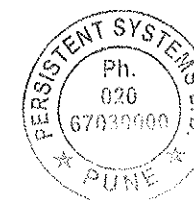
For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm Registration No. 117366W/W-100018)

Place: Pune
Date: July 21, 2017


Hemant M. Joshi
Partner
Membership No.: 038019

Audited consolidated financial results of Persistent Systems Limited for the quarter ended June 30, 2017

Sr. No.	Particulars		Quarter ended			in ₹ Million
			June 30, 2017 (Audited)	June 30, 2016 (Audited)	March 31, 2017 (Audited)	Year ended March 31, 2017 (Audited)
1	Revenue from operations		7,280.15	7,017.77	7,271.08	28,784.39
2	Other income		367.91	253.49	143.28	958.45
3	Total income	(1+2)	7,648.06	7,271.26	7,414.36	29,742.84
4	Expenses					
	- Employee benefits expense		4,376.50	4,320.49	4,310.75	17,648.97
	- Cost of professionals		729.13	523.95	570.85	2,177.66
	- Finance costs		0.17	0.19	0.17	0.91
	- Depreciation and amortization expense		391.91	342.81	394.12	1,490.17
	- Other expenses		1,130.95	1,115.82	1,087.86	4,304.29
	Total Expenses		6,628.66	6,303.26	6,363.75	25,622.00
5	Profit before exceptional items and tax	(3-4)	1,019.40	968.00	1,050.61	4,120.84
6	Exceptional items		-	-	(114.11)	(114.11)
7	Profit before tax	(5-6)	1,019.40	968.00	936.50	4,006.73
8	Tax expense					
	- Current tax		277.89	314.28	243.66	1,147.87
	- Tax credit in respect of earlier years		(12.25)	-	(8.36)	(19.67)
	- Deferred tax charge / (credit)		2.87	(79.14)	(26.75)	(136.12)
	Total tax expense		268.51	235.14	208.55	992.08
9	Profit for the period from continuing operations	(7-8)	750.89	732.86	727.95	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)	750.89	732.86	727.95	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)		42.53	33.64	8.87	(39.13)
			42.53	33.64	8.87	(39.13)
	B. Items that may be reclassified to profit and loss					
	- Effective portion of cash flow hedge		(66.78)	(52.84)	155.58	116.95
	- Exchange differences in translating the financial statements of foreign operations		21.67	84.92	(133.96)	(110.48)
			(45.11)	32.08	21.62	6.47
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(13+14)	748.31	798.58	758.44	2,981.99
16	Paid-up equity share capital (Face value of share ₹ 10 each)		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		9.39	9.16	9.10	37.68
	- Diluted		9.39	9.16	9.10	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		9.39	9.16	9.10	37.68
	- Diluted		9.39	9.16	9.10	37.68
21	Dividend per share (in ₹)					
	Interim dividend		-	-	-	6
	Final dividend		-	-	3	3
	Total dividend		-	-	3	9



Audited unconsolidated financial information

Particulars	Quarter ended			in ₹ Million
	June 30, 2017 (Audited)	June 30, 2016 (Audited)	March 31, 2017 (Audited)	March 31, 2017 (Audited)
Revenue from operations	4,272.44	4,172.95	4,305.48	17,329.64
Profit before tax	1,030.79	1,040.95	743.82	4,037.41
Profit after tax	751.14	796.74	537.99	2,940.32

Segment wise Revenue, Results and Capital Employed

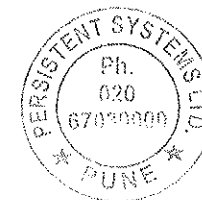
Sr. No.	Particulars	Quarter ended			in ₹ Million
		June 30, 2017 (Audited)	June 30, 2016 (Audited)	March 31, 2017 (Audited)	March 31, 2017 (Audited)
1	Segment revenue				
	- Services	3,237.87	3,338.22	3,188.44	13,086.58
	- Digital	1,313.24	1,002.01	1,377.25	4,704.91
	- Alliance	2,123.88	2,110.61	2,003.65	8,466.11
	- Accelerite (Products)	605.16	566.93	701.74	2,526.79
	Total	7,280.15	7,017.77	7,271.08	28,784.39
2	Less: Inter segment revenue	-	-	-	-
3	Net sales/income from operations	7,280.15	7,017.77	7,271.08	28,784.39
4	Segment results profit/ (loss) before tax, interest and depreciation and amortization				
	- Services	1,247.86	1,420.09	1,321.78	5,524.82
	- Digital	410.34	263.82	478.75	1,490.24
	- Alliance	698.93	657.77	580.84	2,559.79
	- Accelerite (Products)	254.32	238.24	328.11	1,103.11
	Total	2,611.45	2,579.92	2,709.48	10,677.96
5	Less:				
	- Finance cost	0.17	0.19	0.17	0.91
	- Other un-allocable expenses	1,959.79	1,865.22	1,916.09	7,628.77
6	Un-allocable income	367.91	253.49	143.28	958.45
7	Total profit before tax	1,019.40	968.00	936.50	4,006.73
8	Segment assets				
			As at		
		June 30, 2017 (Audited)	June 30, 2016 (Audited)	March 31, 2017 (Audited)	
	- Services	2,214.86	2,409.90	2,109.80	
	- Digital	1,198.46	807.91	1,318.83	
	- Alliance	826.30	560.57	717.31	
	- Accelerite (Products)	442.83	275.51	607.89	
	Total allocable segment assets	4,682.45	4,053.89	4,753.83	
	Unallocable assets	18,848.69	17,171.22	18,709.90	
	Total assets	23,531.14	21,225.11	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 CEO and Managing Director.
- Cost 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 ended June 30, 2017, have been taken on record by the Board of Directors at its meeting concluded on July 21, 2017 as recommended by the Audit Committee at its meeting held on July 20, 2017. 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. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting.
- 3 Persistent Systems Limited ("the Parent Company") had received a show cause notice from the Commissioner of Service Tax on December 19, 2016 for non-payment of service tax of ₹ 452.15 million under import of services on reverse charge basis, excluding interest and penalty, if applicable. The issue relates to the professional and technical services rendered by overseas subsidiaries on behalf of the Parent Company to its overseas customers for the period 2011-12 to 2014-15. Post representations made by the Company, the Learned Principal Commissioner of Service Tax, Pune, adjudicated the aforesaid show-cause notice and issued an order on May 29, 2017, reducing the demand to ₹ 165.51 million based on the period of limitation and as a result of that, the said demand now covers financial year 2014-15. The Parent Company is in the process of filing an appeal before the appellate authorities.
The Parent Company believes that since the said services rendered by the overseas subsidiaries have been performed outside India, the same do not fall under import of services. The Parent Company has obtained an independent legal opinion in respect of the above matter, and believes that the liability is not likely to arise and therefore, no provision is considered necessary in the financial statements. Considering the view of the Service Tax Authorities, based on legal advice, and due prudence, the Parent Company has deposited, an amount of ₹ 647.36 million towards service tax in respect of the above matter, for the period from April 01, 2014 to June 30, 2017, under protest. The Company will be able to utilize cenvat credit against the service tax so paid and/or seek refund / rebate of the same.
- 4 German subsidiary of the Parent company has signed an agreement on 21st July, 2017 to acquire PARX Werks AG, a Salesforce Certified Platinum Partner in DACH region. This acquisition is subject to customary closing conditions.
- 5 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

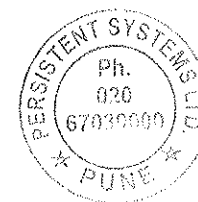


Dr. Anand Deshpande
Chairman and Managing Director



Kiran Umrootkar
Director

Pune
July 21, 2017



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

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 ended June 30, 2017

Segment wise Revenue, Results and Capital Employed

		₹ in Million			
Sr. No.	Particulars	Quarter ended			Year ended
		June 30, 2017 (Audited)	June 30, 2016 (Audited)	March 31, 2017 (Audited)	March 31, 2017 (Audited)
1	Revenue from operations	7,280.15	7,017.77	7,271.08	28,784.39
2	Other income	367.91	253.49	143.28	958.45
3	Total income	7,648.06	7,271.26	7,414.36	29,742.84
4	Expenses				
-	Employee benefits expense	4,376.50	4,320.49	4,310.75	17,648.97
-	Cost of professionals	729.13	523.95	570.85	2,177.66
-	Finance costs	0.17	0.19	0.17	0.91
-	Depreciation and amortization expense	391.91	342.81	394.12	1,490.17
-	Other expenses	1,130.95	1,115.82	1,087.86	4,304.29
	Total Expenses	6,628.66	6,303.26	6,363.75	25,622.00
5	Profit before exceptional items and tax	1,019.40	968.00	1,050.61	4,120.84
6	Exceptional items	-	-	(114.11)	(114.11)
7	Profit before tax	1,019.40	968.00	936.50	4,006.73
8	Tax expense				
-	Current tax	277.89	314.28	243.66	1,147.87
-	Tax credit in respect of earlier years	(12.25)	-	(8.36)	(19.67)
-	Deferred tax charge / (credit)	2.87	(79.14)	(26.75)	(136.12)
	Total tax expense	268.51	235.14	208.55	992.08
9	Profit for the period from continuing operations	750.89	732.86	727.95	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	750.89	732.86	727.95	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)	42.53	33.64	8.87	(39.13)
		42.53	33.64	8.87	(39.13)
B.	Items that may be reclassified to profit and loss				
-	Effective portion of cash flow hedge	(66.78)	(52.84)	155.58	116.95
-	Exchange differences in translating the financial statements of foreign operations	21.67	84.92	(133.96)	(110.48)
		(45.11)	32.08	21.62	6.47
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	748.31	798.58	758.44	2,981.99
16	Paid-up equity share capital (Face value of share ₹ 10 each)	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	9.39	9.16	9.10	37.68
-	Diluted	9.39	9.16	9.10	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	9.39	9.16	9.10	37.68
-	Diluted	9.39	9.16	9.10	37.68
21	Dividend per share (in ₹)				
-	Interim dividend	-	-	-	6
-	Final dividend	-	-	3	3
	Total dividend	-	-	3	9

Audited unconsolidated financial information

		₹ in Million			
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Sr. No.	Particulars	Quarter ended			Year ended
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7	Total profit before tax	1,019.40	968.00	936.50	4,006.73

		₹ in Million		
8	Segment assets	As at		
		June 30, 2017 (Audited)	June 30, 2016 (Audited)	March 31, 2017 (Audited)
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-	Digital	1,198.46	807.91	1,318.83
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Segment wise capital employed

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Notes:

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By order of Board of Directors of Persistent Systems Limited

Pune
July 21, 2017

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 Standalone Financial Results of **PERSISTENT SYSTEMS LIMITED** ("the Company"), for the Quarter ended June 30, 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.

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 Standards ("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 ended June 30, 2017.

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

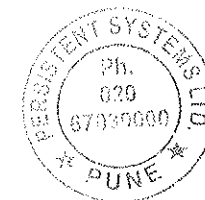
Place: Pune

Date: July 21, 2017


Hemant M. Joshi
Partner
Membership No.: 038019

Audited unconsolidated financial results of Persistent Systems Limited for the quarter ended June 30, 2017

Sr. No.	Particulars		Quarter ended			in ₹ Million
			June 30, 2017 (Audited)	June 30, 2016 (Audited)	March 31, 2017 (Audited)	Year ended March 31, 2017 (Audited)
1	Revenue from operations	(1+2)	4,272.44	4,172.95	4,305.48	17,329.64
2	Other income		375.95	247.74	148.01	946.21
3	Total income		4,648.39	4,420.69	4,453.49	18,275.85
4	Expenses					
	- Employee benefits expense		2,145.47	2,134.71	2,174.96	8,682.69
	- Cost of professionals		592.40	464.46	706.35	2,193.59
	- Finance costs		0.17	0.19	0.17	0.91
	- Depreciation and amortization expense		152.69	154.43	150.22	609.68
	- Other expenses		726.87	625.95	677.97	2,751.57
	Total Expenses		3,617.60	3,379.74	3,709.67	14,238.44
5	Profit before exceptional items and tax	(3-4)	1,030.79	1,040.95	743.82	4,037.41
6	Exceptional items		-	-	-	-
7	Profit before tax	(5-6)	1,030.79	1,040.95	743.82	4,037.41
8	Tax expense					
	- Current tax		261.63	305.32	204.51	1,086.80
	- Tax credit in respect of earlier years		-	-	(8.43)	(8.43)
	- Deferred tax charge / (credit)		18.02	(61.11)	9.75	18.72
	Total tax expense		279.65	244.21	205.83	1,097.09
9	Profit for the period from continuing operations	(7-8)	751.14	796.74	537.99	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)	751.14	796.74	537.99	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)		47.16	48.07	8.40	(41.40)
			47.16	48.07	8.40	(41.40)
	B. Items that may be reclassified to profit and loss					
	- Effective portion of cash flow hedge		(66.78)	(52.84)	155.58	116.95
			(66.78)	(52.84)	155.58	116.95
	Total other comprehensive income for the period / year	(A+B)	(19.62)	(4.77)	163.98	75.55
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(13+14)	731.52	791.97	701.97	3,015.87
16	Paid-up equity share capital (Face value of share ₹ 10 each)		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		9.39	9.96	6.72	36.75
	- Diluted		9.39	9.96	6.72	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		9.39	9.96	6.72	36.75
	- Diluted		9.39	9.96	6.72	36.75
21	Dividend per share (in ₹)					
	Interim dividend		-	-	-	6
	Final dividend		-	-	3	3
	Total dividend		-	-	3	9



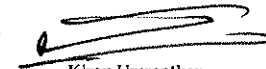
Notes:

- 1 The audited financial statements for the quarter ended June 30, 2017, have been taken on record by the Board of Directors at its meeting concluded on July 21, 2017 as recommended by the Audit Committee at its meeting held on July 20, 2017. 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. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting.
- 3 Persistent Systems Limited ("the Company") had received a show cause notice from the Commissioner of Service Tax on December 19, 2016 for non-payment of service tax of ₹ 452.15 million under import of services on reverse charge basis, excluding interest and penalty, if applicable. The issue relates to the professional and technical services rendered by overseas subsidiaries on behalf of the Company to its overseas customers for the period 2011-12 to 2014-15. Post representations made by the Company, the Learned Principal Commissioner of Service Tax, Pune, adjudicated the aforesaid show-cause notice and issued an order on May 29, 2017, reducing the demand to ₹ 165.51 million based on the period of limitation and as a result of that, the said demand now covers financial year 2014-15. The Company is in the process of filing an appeal before the appellate authorities.
The Company believes that since the said services rendered by the overseas subsidiaries have been performed outside India, the same do not fall under import of services. The Company has obtained an independent legal opinion in respect of the above matter, and believes that the liability is not likely to arise and therefore, no provision is considered necessary in the financial statements.
Considering the view of the Service Tax Authorities, based on legal advice, and due prudence, the Company has deposited, an amount of ₹ 647.36 million towards service tax in respect of the above matter, for the period from April 01, 2014 to June 30, 2017, under protest. The Company will be able to utilize cenvat credit against the service tax so paid and/or seek refund / rebate of the same.
- 4 German subsidiary of the Company has signed an agreement on 21st July, 2017 to acquire PARX Werks AG, a Salesforce Certified Platinum Partner in DACH region. This acquisition is subject to customary closing conditions.
- 5 Figures for the previous periods/year have been regrouped wherever necessary to conform to current period presentation.

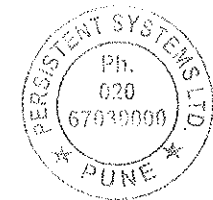
By order of Board of Directors of Persistent Systems Limited

Anand Deshpande

Dr. Anand Deshpande
Chairman and Managing Director



Kiran Umrootkar
Director



Pune
July 21, 2017

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