



PERSISTENT

NSE & BSE / 2017-18 / 74

October 16, 2017

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

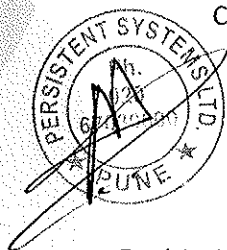
Ref: Scrip Code: 533179

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 October 15, 2017 and concluded at 1545 HRS (IST) on October 16, 2017, 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 and half year ended September 30, 2017 have been approved. Accordingly, we enclose the following documents:
1. Auditors' Report dated October 16, 2017 on the Consolidated Financial Results of the Company for the quarter and half year ended September 30, 2017;
 2. Consolidated Financial Results of the Company for the quarter and half year ended September 30, 2017;
 3. Auditors' Report dated October 16, 2017 on the Unconsolidated Financial Results of the Company for the quarter and half year ended September 30, 2017;
 4. Unconsolidated Financial Results of the Company for the quarter and half year ended September 30, 2017
- B. The Board of Directors has approved the appointment of M/s. SKO and Associates, Practicing Company Secretaries as the Auditor for conducting the Secretarial Audit of the Company for the Financial Year 2017-18.
- C. The Agreement entered with Mr. Thomas Kendra, Non-Executive Non-Independent Director through his business concern, M/s. Azure Associates LLC, USA for providing business consultation, coaching,

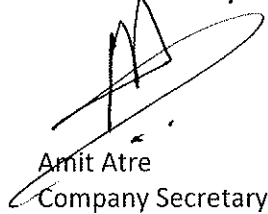


advisory and mentoring services to the Company's executives has been extended on the same terms for another period of 12 (Twelve) months with effect from October 1, 2017.

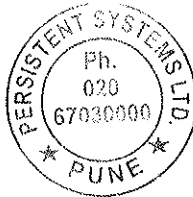
Please acknowledge the receipt.

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 half year ended September 30, 2017

₹ in Million

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended March 31, 2017 (Audited)
		September 30, 2017 (Audited)	June 30, 2017 (Audited)	September 30, 2016 (Audited)	September 30, 2017 (Audited)	September 30, 2016 (Audited)	
1	Revenue from operations	7,612.52	7,280.15	7,040.19	14,892.67	14,057.96	28,784.39
2	Other income	336.34	367.91	243.72	704.25	497.19	958.45
3	Total income	7,948.86	7,648.06	7,283.91	15,596.92	14,555.15	29,742.84
4	Expenses						
	- Employee benefits expense	4,668.13	4,376.50	4,399.20	9,044.63	8,719.69	17,648.97
	- Cost of professionals	809.27	729.13	519.19	1,538.40	1,043.14	2,177.66
	- Finance costs	0.16	0.17	0.37	0.33	0.56	0.91
	- Depreciation and amortization expense	379.44	391.91	366.71	771.35	709.52	1,490.17
	- Other expenses	977.30	1,130.95	1,014.00	2,108.25	2,129.80	4,304.29
	Total Expenses	6,834.30	6,628.66	6,299.47	13,462.96	12,602.71	25,622.00
5	Profit before exceptional items and tax	1,114.56	1,019.40	984.44	2,133.96	1,952.44	4,120.84
6	Exceptional items	--	--	--	--	--	(114.11)
7	Profit before tax	1,114.56	1,019.40	984.44	2,133.96	1,952.44	4,006.73
8	Tax expense						
	- Current tax	350.67	277.89	149.05	628.56	463.33	1,147.87
	- Tax credit in respect of earlier years	0.01	(12.25)	--	(12.24)	--	(19.67)
	- Deferred tax charge / (credit)	(62.35)	2.87	100.46	(59.48)	21.32	(136.12)
	Total tax expense	288.33	268.51	249.51	556.84	484.65	992.08
9	Profit for the period from continuing operations	826.23	750.89	734.93	1,577.12	1,467.79	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	826.23	750.89	734.93	1,577.12	1,467.79	3,014.65
14	Other comprehensive income						
A.	Items that will not be reclassified profit and loss						
	- Remeasurements of the defined benefit liabilities / (asset)	14.21	42.53	(135.63)	56.74	(101.99)	(39.13)
		14.21	42.53	(135.63)	56.74	(101.99)	(39.13)
B.	Items that may be reclassified to profit and loss						
	- Effective portion of cash flow hedge	(92.32)	(66.78)	106.47	(159.10)	53.63	116.95
	- Exchange differences in translating the financial statements of foreign operations	50.42	21.67	(53.56)	72.09	31.36	(110.48)
		(41.90)	(45.11)	52.91	(87.01)	84.99	6.47
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	798.54	748.31	652.21	1,546.85	1,450.79	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	10.33	9.39	9.19	19.71	18.35	37.68
	- Diluted	10.33	9.39	9.19	19.71	18.35	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	10.33	9.39	9.19	19.71	18.35	37.68
	- Diluted	10.33	9.39	9.19	19.71	18.35	37.68
21	Dividend per share (in ₹)						
	Interim dividend	--	--	--	--	--	6
	Final dividend	--	--	--	--	--	3
	Total dividend	--	--	--	--	--	9

Segment wise Revenue, Results and Capital Employed

₹ in Million

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended March 31, 2017 (Audited)
		Sept. 30, 2017 (Audited)	June 30, 2017 (Audited)	Sept. 30, 2016 (Audited)	Sept. 30, 2017 (Audited)	Sept. 30, 2016 (Audited)	
1	Segment revenue						
	- Services	3,325.67	3,237.87	3,285.57	6,563.54	6,623.79	13,086.58
	- Digital	1,590.17	1,313.24	1,065.31	2,903.41	2,067.32	4,704.91
	- Alliance	2,081.76	2,123.88	2,069.98	4,205.64	4,180.59	8,466.11
	- Accelerite (Products)	614.92	605.16	619.33	1,220.08	1,186.26	2,526.79
	Total	7,612.52	7,280.15	7,040.19	14,892.67	14,057.96	28,784.39
2	Less: Inter segment revenue	--	--	--	--	--	--
3	Net sales/income from operations	7,612.52	7,280.15	7,040.19	14,892.67	14,057.96	28,784.39
4	Segment results profit/ (loss) before tax, interest and depreciation and amortization						
	- Services	1,297.62	1,247.86	1,440.22	2,545.48	2,860.31	5,524.82
	- Digital	525.38	410.34	320.96	935.72	584.78	1,490.24
	- Alliance	657.09	698.93	543.23	1,356.02	1,201.00	2,559.79
	- Accelerite (Products)	283.03	254.32	250.01	537.35	488.25	1,103.11
	Total	2,763.12	2,611.45	2,554.42	5,374.57	5,134.34	10,677.96
5	Less:						
	- Finance cost	0.16	0.17	0.37	0.33	0.56	0.91
	- Other un-allocable expenses	1,984.74	1,959.79	1,813.33	3,944.53	3,678.53	7,628.77
6	Un-allocable income	336.34	367.91	243.72	704.25	497.19	958.45
7	Total profit before tax	1,114.56	1,019.40	984.44	2,133.96	1,952.44	4,006.73

₹ in Million

8	Segment assets	As at		
		Sept. 30, 2017 (Audited)	Sept. 30, 2016 (Audited)	March 31, 2017 (Audited)
	- Services	2,230.45	2,213.15	2,109.80
	- Digital	1,410.83	949.38	1,318.83
	- Alliance	667.79	605.11	717.31
	- Accelerite (Products)	529.21	410.80	607.89
	Total allocable segment assets	4,838.28	4,178.44	4,753.83
	Unallocable assets	20,078.75	17,815.22	18,709.90
	Total assets	24,917.03	21,993.66	23,463.73

Audited consolidated statement of assets and liabilities

₹ in Million

Particulars	As at		
	Sept. 30, 2017 (Audited)	Sept. 30, 2016 (Audited)	March 31, 2017 (Audited)
ASSETS			
Non-current assets			
Property, Plant and Equipment	2,669.23	2,812.50	2,768.36
Capital work-in-progress	29.14	93.98	48.47
Goodwill	76.80	78.29	76.23
Other Intangible assets	2,834.12	2,521.51	2,515.05
Intangible assets under development	157.51	338.46	241.13
Financial assets			
- Investments	2,547.30	1,929.05	2,339.44
- Loans	133.03	140.45	131.49
- Other non-current financial assets	317.41	936.68	922.36
Deferred tax assets (net)	559.51	133.70	306.39
Other non-current assets	56.63	81.47	71.85
Total non-current assets	9,380.68	9,066.09	9,420.77
Current assets			
Financial assets			
- Investments	4,810.64	4,205.14	4,499.66
- Trade receivables	4,838.28	4,178.44	4,753.83
- Cash and cash equivalents	1,754.18	1,236.18	1,461.38
- Other bank balances	681.97	45.82	48.25
- Loans	11.59	11.11	14.00
- Other current financial assets	2,041.38	2,359.53	2,316.03
Current tax assets (net)	--	169.05	94.42
Other current assets	1,398.31	722.30	855.39
Total current assets	15,536.35	12,927.57	14,042.96
TOTAL ASSETS	24,917.03	21,993.66	23,463.73
EQUITY AND LIABILITIES			
Equity			
Equity share capital	800.00	800.00	800.00
Other equity	19,457.62	17,215.62	18,192.63
Total Equity	20,257.62	18,015.62	18,992.63
Liabilities			
Non-current liabilities			
Financial liabilities			
- Borrowings	20.20	25.77	21.71
- Deferred payment liabilities	--	4.41	19.74
Provisions	167.96	156.94	146.14
Deferred tax liabilities (net)	217.50	--	110.75
Total Non-current liabilities	405.66	187.12	298.34
Current liabilities			
Financial liabilities			
- Trade payables	1,499.03	950.79	1,202.36
- Deferred payment liabilities	--	--	0.86
- Other financial liabilities	487.06	730.94	452.72
Other current liabilities	908.93	859.76	1,125.75
Provisions	1,354.36	1,249.43	1,391.07
Current tax liabilities (net)	4.47	--	--
Total current liabilities	4,253.85	3,790.92	4,172.76
TOTAL EQUITY AND LIABILITIES	24,917.03	21,993.66	23,463.73

Audited unconsolidated financial information

₹ in Million

Particulars	Quarter ended			Half year ended		Year ended March 31, 2017 (Audited)
	Sept. 30, 2017 (Audited)	June 30, 2017 (Audited)	Sept. 30, 2016 (Audited)	Sept. 30, 2017 (Audited)	Sept. 30, 2016 (Audited)	
Revenue from operations	4,374.91	4,272.44	4,224.94	8,647.35	8,397.89	17,329.64
Profit before tax	1,159.94	1,030.79	957.74	2,190.73	1,998.69	4,037.41
Profit after tax	864.10	751.14	737.23	1,615.24	1,533.97	2,940.32

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:

- The audited financial statements for the quarter and half year ended September 30, 2017, have been taken on record by the Board of Directors at its meeting concluded on October 16, 2017 as recommended by the Audit Committee at its meeting held on October 15, 2017. 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 German subsidiary of the parent company has completed the acquisition of PARX Werks AG, a Salesforce Platinum Partner in the DACH region on July 31, 2017. Accordingly, above results include the financial performance of PARX Werks AG.
- The Agreement entered with Mr. Thomas Kendra, Non-Executive Non-Independent Director through his business concern, M/s. Azure Associates LLC, USA for providing business consultation, coaching, advisory and mentoring services to the Company's executives has been extended on the same terms for another period of 12 (Twelve) months with effect from October 1, 2017.
- 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
October 16, 2017

Dr. Anand Deshpande
Chairman and Managing Director

Pradeep Bhargava
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"), 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.

Deloitte Haskins & Sells LLP

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. 818.83 Million and Rs. 1,523.47 Million respectively, total profit/ (loss) after tax of Rs. (7.27) Million and Rs. 125.99 Million respectively and Total comprehensive income of Rs. 3.02 Million and Rs. 167.75 Million respectively for the quarter and six months ended on September 30, 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 condensed consolidated financial results include unaudited interim financial statements of 2 (two) step down subsidiaries whose interim financial statements include total revenue of Rs. 122.72 Million and Rs. 122.72 Million respectively, total profit/ (loss) after tax of Rs. Nil and Rs. Nil respectively and Total comprehensive income of Rs. 1.48 Million and Rs. 1.48 Million respectively for the quarter and six months ended on September 30, 2017. The condensed consolidated financial results also include the Group's share of profit after tax of Rs. NIL for the quarter and six months ended September 30, 2017 in respect of 1 (one) associate. The financial statements of the aforesaid step down subsidiaries and an 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 condensed consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these entities is based solely on such unaudited financial statements.

Our opinion on the Statement is not modified in respect of matters stated 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 six months ended September 30, 2017.

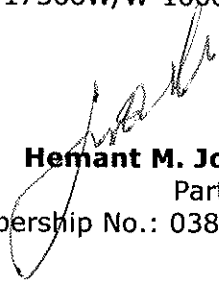
For DELOITTE HASKINS & SELLS LLP

Chartered Accountants

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

Place: Pune

Date: October 16, 2017


Hemant M. Joshi

Partner

Membership No.: 038019

Persistent Systems Limited

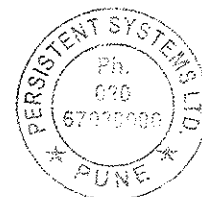
Regd. Office: Bhageerath, 402, Senapati Bapat Road, Pune 411016, India

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 half year ended September 30, 2017

in ₹ Million

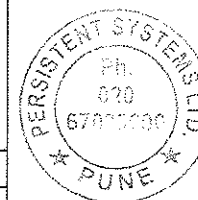
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3	Total income	(1+2)	7,948.86	7,648.06	7,283.91	15,596.92	14,555.15	29,742.84
4	Expenses							
	- Employee benefits expense		4,668.13	4,376.50	4,399.20	9,044.63	8,719.69	17,648.97
	- Cost of professionals		809.27	729.13	519.19	1,538.40	1,043.14	2,177.66
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7	Profit before tax	(5-6)	1,114.56	1,019.40	984.44	2,133.96	1,952.44	4,006.73
8	Tax expense							
	- Current tax		350.67	277.89	149.05	628.56	463.33	1,147.87
	- Tax credit in respect of earlier years		0.01	(12.25)	-	(12.24)	-	(19.67)
	- Deferred tax charge / (credit)		(62.35)	2.87	100.46	(59.48)	21.32	(136.12)
	Total tax expense		288.33	268.51	249.51	556.84	484.65	992.08
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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)	826.23	750.89	734.93	1,577.12	1,467.79	3,014.65
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			14.21	42.53	(135.63)	56.74	(101.99)	(39.13)
	B. Items that may be reclassified to profit and loss							
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			(41.90)	(45.11)	52.91	(87.01)	84.99	6.47
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(13+14)	798.54	748.31	652.21	1,546.85	1,450.79	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		10.33	9.39	9.19	19.71	18.35	37.68
	- Diluted		10.33	9.39	9.19	19.71	18.35	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		10.33	9.39	9.19	19.71	18.35	37.68
	- Diluted		10.33	9.39	9.19	19.71	18.35	37.68
21	Dividend per share (in ₹)							
	Interim dividend		-	-	-	-	-	6
	Final dividend		-	-	-	-	-	3
	Total dividend		-	-	-	-	-	9



Audited consolidated statement of assets and liabilities

in ₹ Million

Particulars	As at September 30, 2017 (Audited)	As at September 30, 2016 (Audited)	As at March 31, 2017 (Audited)
ASSETS			
Non-current assets			
Property, Plant and Equipment	2,669.23	2,812.50	2,768.36
Capital work-in-progress	29.14	93.98	48.47
Goodwill	76.80	78.29	76.23
Other intangible assets	2,834.12	2,521.51	2,513.05
Intangible assets under development	157.51	338.46	241.13
Financial assets			
- Investments	2,547.30	1,929.05	2,339.44
- Loans	133.03	140.45	131.49
- Other non-current financial assets	317.41	936.68	922.36
Deferred tax assets (net)	559.51	133.70	306.39
Other non-current assets	56.63	81.47	71.85
Total non-current assets	9,380.68	9,066.09	9,420.77
Current assets			
Financial assets			
- Investments	4,810.64	4,205.14	4,499.66
- Trade receivables	4,838.28	4,178.44	4,753.83
- Cash and cash equivalents	1,754.18	1,236.18	1,461.38
- Other bank balances	681.97	45.82	48.25
- Loans	11.59	11.11	14.00
- Other current financial assets	2,041.38	2,359.53	2,316.03
Current tax assets (net)	-	169.05	94.42
Other current assets	1,398.31	722.30	855.39
Total current assets	15,536.35	12,927.57	14,042.96
TOTAL ASSETS	24,917.03	21,993.66	23,463.73
EQUITY AND LIABILITIES			
Equity			
Equity share capital	800.00	800.00	800.00
Other equity	19,457.62	17,215.62	18,192.63
Total Equity	20,257.62	18,015.62	18,992.63
Liabilities			
Non-current liabilities			
Financial liabilities			
- Borrowings	20.20	25.77	21.71
- Deferred payment liabilities	-	4.41	19.74
Provisions	167.96	156.94	146.14
Deferred tax liabilities (net)	217.40	-	110.75
Total Non-current liabilities	405.56	187.12	298.34
Current liabilities			
Financial liabilities			
- Trade payables	1,499.03	950.79	1,202.36
- Deferred payment liabilities	-	-	0.86
- Other financial liabilities	487.06	730.94	452.72
Other current liabilities	908.93	859.76	1,125.75
Provisions	1,354.36	1,249.43	1,391.07
Current tax liabilities (net)	4.47	-	-
Total current liabilities	4,253.85	3,790.92	4,172.76
TOTAL EQUITY AND LIABILITIES	24,917.03	21,993.66	23,463.73



Audited unconsolidated financial information

in ₹ Million

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2017 (Audited)	June 30, 2017 (Audited)	September 30, 2016 (Audited)	September 30, 2017 (Audited)	September 30, 2016 (Audited)	March 31, 2017 (Audited)
Revenue from operations	4,374.91	4,272.44	4,224.94	8,647.35	8,397.89	17,329.64
Profit before tax	1,159.94	1,030.79	957.74	2,190.73	1,998.69	4,037.41
Profit after tax	864.10	751.14	737.23	1,615.24	1,533.97	2,940.32

Segment wise Revenue, Results and Capital Employed

in ₹ Million

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2017 (Audited)	June 30, 2017 (Audited)	September 30, 2016 (Audited)	September 30, 2017 (Audited)	September 30, 2016 (Audited)	March 31, 2017 (Audited)
1	Segment revenue						
	- Services	3,325.67	3,237.87	3,285.57	6,563.54	6,623.79	13,086.58
	- Digital	1,590.17	1,313.24	1,085.31	2,903.41	2,067.32	4,704.91
	- Alliance	2,081.76	2,123.88	2,069.98	4,205.64	4,180.59	8,466.11
	- Accelerite (Products)	614.92	605.16	619.33	1,220.08	1,186.26	2,526.79
	Total	7,612.52	7,280.15	7,040.19	14,892.67	14,057.96	28,784.39
2	Less: Inter segment revenue	-	-	-	-	-	-
3	Net sales/ income from operations	7,612.52	7,280.15	7,040.19	14,892.67	14,057.96	28,784.39
4	Segment results profit/ (loss) before tax, interest and depreciation and amortization						
	- Services	1,297.62	1,247.86	1,440.22	2,545.48	2,860.31	5,524.82
	- Digital	525.38	410.34	320.96	935.72	584.78	1,490.24
	- Alliance	657.09	698.93	543.23	1,356.02	1,201.00	2,559.79
	- Accelerite (Products)	283.03	254.32	250.01	537.35	488.25	1,103.11
	Total	2,763.12	2,611.45	2,554.42	5,374.57	5,134.34	10,677.96
5	Less:						
	- Finance cost	0.16	0.17	0.37	0.33	0.56	0.91
	- Other un-allocable expenses	1,984.74	1,959.79	1,813.33	3,944.53	3,678.53	7,628.77
6	Un-allocable income	336.34	367.91	243.72	704.25	497.19	958.45
7	Total profit before tax	1,114.56	1,019.40	984.44	2,133.96	1,952.44	4,006.73

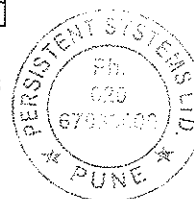
8	Segment assets	As at		
		September 30, 2017 (Audited)	September 30, 2016 (Audited)	March 31, 2017 (Audited)
	- Services	2,230.45	2,213.15	2,109.80
	- Digital	1,410.83	949.38	1,318.83
	- Alliance	667.79	605.11	717.31
	- Accelerite (Products)	529.21	410.80	607.89
	Total allocable segment assets	4,838.28	4,178.44	4,753.83
	Unallocable assets	20,078.75	17,815.22	18,709.90
	Total assets	24,917.03	21,993.66	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:

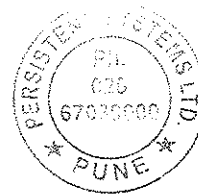
- 1 The audited financial statements for the quarter and half year ended September 30, 2017, have been taken on record by the Board of Directors at its meeting concluded on October 16, 2017 as recommended by the Audit Committee at its meeting held on October 15, 2017. The statutory auditors have expressed 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.
- 3 The German subsidiary of the parent company has completed the acquisition of PARX Werks AG, a Salesforce Platinum Partner in the DACH region on July 31, 2017. Accordingly, above results include the financial performance of PARX Werks AG.
- 4 The Agreement entered with Mr. Thomas Kendra, Non-Executive Non-Independent Director through his business concern, M/s. Azure Associates LLC, USA for providing business consultation, coaching, advisory and mentoring services to the Company's executives has been extended on the same terms for another period of 12 (Twelve) months with effect from October 1, 2017.
- 5 Figures for the previous periods/year have been regrouped wherever necessary to conform to current period presentation.

Pune
October 16, 2017

By order of Board of Directors of Persistent Systems Limited


Dr. Anand Deshpande
Chairman and Managing Director


Pradeep Bhargava
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 and six months ended September 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.

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 six months ended September 30, 2017.

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

Place: Pune

Date: October 16, 2017


Hemant M. Joshi
Partner
Membership No.: 038019

Persistent Systems Limited

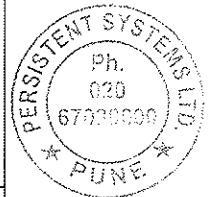
Regd. Office : Bhageerath, 402, Senapati Bapat Road, Pune 411016, India

Ph. No. +91(20)67030000; Fax +91(20)67030009; Email : info@persistent.com, 'www.persistent.com'. CIN L72300PN1990PLC056696

Audited unconsolidated financial results of Persistent Systems Limited for the quarter and half year ended September 30, 2017

in ₹ Million

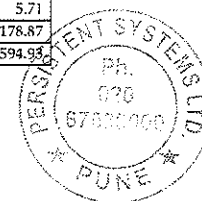
Sr. No.	Particulars		Quarter ended			Half year ended		Year ended
			September 30, 2017 (Audited)	June 30, 2017 (Audited)	September 30, 2016 (Audited)	September 30, 2017 (Audited)	September 30, 2016 (Audited)	March 31, 2017 (Audited)
1	Revenue from operations		4,374.91	4,272.44	4,224.94	8,647.35	8,397.89	17,329.64
2	Other income		365.50	375.95	255.75	741.45	503.49	946.21
3	Total income	(1+2)	4,740.41	4,648.39	4,480.69	9,388.80	8,901.38	18,275.85
4	Expenses							
	- Employee benefits expense		2,239.02	2,145.47	2,131.49	4,384.49	4,266.20	8,682.69
	- Cost of professionals		566.98	592.40	541.87	1,159.38	1,006.33	2,193.59
	- Finance costs		0.16	0.17	0.37	0.33	0.56	0.91
	- Depreciation and amortization expense		134.12	152.69	151.27	286.81	305.70	609.68
	- Other expenses		640.19	726.87	697.95	1,367.06	1,323.90	2,751.57
	Total Expenses		3,580.47	3,617.60	3,522.95	7,198.07	6,902.69	14,238.44
5	Profit before exceptional items and tax	(3-4)	1,159.94	1,030.79	957.74	2,190.73	1,998.69	4,037.41
6	Exceptional items		-	-	-	-	-	-
7	Profit before tax	(5-6)	1,159.94	1,030.79	957.74	2,190.73	1,998.69	4,037.41
8	Tax expense							
	- Current tax		330.73	261.63	138.60	592.36	443.92	1,086.80
	- Tax credit in respect of earlier years		-	-	-	-	-	(8.43)
	- Deferred tax charge / (credit)		(34.89)	18.02	81.91	(16.87)	20.80	18.72
	Total tax expense		295.84	279.65	220.51	575.49	464.72	1,097.09
9	Profit for the period from continuing operations	(7-8)	864.10	751.14	737.23	1,615.24	1,533.97	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)	864.10	751.14	737.23	1,615.24	1,533.97	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)		12.93	47.16	(112.47)	60.09	(64.40)	(41.40)
			12.93	47.16	(112.47)	60.09	(64.40)	(41.40)
	B. Items that may be reclassified to profit and loss							
	- Effective portion of cash flow hedge		(92.32)	(66.78)	106.47	(159.10)	53.63	116.95
			(92.32)	(66.78)	106.47	(159.10)	53.63	116.95
	Total other comprehensive income for the period / year	(A+B)	(79.39)	(19.62)	(6.00)	(99.01)	(10.77)	75.55
15	Total comprehensive income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(13+14)	784.71	731.52	731.23	1,516.23	1,523.20	3,015.87
16	Paid-up equity share capital		800.00	800.00	800.00	800.00	800.00	800.00
	(Face value of share ₹ 10 each)							
17	Reserves excluding revaluation reserves							17,344.14
18	Earnings per equity share (for continuing operations) in ₹							
	- Basic		10.80	9.39	9.22	20.19	19.17	36.75
	- Diluted		10.80	9.39	9.22	20.19	19.17	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		10.80	9.39	9.22	20.19	19.17	36.75
	- Diluted		10.80	9.39	9.22	20.19	19.17	36.75
21	Dividend per share (in ₹)							
	Interim dividend		-	-	-	-	-	6
	Final dividend		-	-	-	-	-	3
	Total dividend		-	-	-	-	-	9



Audited statement of assets and liabilities

in ₹ Million

Particulars	September 30, 2017 (Audited)	September 30, 2016 (Audited)	As at March 31, 2017 (Audited)
ASSETS			
Non-current assets			
Property, Plant and Equipment	2,383.36	2,656.96	2,501.10
Capital work-in-progress	14.15	18.98	28.85
Other Intangible assets	161.25	203.73	222.04
Intangible assets under development	0.67	0.45	-
Financial assets			
- Investments	5,157.85	3,910.20	4,934.41
- Loans	1,094.61	444.87	439.76
-Other non-current financial assets	317.41	936.68	915.13
Other non-current assets	54.10	75.93	62.59
Total non-current assets	9,183.40	8,247.80	9,103.88
Current assets			
Financial assets			
- Investments	4,810.64	4,205.14	4,499.66
- Trade receivables	4,261.68	4,261.33	4,781.35
- Cash and cash equivalents	465.55	297.73	449.83
- Other bank balances	674.47	45.07	47.51
- Loans	3.87	5.40	7.45
- Other current financial assets	990.46	1,454.70	1,184.04
Current tax assets (net)	-	77.36	-
Other current assets	1,264.34	525.83	521.21
Total current assets	12,471.01	10,872.56	11,491.05
TOTAL ASSETS	21,654.41	19,120.36	20,594.93
EQUITY AND LIABILITIES			
Equity			
Equity share capital	800.00	800.00	800.00
Other equity	18,575.31	16,402.65	17,344.14
Total Equity	19,375.31	17,202.65	18,144.14
Liabilities			
Non-current liabilities			
Financial liabilities			
- Borrowings	20.20	25.77	21.71
Provisions	145.75	136.57	139.46
Deferred tax liabilities (net)	9.69	46.37	110.75
Total Non-current liabilities	175.64	208.71	271.92
Current liabilities			
Financial liabilities			
- Trade payables	867.22	756.79	1,170.91
- Deferred payment liabilities	-	4.41	0.86
- Other financial liabilities	272.17	156.54	118.40
Other current liabilities	449.07	256.07	358.72
Provisions	421.61	535.19	524.27
Current tax liabilities (net)	93.39	-	5.71
Total current liabilities	2,103.46	1,709.00	2,178.87
TOTAL EQUITY AND LIABILITIES	21,654.41	19,120.36	20,594.93



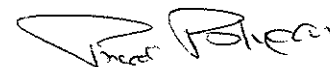
Notes:

- 1 The audited financial statements for the quarter and half year ended September 30, 2017, have been taken on record by the Board of Directors at its meeting concluded on October 16, 2017 as recommended by the Audit Committee at its meeting held on October 15, 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.
- 3 The Agreement entered with Mr. Thomas Kendra, Non-Executive Non-Independent Director through his business concern, M/s. Azure Associates LLC, USA for providing business consultation, coaching, advisory and mentoring services to the Company's executives has been extended on the same terms for another period of 12 (Twelve) months with effect from October 1, 2017.
- 4 Figures for the previous periods/year have been regrouped wherever necessary to conform to current period presentation.

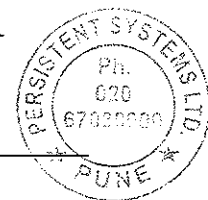
By order of Board of Directors of Persistent Systems Limited



Dr. Anand Deshpande
Chairman and Managing Director



Pradeep Bhargava
Director



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

Pune
October 16, 2017