

Ref No.: QHTL/Sec/SE/2017-18/44

11th August, 2017

The Manager,
Corporate Services,
BSE Limited,
14th floor, P J Towers, Dalal Street,
Mumbai - 400 001
Ref: Security ID: QUICKHEAL
Security Code: 539678

The Manager,
Corporate Services,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai - 400 051
Symbol: QUICKHEAL
Series: EQ

Subject: Outcome of Board Meeting 11th August, 2017

Dear Sir / Madam,

We wish to inform you that the Board of Directors at its meeting held on 11th August, 2017 which commenced at 02:30 pm and concluded at 7:15 pm, has approved following:

1. Financial Results of the Company for the quarter ended 30th June, 2017.
2. Pursuant to Regulation 33 of SEBI Regulations, we have enclosed herewith Limited Review Report for the Unaudited Standalone Financial Results of the Company for the quarter ended 30th June 2017 from our Statutory Auditors M/s S R B C & CO LLP, Chartered Accountants.

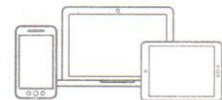
A copy of the Press Release being issued in respect of aforesaid financial results.

This is for your information and records.

For Quick Heal Technologies Limited


Raghav Mulay
Company Secretary

Encl: As Above

**Complete Protection For**

SMARTPHONES • COMPUTERS • TABLETS

QUICK HEAL TECHNOLOGIES LIMITED

Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014

CIN: L72200MH1995PLC091408

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

(INR in million)

Sr. No.	Particulars	Standalone			
		Quarter ended		Year ended	
		June 30, 2017 (Unaudited)	March 31, 2017 (Audited) (Refer note 4)	June 30, 2016 (Unaudited)	March 31, 2017 (Audited)
1	Income				
	Revenue from operations	297.22	918.85	475.14	2,990.22
	Other income	54.63	58.86	74.16	277.76
	Total income	351.85	977.71	549.30	3,267.98
2	Expenses				
	Cost of raw materials consumed	2.40	3.96	3.83	14.02
	Purchase of security software products	7.53	42.79	16.52	126.99
	Changes in inventories of security software products	(0.23)	(7.43)	(1.47)	(9.18)
	Employee benefits expense	255.72	247.33	237.36	987.62
	Depreciation and amortisation expense	64.10	81.59	73.88	308.67
	Other expenses	189.70	249.49	233.96	898.31
	Total expenses	519.22	617.73	564.08	2,326.43
3	Profit / (loss) before exceptional items and tax (1-2)	(167.37)	359.98	(14.78)	941.55
4	Exceptional items (refer note 5)	-	-	37.80	44.13
5	Profit / (loss) before tax (3-4)	(167.37)	359.98	(52.58)	897.42
6	Tax expense				
	Current tax				
	Pertaining to profit for the current period	(52.00)	127.90	(19.43)	317.56
	Adjustments of tax relating to earlier periods	-	0.52	0.23	(1.72)
	Deferred tax	(4.52)	(4.76)	0.50	(10.11)
	Total tax expense	(56.52)	123.66	(18.70)	305.73
7	Profit / (loss) for the period (5-6)	(110.85)	236.32	(33.88)	591.69
8	Other comprehensive income, net of tax				
	Other comprehensive income not to be reclassified to profit or loss in subsequent periods:				
	Re-measurement of defined benefit plans	(2.42)	2.38	0.49	1.12
	Net (loss) or gain on FVTOCI assets	-	0.10	(3.55)	(3.45)
	Total other comprehensive income	(2.42)	2.48	(3.06)	(2.33)
9	Total comprehensive income (after tax) (7+8)	(113.27)	238.80	(36.94)	589.36
10	Paid-up equity share capital (face value of INR 10 each)	701.89	701.02	700.32	701.02
11	Other equity (as per balance sheet of previous accounting year)				6,089.44
12	Earnings per share of INR 10 each: (not annualised for the quarter)				
	a) Basic	(1.58)	3.37	(0.48)	8.45
	b) Diluted	(1.57)	3.35	(0.48)	8.40

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QUICK HEAL TECHNOLOGIES LIMITED

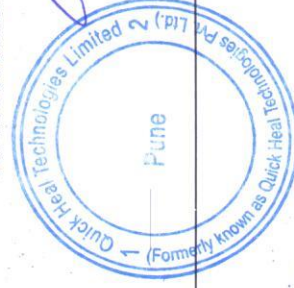
Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014

CIN: L72200MH1995PLC091408

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

- 1** The above financials results for the quarter ended June 30, 2017 have been subjected to limited review by the auditors of the Company and reviewed by the Audit Committee and approved by the Board of Directors of the Company at the respective meetings held on August 10, 2017 and August 11, 2017 respectively.
- 2** During the current quarter and earlier years, the Company has received three statement of demands of service tax under the provisions of Finance Act, 1994 for INR 1,223.07 million (excluding penalty of INR 589.26 million) covering the period from March 01, 2011 to March 31, 2016 on supply of anti-virus software in Compact Disk. The Company had filed an appeal with Customs, Excise and Service Tax Appellate Tribunal, New Delhi for the period March 01, 2011 to March 31, 2014 and with the Customs, Excise and Service Tax Appellate Tribunal, Mumbai for the period April 01, 2014 to March 31, 2015. The Company is in the process of filing an appeal with the appropriate authorities against the statements of demand received amounting to INR 377.01 million (included in above amount) pertaining to period April 01, 2015 to March 31, 2016. Based on technical circular issued by the government authorities and an independent legal opinion, the Company is confident of getting this claim set aside and accordingly no provision has been considered necessary in this regard and also for the subsequent period till June 30, 2017.
- In addition to above, during the current quarter, the Company has received letter for submission of the sales information pertaining to period April 01, 2016 to March 31, 2017 and the Company is in the process of submitting the required information.
- 3** The figures for the quarter ended March 31, 2017 were the balancing figure between the audited figures in respect of the full financial year for the year ended March 31, 2017 and the unaudited published year to date figures upto December 31, 2016, being the date of the end of the third quarter of that financial year which were subject to limited review by the auditors.
- 4** The Company is engaged in providing security software solutions. The Chief Operating Decision Maker (CODM) reviews the information pertaining to revenue of each of the target customer group (segments) viz. retail, enterprise & government and mobile. However, based on similarity of activities/products, risk and reward structure, organization structure and internal reporting systems, the Company has structured its operations into one operating segment viz. anti-virus and as such there is no separate reportable operating segment as defined by Ind AS 108 "Operating segments".
- 5** Exceptional item for the quarter ended June 30, 2016 and the year ended March 31, 2017 represents impairment of financial assets (loan and interest receivable) of INR 37.80 million. Exceptional item for the year ended March 31, 2017 also includes impairment of investment in subsidiary (i.e. 'Quick Heal Technologies MENA FZE') amounting to INR 6.33 million.

For and on behalf of the Board of Directors



Kailash Katkar
Managing Director
& Chief Executive Officer

Place: Pune

Date: August 11, 2017

Limited Review Report**Review Report to
The Board of Directors
Quick Heal Technologies Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of Quick Heal Technologies Limited (the 'Company') for the quarter ended June 30, 2017 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

The preparation of the Statement 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 Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



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SRBC & CO LLP

Chartered Accountants

We draw attention to note 2 of the Statement, wherein it is stated that the Company had received statements of demand of service tax under the provision of Finance Act, 1994 for Rs. 1,223.07 million (excluding penalty of Rs. 589.26 million) for the period from March 01, 2011 to March 31, 2016 and as more fully discussed therein and based on matter stated therein including legal opinion obtained by the Company, no provision has been considered by the management in the Statement including similar liability for the subsequent period till June 30, 2017. Our conclusion is not qualified in respect of this matter.

For SRBC & CO LLP

Chartered Accountants

ICAI Firm registration number: 324982E/E300003


per T. Devlal Khandelwal
Partner
Membership Number: 501160



Place: Pune

Date: August 11, 2017