KPIT

January 28, 2021

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001.

Scrip ID: KPITTECH
Scrip Code: 542651

Kind Attn: The Manager,
Department of Corporate Services

National Stock Exchange of India Ltd.,
Exchange Plaza, C/1, G Block,
Bandra - Kurla Complex, Bandra (E),
Mumbai – 400051.

Symbol: KPITTECH
Series: EQ

Kind Attn: The Manager,
Listing Department

Subject: - **Outcome of the Board Meeting held on January 28, 2021.**
Time of Commencement of the Board Meeting: 11:15 a.m.
Time of Conclusion of the Board Meeting : 3:45 p.m.

Dear Sir / Madam,

We wish to inform you that the Board of Directors of the Company, at its meeting held through video conferencing concluded today, inter alia, has approved the following: -

a) Approval of the standalone and consolidated unaudited financial results of the Company for the quarter ended December 31, 2020.

The unaudited financial results and investor update are being sent separately.

Kindly take the same on your records.

Thanking you.

Yours faithfully,

For **KPIT Technologies Limited**
(Formerly KPIT Engineering Limited)

KPIT Technologies Limited

Nida Deshpande
Company Secretary & Compliance Officer

KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)

Registered & Corporate Office - Plot-17, Rajiv Gandhi Infotech Park, MIDC-SEZ, Phase-III, Maan, Hinjawadi, Taluka - Mulshi, Pune – 411057

Phone : +91 20 6770 6000 | grievances@kpit.com | www.kpit.com | CIN : L74999PN2018PLC174192

PART I: STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

₹ in million (except per share data)

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
Revenue from operations	5,172.45	4,854.59	5,500.92	14,954.14	15,999.41	21,561.69
Other income :						
Net gain on investments carried at fair value through profit and loss	2.88	0.68	5.62	6.77	-	-
Interest and dividend income on investments	29.33	19.00	5.00	58.44	22.73	31.09
Others (Refer note 4)	34.76	5.52	96.79	55.34	183.65	252.08
Total income	**5,239.42**	**4,879.79**	**5,608.33**	**15,074.69**	**16,205.79**	**21,844.86**
Expenses						
Cost of materials consumed	-	-	0.27	0.52	69.99	78.23
Changes in inventories of finished goods and work-in-progress	-	-	0.16	-	(2.50)	6.65
Employee benefits expense	3,424.20	3,173.37	3,679.97	9,883.71	10,559.37	14,287.28
Finance costs (Refer note 5)	39.83	43.70	48.12	132.84	153.24	198.20
Depreciation and amortization expense	337.72	354.90	283.22	1,022.65	786.53	1,080.48
Net loss on investments carried at fair value through profit and loss	-	-	-	-	104.35	56.92
Other expenses (Refer note 4)	918.93	984.67	1,083.66	2,900.13	3,170.31	4,235.92
Total expenses	**4,720.68**	**4,556.64**	**5,095.40**	**13,939.85**	**14,841.29**	**19,943.68**
Profit before exceptional items, share of equity accounted investee and tax	**518.74**	**323.15**	**512.93**	**1,134.84**	**1,364.50**	**1,901.18**
Exceptional items (Refer note 7)	19.45	32.04	(31.20)	51.49	(30.94)	(95.09)
Profit before share of equity accounted investee and tax	**538.19**	**355.19**	**481.73**	**1,186.33**	**1,333.56**	**1,806.09**
Share of profit/(loss) of equity accounted investee (net of tax)	-	-	-	-	-	-
Profit before tax	**538.19**	**355.19**	**481.73**	**1,186.33**	**1,333.56**	**1,806.09**
Tax expense						
Current tax	148.88	144.58	151.15	402.58	459.23	617.63
Deferred tax (benefit)/charge	(40.43)	(60.92)	(78.76)	(159.77)	(212.42)	(279.29)
Total tax expense	**108.45**	**83.66**	**72.39**	**242.81**	**246.81**	**338.34**
Profit for the period	**429.74**	**271.53**	**409.34**	**943.52**	**1,086.75**	**1,467.75**
Other comprehensive income/(loss)						
Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit plans	(2.17)	1.70	(8.74)	(5.91)	(29.92)	(29.10)
Income tax on items that will not be reclassified to profit or loss	0.76	(1.11)	0.88	2.59	4.83	6.56
Items that will be reclassified to profit or loss						
Exchange differences in translating the financial statements of foreign operations	79.98	(0.41)	102.29	106.48	96.03	218.11
Effective portion of gains/(losses) on hedging instruments in cash flow hedges	(20.54)	51.55	(17.63)	95.58	(38.68)	(114.38)
Bargain purchase gain on business acquisition	-	-	-	-	41.58	41.58
Income tax on items that will be reclassified to profit or loss	7.17	(18.01)	6.16	(33.40)	13.52	39.97
Total other comprehensive income/(loss)	**65.20**	**33.72**	**82.96**	**165.34**	**87.36**	**162.74**
Total comprehensive income for the period	**494.94**	**305.25**	**492.30**	**1,108.86**	**1,174.11**	**1,630.49**
Profit attributable to						
Owners of the company	417.73	278.88	428.53	936.78	1,094.54	1,465.90
Non-controlling interests	12.01	(7.35)	(19.19)	6.74	(7.79)	1.85
Profit for the period	**429.74**	**271.53**	**409.34**	**943.52**	**1,086.75**	**1,467.75**
Other comprehensive income attributable to						
Owners of the company	64.16	33.48	81.82	163.27	86.49	160.45
Non-controlling interests	1.04	0.24	1.14	2.07	0.87	2.29
Other comprehensive income for the period	**65.20**	**33.72**	**82.96**	**165.34**	**87.36**	**162.74**
Total comprehensive income attributable to						
Owners of the company	481.89	312.36	510.35	1,100.05	1,181.03	1,626.35
Non-controlling interests	13.05	(7.11)	(18.05)	8.81	(6.92)	4.14
Total comprehensive income for the period	**494.94**	**305.25**	**492.30**	**1,108.86**	**1,174.11**	**1,630.49**
Paid up equity capital (face value ₹ 10 per share)	2,689.86	2,689.63	2,687.37	2,689.86	2,687.37	2,688.80
Other equity						7,780.77
Earnings per equity share (face value per share ₹ 10 each)*						
Basic	1.55	1.04	1.59	3.48	4.08	5.46
Diluted	1.54	1.03	1.59	3.47	4.06	5.44

**EPS are not annualised for the interim periods.*

Notes:

1 The above unaudited consolidated financial results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on January 28, 2021. These unaudited consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and provisions of the Companies Act, 2013.

2 The Statutory auditors of the Company have conducted a limited review of the above consolidated financial results of the Company for the quarter and nine months ended December 31, 2020. An unqualified opinion has been issued by them thereon.

3 Standalone information:

Sr No	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
a	Revenue from operations	1,982.53	1,906.77	2,292.79	5,650.88	7,374.70	9,552.50
b	Profit before tax	275.17	287.99	422.42	723.47	1,684.31	1,973.80
c	Net profit for the period	249.17	268.96	343.76	663.97	1,515.99	1,784.47
d	Other comprehensive income/(loss)	(14.78)	33.90	(19.33)	58.63	(50.37)	(97.21)
e	Total comprehensive income	234.39	302.86	324.43	722.60	1,465.62	1,687.26

4 Details of foreign exchange gain/(loss) included in above results:

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
Foreign exchange gain (net) included in other income	26.02	-	88.90	26.02	158.01	223.93
Foreign exchange gain/(loss) (net) included in other expenses	18.75	(0.29)	-	-	-	-

5 Details of finance costs:

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
Finance cost on lease liabilities as per Ind-AS 116 Leases	29.91	35.86	22.68	98.25	66.17	90.74
Net foreign exchange loss considered as finance cost*	-	(0.70)	5.55	-	21.16	29.43
Interest expense on working capital loan and term loan	7.60	7.30	16.16	26.29	52.11	61.24
Other interest expense	2.32	1.24	3.73	8.30	13.80	16.79
Total finance costs	**39.83**	**43.70**	**48.12**	**132.84**	**153.24**	**198.20**

**As per para 6(e) of Ind-AS 23 "Borrowing costs", the exchange differences arising from foreign currency borrowings, to the extent that they are regarded as an adjustment to interest costs, are regrouped from other exchange differences to finance costs.*

6 The consolidated results of the Company are available on the Company's website, www.kpit.com and also on the website of the BSE Limited, www.bseindia.com and National Stock Exchange of India Limited, www.nseindia.com, where the shares of the Company are listed.

7 a) In line with its re-defined strategy to focus only on Software led services and solutions for Mobility and discontinue hardware dominated products, the Company had :

- completed the conditions precedents towards the disinvestment of its business related to telematics hardware products consisting VTS - AIS 140, OBITS (On Bus Integrated Telematics Systems complying to UBS-II specifications), and telematics products for School buses to Minda Industries Ltd. The initial consideration of ₹ 170.00 million was accounted for during the quarter ended on June 30, 2019, and an expense of ₹ 18 million and ₹ 31.20 million were incurred during the quarter ended on September 30, 2019 and December 31, 2019 respectively towards the obligations related to the sale of business and the same was accounted for as an Exceptional Item.

- during the quarter ended September 30, 2019, provided for exposure in its joint venture company in the business in "KIVI-Smart Bus WIFI" towards loan of ₹ 11.8 million.

- during the quarter ended September 30, 2019, entered into a definitive agreement with leading manufacturing company in India towards disinvestment of its business related to Defense and Aeronautic hard-ware products. The upfront consideration of ₹ 56 million was recognised on completion of the closing.

- during the quarter ended March 31, 2020, on prudent assessment, written-off its inventories of ₹ 64.15 million including the related GST credit.

b) Sparta Inc, a subsidiary of Birlasoft Limited entered into a settlement agreement for an ongoing lawsuit over last few years with Copart Inc. Both the parties reached an amicable settlement agreement for USD 2.8 million (₹ 195.94 million) payable by Sparta Inc. to Copart Inc. with no party admitting any liability or wrong doing, resulting in the Court dismissing the case. As defined in the composite scheme of arrangement between the parties, the Company through its Subsidiary in USA reimbursed Sparta Inc. fully and the same was accounted for during the quarter ended on June 30, 2019 for USD 2.8 million (₹ 195.94 million). With this outcome, the matter related to Copart was closed and there is no further exposure for the Company.

c) In line with the Company's operational efficiency measures, it had consolidated its presence during the previous quarter, resulting into early termination of some of its existing leased office premises, predominantly in India. Accordingly, as per Ind-AS 116 "Leases", remeasured the lease liability and on prudent assessment, also written-off its property, plant and equipment at the said location. The net impact of ₹ 32.04 million was recognised in the Statement of Profit and Loss.

d) In the financial year 2016-17, KPIT Technologies GmbH, Germany, had sold its 100% stake in subsidiary KPIT medini Technologies AG. During the current quarter, a net amount of EUR 0.23 million (₹ 19.45 million) has been received as a scheduled final tranche payment of the agreed consideration towards sale of shares of this subsidiary.

8 The Board of Directors of the Company at its meeting held on July 26, 2019 had approved a merger scheme of its wholly owned subsidiary Impact Automotive Solutions Limited with its parent company KPIT Technologies Limited. The merger scheme application seeking approval has been subsequently filed with National Company Law Tribunal (NCLT) on September 27, 2019. The application is pending for approval.

9 The Group has taken into account the possible impacts of COVID-19 in preparation of the above consolidated financial results, including but not limited to its assessment of liquidity and going concern assumption, recoverable values of its financial and non-financial assets, impact on revenues and on cost budgets in respect of fixed price contracts, impact on leases and impact on effectiveness of its hedging relationships. The Group has considered internal and certain external sources of information including reliable credit reports, economic forecasts and industry reports up to the date of approval of the above consolidated financial results and expects to recover the carrying amount of its assets. The impact of COVID-19 on the consolidated financial results may differ from that estimated as at the date of approval of the consolidated financial results.

10 The Indian Parliament has approved the Code on Social Security, 2020 which could impact the contributions by the company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are yet to be framed. The Company and its Indian subsidiary will complete their evaluation and will give appropriate impact in the financial results in the period in which, the Code and related rules become effective.

For and on behalf of the Board of Directors of
KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)

Place : Pune
Date : January 28, 2021

S. B. (Ravi) Pandit
Chairman & Group CEO
DIN: 00075861

Kishor Patil
CEO & Managing Director
DIN: 00076190

KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)

Registered & Corporate Office - Plot-17, Rajiv Gandhi Infotech Park, MIDC-SEZ, Phase-III, Maan, Hinjawadi, Taluka - Mulshi, Pune – 411057

Phone : +91 20 6770 6000 | grievances@kpit.com | www.kpit.com | CIN : L74999PN2018PLC174192

PART II: SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

₹ in million

Sr No	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
1	**Segment revenue**						
	Americas	2,119.87	2,038.39	2,200.02	6,237.34	6,708.28	8,917.46
	UK & Europe	2,386.04	2,074.69	2,372.62	6,533.00	6,392.14	8,856.28
	Rest of the World	2,157.49	2,062.22	2,644.92	6,220.19	8,110.30	10,539.83
	Total	6,663.40	6,175.30	7,217.56	18,990.53	21,210.72	28,313.57
	Less : Inter segment revenue	1,490.95	1,320.71	1,716.64	4,036.39	5,211.31	6,751.88
	Revenue from operations	5,172.45	4,854.59	5,500.92	14,954.14	15,999.41	21,561.69
2	**Segment results - Profit before tax and interest**						
	Americas	660.75	689.54	654.78	2,032.11	1,925.97	2,521.54
	UK & Europe	317.78	133.90	182.27	476.22	146.80	329.99
	Rest of the World	144.79	300.83	342.67	779.56	1,028.74	1,354.71
	Total	1,123.32	1,124.27	1,179.72	3,287.89	3,101.51	4,206.24
	Less:						
	- Finance costs	39.83	43.70	48.12	132.84	153.24	198.20
	- Other unallocable expenditure (net of unallocable income)	564.75	757.42	618.67	2,020.21	1,583.77	2,106.86
	Profit before exceptional items, share of equity accounted investee and tax	518.74	323.15	512.93	1,134.84	1,364.50	1,901.18
	Exceptional items	19.45	32.04	(31.20)	51.49	(30.94)	(95.09)
	Profit before share of equity accounted investee and tax	538.19	355.19	481.73	1,186.33	1,333.56	1,806.09
	Share of profit/(loss) of equity accounted investee (net of tax)	-	-	-	-	-	-
	Profit before tax	538.19	355.19	481.73	1,186.33	1,333.56	1,806.09
3	**Segment assets**						
	Americas	1,238.60	1,151.42	1,769.34	1,238.60	1,769.34	1,523.32
	UK & Europe	2,578.41	1,764.49	2,111.18	2,578.41	2,111.18	2,278.51
	Rest of the World	1,005.59	1,039.41	1,407.14	1,005.59	1,407.14	1,382.06
	Total	4,822.60	3,955.32	5,287.66	4,822.60	5,287.66	5,183.89
	Unallocated assets	14,518.15	13,748.32	10,516.06	14,518.15	10,516.06	11,166.73
	Total assets	19,340.75	17,703.64	15,803.72	19,340.75	15,803.72	16,350.62
4	**Segment liabilities**						
	Americas	557.41	485.35	180.98	557.41	180.98	287.93
	UK & Europe	733.42	162.86	198.69	733.42	198.69	280.62
	Rest of the World	530.21	435.57	358.41	530.21	358.41	350.77
	Total	1,821.04	1,083.78	738.08	1,821.04	738.08	919.32
	Unallocated liabilities	6,014.45	5,640.50	4,716.27	6,014.45	4,716.27	4,926.02
	Total liabilities	7,835.49	6,724.28	5,454.35	7,835.49	5,454.35	5,845.34

Notes:

1 Segment assets other than trade receivables, unbilled revenue and contract assets, and segment liabilities other than unearned revenue and advance to customers used in the Company's business are not identified to any reportable segments, as these are used interchangeably between segments.

2 The cost incurred during the year to acquire Property, plant and equipment and Intangible assets, Depreciation / Amortisation and non-cash expenses are not attributable to any reportable segment.

For and on behalf of the Board of Directors of
KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)

S. B. (Ravi) Pandit
Chairman & Group CEO
DIN: 00075861

Kishor Patil
CEO & Managing Director
DIN: 00076190

Place : Pune
Date : January 28, 2021

B S R & Co. LLP
Chartered Accountants

8th floor, Business Plaza,
Westin Hotel Campus,
36/3-B, Koregaon Park Annex,
Mundhwa Road, Ghorpadi,
Pune - 411001, India

Telephone +91 (20) 6747 7300
Fax +91 (20) 6747 7310

Limited review report on unaudited quarterly consolidated financial results and unaudited consolidated year-to-date financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) under Regulation 33 of SEBI (Listing Obligations Disclosure Requirements) Regulations, 2015

To
Board of Directors of **KPIT Technologies Limited (Erstwhile KPIT Engineering Limited)**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **KPIT Technologies Limited (Erstwhile KPIT Engineering Limited)** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net loss after tax and total comprehensive loss of its joint venture for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, 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, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Limited review report on unaudited quarterly consolidated financial results and unaudited consolidated year-to-date results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) under Regulation 33 of SEBI (Listing Obligations Disclosure Requirements)Regulations, 2015 *(Continued)* – 31 December 2020

4. The Statement includes the results of the following entities:

   a) KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) (Parent)

   Subsidiaries

   b) KPIT Technologies (UK) Limited
   c) KPIT (Shanghai) Software Technology Co. Limited
   d) KPIT Technologies Netherland B.V.
   e) Impact Automotive Solutions Limited
   f) KPIT Technologies GmbH
   g) Microfuzzy KPIT Technologia Ltda
   h) Microfuzzy Industrie-Elektronic GmbH
   i) KPIT Technologies Limited GK (formed on 2 April 2018)
   j) KPIT Technologies Inc (formed on 3 April 2018)
   k) KPIT Technologies Holding Inc (formed on 6 September 2018)
   l) KPIT Technologies PTE Limited (formed on 21 November 2018)
   m) ThaiGer Tec Co Limited (with effect from 1 April 2019)

   Joint Venture

   n) Yantra Digital Services Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Limited review report on unaudited quarterly consolidated financial results and unaudited consolidated year-to-date results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) under Regulation 33 of SEBI (Listing Obligations Disclosure Requirements)Regulations, 2015 *(Continued)* - 31 December 2020

6. The Statement includes the interim financial information of one subsidiary which has not been reviewed, whose interim financial information reflect total revenue of INR 14.61 million (excluding sales return of INR Nil) and INR 24.72 million (excluding sales return of INR 25.98 million), total net loss after tax of INR 56.96 million and INR 177.07 million and total comprehensive loss of INR 57.88 million and INR 178.22 million for the quarter ended 31 December 2020 and for the period from 1 April 2020 to 31 December 2020, respectively. The Statement also includes the Group's share of net loss after tax of INR Nil and INR Nil and total comprehensive income of INR Nil and INR Nil for the quarter ended 31 December 2020 and for the period from 1 April 2020 to 31 December 2020, respectively, as considered in the consolidated unaudited financial results, in respect of one joint venture, based on their interim financial information which have not been reviewed. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matters.

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.: 101248W/W-100022

Swapnil Dakshindas
Partner
Membership No.: 113896
UDIN: 21113896AAAAAN8186

Place: Pune
Date: 28 January 2021

KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)

Registered & Corporate Office - Plot-17, Rajiv Gandhi Infotech Park, MIDC-SEZ, Phase-III, Maan, Hinjawadi, Taluka - Mulshi, Pune – 411057
Phone : +91 20 6770 6000 | grievances@kpit.com | www.kpit.com | CIN : L74999PN2018PLC174192

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

₹ in million (except per share data)

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
Revenue from operations	1,982.53	1,906.77	2,292.79	5,650.88	7,374.70	9,552.50
Other income:						
Net gain on investments carried at fair value through profit and loss	2.88	0.68	5.62	6.77	-	-
Interest and dividend income on investments	27.28	16.50	0.28	50.72	12.29	15.37
Others (Refer note 3)	74.47	9.52	93.12	92.83	116.92	216.50
Total Income	**2,087.16**	**1,933.47**	**2,391.81**	**5,801.20**	**7,503.91**	**9,784.37**
Expenses						
Cost of materials consumed	-	-	0.22	-	1.22	1.22
Changes in inventories of finished goods and work-in-progress	-	-	-	-	-	-
Employee benefits expense	1,319.13	1,090.20	1,445.36	3,502.80	3,892.08	5,324.94
Finance costs (Refer note 4)	16.17	21.30	28.92	68.21	110.81	151.13
Depreciation and amortization expense	227.93	239.38	217.52	695.12	619.03	837.02
Net loss on investments carried at fair value through profit and loss	-	-	-	-	104.35	56.92
Other expenses (Refer note 3)	248.76	326.63	277.37	843.63	1,092.11	1,402.77
Total expenses	**1,811.99**	**1,677.51**	**1,969.39**	**5,109.76**	**5,819.60**	**7,774.00**
Profit before exceptional items and tax	**275.17**	**255.96**	**422.42**	**691.44**	**1,684.31**	**2,010.37**
Exceptional items (Refer note 7)	-	32.03	-	32.03	-	(36.57)
Profit before tax	**275.17**	**287.99**	**422.42**	**723.47**	**1,684.31**	**1,973.80**
Tax expense						
Current tax	61.07	81.31	167.99	179.71	399.71	469.02
Deferred tax (benefit) / charge	(35.07)	(62.28)	(89.33)	(120.21)	(231.39)	(279.69)
Total tax expense	**26.00**	**19.03**	**78.66**	**59.50**	**168.32**	**189.33**
Profit for the period	**249.17**	**268.96**	**343.76**	**663.97**	**1,515.99**	**1,784.47**
Other comprehensive income/(loss)						
Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit plans	(2.17)	1.47	(8.74)	(6.14)	(30.04)	(29.36)
Income tax on items that will not be reclassified to profit or loss	0.76	(1.11)	0.88	2.59	4.83	6.56
Items that will be reclassified to profit or loss						
Effective portion of gains / (losses) on hedging instruments in cash flow hedges	(20.54)	51.55	(17.63)	95.58	(38.68)	(114.38)
Income tax on items that will be reclassified to profit or loss	7.17	(18.01)	6.16	(33.40)	13.52	39.97
Total other comprehensive income/(loss)	**(14.78)**	**33.90**	**(19.33)**	**58.63**	**(50.37)**	**(97.21)**
Total comprehensive income for the period	**234.39**	**302.86**	**324.43**	**722.60**	**1,465.62**	**1,687.26**
Paid up equity capital (face value ₹ 10 per share)	2,689.86	2,689.63	2,687.37	2,689.86	2,687.37	2,688.80
Other equity						7,558.60
Earnings per equity share (face value per share ₹ 10 each)*						
Basic	0.93	1.00	1.28	2.47	5.64	6.64
Diluted	0.92	1.00	1.28	2.46	5.62	6.62

**EPS are not annualised for the interim periods.*

Notes:

1 The above unaudited standalone financial results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on January 28, 2021. These unaudited standalone financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and provisions of the Companies Act, 2013.

2 The statutory auditors of the Company have conducted a limited review of the above standalone financial results of the Company for the quarter and nine months ended December 31, 2020. An unqualified opinion has been issued by them thereon.

3 Details of foreign exchange gain/ (loss) included in above results:

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
Foreign exchange gain (net) included in other income	65.82	-	85.12	65.82	100.01	187.23
Foreign exchange gain/(loss) (net) included in other expenses	8.43	5.55	-	-	-	-

4 Details of finance costs:

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020 (Unaudited)	September 30, 2020 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020 (Audited)
Finance cost on lease liabilities as per Ind-AS 116 Leases	14.54	19.47	16.26	56.58	49.85	67.55
Net foreign exchange loss considered as finance cost*	-	(0.70)	5.55	-	21.16	29.43
Interest expense on working capital loan and term loan	1.23	1.63	6.81	8.83	38.87	42.75
Other interest expense	0.40	0.90	0.30	2.80	0.93	11.40
Total finance costs	16.17	21.30	28.92	68.21	110.81	151.13

**As per para 6(e) of Ind-AS 23 "Borrowing costs", the exchange differences arising from foreign currency borrowings, to the extent that they are regarded as an adjustment to interest costs, are regrouped from other exchange differences to finance costs.*

5 Where financial results contain both consolidated financial results and standalone financial results of the parent, segment information is required to be presented only in the consolidated financial results. Accordingly, segment information has been presented in the consolidated financial results.

6 The standalone results of the Company are available on the Company's website, www.kpit.com and also on the website of the BSE Limited, www.bseindia.com and National Stock Exchange of India Limited, www.nseindia.com, where the shares of the Company are listed.

7 a. In line with its re-defined strategy to focus only on Software led services and solutions for Mobility and discontinue hardware dominated products, the Company had, during the year ended March 31, 2020, on prudent assessment, written-off its inventories of ₹ 36.57 million including the related GST credit.

b. In line with the Company's operational efficiency measures, it had consolidated its presence during the previous quarter, resulting into early termination of some of its existing leased office premises in Pune, India. Accordingly, as per Ind-AS 116 "Leases", remeasured the lease liability and on prudent assessment, also written-off its property, plant and equipment at the said location. The net impact of ₹ 32.03 million was recognised in the Statement of Profit and Loss.

8 The Board of Directors of the Company at its meeting held on July 26, 2019 had approved a merger scheme of its wholly owned subsidiary Impact Automotive Solutions Limited with its parent company KPIT Technologies Limited . The merger scheme application seeking approval has been subsequently filed with National Company Law Tribunal (NCLT) on September 27, 2019. The application is pending for approval.

9 The Company has taken into account the possible impacts of COVID-19 in preparation of the above standalone financial results, including but not limited to its assessment of liquidity and going concern assumption, recoverable values of its financial and non-financial assets, impact on revenues and on cost budgets in respect of fixed price contracts, impact on leases and impact on effectiveness of its hedging relationships. The Company has considered internal and certain external sources of information including reliable credit reports, economic forecasts and industry reports upto the date of approval of the above standalone financial results and expects to recover the carrying amount of its assets. The impact of COVID-19 on the standalone financial results may differ from that estimated as at the date of approval of the standalone financial results.

10 The Indian Parliament has approved the Code on Social Security, 2020 which could impact the contributions by the company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are yet to be framed. The Company will complete its evaluation and will give appropriate impact in the financial results in the period in which, the Code and related rules become effective.

For and on behalf of the Board of Directors of
KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)

S.B. (Ravi) Pandit
Chairman & Group CEO
DIN : 00075861

Kishor Patil
CEO & Managing Director
DIN : 00076190

Place: Pune
Date: January 28, 2021

B S R & Co. LLP
Chartered Accountants

8th floor, Business Plaza,
Westin Hotel Campus,
36/3-B, Koregaon Park Annex,
Mundhwa Road, Ghorpadi,
Pune - 411001, India

Telephone +91 (20) 6747 7300
Fax +91 (20) 6747 7310

Limited review report on unaudited quarterly standalone financial results and unaudited standalone year-to-date financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) under Regulation 33 of the SEBI (Listing Obligations Disclosure Requirements) Regulations, 2015

To
Board of Directors of **KPIT Technologies Limited (Erstwhile KPIT Engineering Limited)**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of **KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) ("the Company")** for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 ("the Statement").

2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, 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, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.

3. We conducted our review of the Statement 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.

4. 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 applicable accounting standards 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.: 101248W/W-100022

Swapnil Dakshindas
Partner
Membership No.: 113896
UDIN: 21113896AAAAAM3635

Place: Pune
Date: 28 January 2021

KPIT

January 28, 2021

To,
National Stock Exchange of India Limited
Exchange Plaza, C/1, G Block,
Bandra - Kurla Complex,
Bandra (E), Mumbai – 400051.

Symbol: KPITTECH
Series: EQ

Kind Attn: The Manager, Listing Department

Subject:- Unaudited financial results of KPIT Technologies Limited (Formerly KPIT Engineering Limited) ("the Company") for the quarter ended December 31, 2020.

Dear Sir / Madam,

With reference to the captioned subject, we wish to submit that, there is a difference of Rs. 51.57 million in the paid-up equity share capital of the Company as reported in the shareholding pattern submitted for the quarter ended December 31, 2020 (Rs. 2,741.43 million) and unaudited financial results for the relevant quarter ended December 31, 2020 (Rs. 2,689.86 million) on account of elimination of shares held by KPIT Technologies Employees Welfare Trust (the "Trust") as the Company consolidates the financials of the Trust. The Trust holds 5.15 million equity shares in the Company (total face value of Rs. 51.57 million at Rs. 10/- per share) as on December 31, 2020.

Request you to please take note of the same.

Thanking you.

Yours faithfully,

For **KPIT Technologies Limited**
(Formerly KPIT Engineering Limited)

KPIT Technologies Limited

Nida Deshpande
Company Secretary & Compliance Officer