

HCL INFOSYSTEMS LTD.

Corporate Office: E-4, Sector 11, NOIDA 201 301, U.P., India

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Registered Office: 806 Siddharth, 96, Nehru Place, New Delhi-110019, India.

Corporate Identity Number - L72200DL1986PLC023955

www.hclinfosystems.com

www.hcl.com

26th July, 2017

To

The General Manager Department of Corporate Relations BSE Limited Sir Phiroze Jeejeebhoy Towers Dalal Street Fort Mumbai 400 001	The Vice President Listing Department The National Stock Exchange of India Limited Exchange Plaza Bandra Kurla Complex Bandra (East) Mumbai 400 051
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Sub: Unaudited Financial Results for the quarter ended 30th June, 2017 as per Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Symbol: NSE : HCL-INSYS
BSE (For Physical Form): 179
BSE (For Electric Form): 500179

Dear Sirs,

This is further to our letter dated 18th July, 2017 on the above subject.

In terms of the requirements of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Unaudited Financial Results of the Company on standalone and consolidated basis along with the Limited Review Report for the Quarter ended 30th June, 2017 which have been taken on record at the meeting of the Board of Directors of the Company held today.

We are arranging to publish the results in the newspapers.

Please acknowledge receipt.

Very Truly Yours,

For HCL Infosystems Limited


Sushil Kumar Jain
Company Secretary & Compliance Officer



Encl: As above.

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Statement of Consolidated Results for the quarter ended June 30, 2017

Particulars	Consolidated			Audited Year ended 31.03.2017
	Unaudited	Three months ended	30.06.2016	
	30.06.2017	31.03.2017	30.06.2016	
1 Income				
Revenue From Operations	68,423	82,258	1,14,699	3,73,372
Other Income	2,971	3,335	3,613	14,568
Total Income	71,394	85,593	1,18,312	3,87,940
2 Expenses				
(a) Cost of materials consumed	19	20	24	79
(b) Purchase of stock-in-trade	48,778	53,282	80,389	2,50,724
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4,824)	675	837	5,713
(d) Employee benefits expense	12,266	12,205	14,854	53,951
(e) Finance costs	4,361	4,887	4,437	19,029
(f) Depreciation and amortisation expense	816	704	708	3,148
(g) Other expenses	16,330	20,635	21,346	77,398
Total expenses	77,746	92,408	1,22,595	4,10,043
3 Profit / (Loss) before exceptional items and Tax from continuing operations (1 - 2)	(6,352)	(6,815)	(4,283)	(22,103)
4 Exceptional items Loss / (Gain)	-	5,000	-	5,000
5 Profit / (Loss) before tax from continuing operations (3 - 4)	(6,352)	(1,815)	(4,283)	(27,103)
6 Tax expense / (Credit)				
(a) Current tax	98	766	93	1,131
(b) Deferred tax	(1,235)	(1,548)	(1,101)	(5,631)
7 Net Profit / (Loss) for the period from continuing operations (5 - 6)	(5,215)	(11,033)	(3,275)	(22,603)
8 Profit / (Loss) from discontinued operations	(297)	(1,378)	(295)	(2,164)
9 Tax expense / (Credit) of discontinued operations	-	-	-	-
10 Net Profit / (Loss) for the period from Discontinued operations (8 - 9)	(297)	(1,378)	(295)	(2,164)
11 Net Profit / (Loss) for the period (7+ 10)	(5,512)	(12,411)	(3,570)	(24,767)
12 Other comprehensive income				
A (i) Items that will not be reclassified to profit or loss	1	85	2	91
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	12	-	14
B (i) Items that will be reclassified to profit or loss	116	(226)	-	(761)
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
13 Total other comprehensive income, net of income tax	117	(153)	2	(684)
14 Net Profit/(Loss) attributable to:	(5,395)	(12,564)	(3,568)	(25,451)
- Shareholders	(5,512)	(12,411)	(3,570)	(24,767)
- Non-controlling interests	(0,00)	(0,00)	-	(0,00)
Total comprehensive income attributable to:				
- Shareholders	(5,395)	(12,564)	(3,568)	(25,451)
- Non-controlling interests	(0,00)	(0,00)	-	(0,00)
15 Paid-up equity share capital (Face value per share in Rs. 2/-)	4,458	4,458	4,458	4,458
16 Reserve excluding revaluation reserves as per balance sheet of previous accounting year				50,484
17 Earnings per share for continuing operations (of Rs 2/- each) (not annualised):				
(a) Basic	(2.3)	(4.9)	(1.5)	(10.1)
(b) Diluted	(2.3)	(4.9)	(1.5)	(10.1)
18 Earnings per share for discontinued operations (of Rs 2/- each) (not annualised):				
(a) Basic	(0.1)	(0.6)	(0.1)	(1.0)
(b) Diluted	(0.1)	(0.6)	(0.1)	(1.0)
19 Earnings per share for discontinued & continuing operations (of Rs 2/- each) (not annualised):				
(a) Basic	(2.5)	(5.6)	(1.6)	(11.1)
(b) Diluted	(2.5)	(5.6)	(1.6)	(11.1)

Segment-wise Information				
Particulars	Unaudited			Audited Year ended 31.03.2017
	30.06.2017	Three months ended 31.03.2017	30.06.2016	
1. Segment Revenue				
- Hardware Products and Solutions	4,043	10,228	12,249	36,161
- Services	21,157	22,917	24,471	94,583
- Distribution	43,873	50,394	80,440	2,47,004
- Learning	155	191	283	948
Total	69,228	83,730	1,17,443	3,78,696
Less : Intersegment revenue	805	1,472	2,744	5,324
Net Sales / Income from continuing operations	68,423	82,258	1,14,699	3,73,372
2. Segment Results (Profit / (Loss) before Tax and Interest from each segment)				
- Hardware Products and Solutions	(755)	(2,005)	1,477	(569)
- Services	(1,035)	(5,736)	(2,013)	(10,208)
- Distribution	(265)	47	518	710
- Learning	(23)	(97)	75	279
Total	(2,078)	(7,791)	57	(9,788)
Less :				
(i) Interest Expense	4,361	4,887	4,437	19,029
(ii) Other un-allocable expenditure net off un-allocable (income)	(87)	(863)	(97)	(1,714)
Total Profit / (Loss) before Tax from continuing operations	(6,352)	(11,815)	(4,283)	(27,103)
3. Segment Assets				
- Hardware Products and Solutions	1,21,326	1,23,850	1,53,334	1,23,850
- Services	82,959	74,053	93,516	74,053
- Distribution	54,133	44,204	50,457	44,204
- Learning	1,801	2,375	5,303	2,375
- Discontinued Operations	4,844	5,060	6,631	5,060
- Unallocated	56,336	68,861	55,361	68,861
Total Assets	3,21,399	3,18,403	3,64,602	3,18,403
4. Segment Liabilities				
- Hardware Products and Solutions	56,988	58,537	68,224	58,537
- Services	20,240	22,215	22,892	22,215
- Distribution	51,852	42,739	54,875	42,739
- Learning	1,461	1,595	1,831	1,595
- Discontinued Operations	43	44	51	44
- Unallocated	1,41,286	1,38,331	1,39,763	1,38,331
Total Liabilities	2,71,870	2,63,461	2,87,636	2,63,461

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Notes

1. After recommendation by the Audit Committee, these results have been approved and taken on record by the Board of Directors at its meeting held on July 26, 2017. The results have been subjected to a limited review by the statutory auditors.
2. The Board of Directors of HCL Learning Limited (the wholly owned subsidiary), in its meeting held on April 27, 2017, approved the slump sale of Digischool Business undertaking (consisting of business of sale of software licenses to K-12 schools), a part of HCL Learning Limited, as a going concern to M/s. Everest Edusys and Solutions Private Limited (the "Entity"). Pursuant to this, HCL Learning Limited has entered into a business transfer arrangement with the entity, for transfer of Digischool Business undertaking. The closure of slump sale transaction is subject to certain conditions listed out in the Business Transfer Agreement. Based on assessment of actions taken by the Entity to meet terms and conditions mentioned in Business Transfer Agreement, the Company believes that it is highly probable that closure of sale transaction will be completed within next 12 months. The assets and liabilities attributable to digischool business undertaking has accordingly been categorised as 'held for sale', in accordance with Ind AS 105, and are therefore carried at fair value as at June 30, 2017, which does not have any material impact on current quarter results. The results for the quarter ended June 30, 2017 and earlier periods presented above, attributable to digischool business undertaking, are presented as discontinued operations.

Place : Noida
Date : July 26, 2017

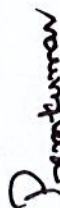
3. Exceptional items include :

Particulars	Unaudited		Audited
	Three months ended	Year ended	
	30.06.2017	30.06.2016	31.03.2017
a. Impairment of Goodwill for Services business	-	-	5,000
Total (Gain) / Loss	-	5,000	5,000

4. Consolidated Results include financial results of HCL Infosystems Limited, and its subsidiaries.

5. Figures for previous periods have been regrouped and rearranged, wherever necessary, to conform with the relevant current period's classification.

By order of the Board
for HCL Infosystems Limited



Prem Kumar Seshadri
Executive Vice-Chairman & Managing Director



Price Waterhouse

Chartered Accountants

The Board of Directors
HCL Infosystems Limited
E- 4, 5, 6, Sector XI,
Noida – 201301 (Uttar Pradesh)

1. We have reviewed the unaudited consolidated financial results of HCL Infosystems Limited (the "Company") and its subsidiaries (hereinafter referred to as the "Group") [(refer Note 4 on the Statement)] for the quarter ended June 30, 2017 which are included in the accompanying 'Statement of Consolidated results for the quarter ended June 30, 2017' (the "Statement"). The Statement has been prepared by the Company's Management pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's Management and has been approved by its Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. A review is limited primarily to inquiries of group personnel and analytical procedures applied to group's 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 Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants


Avijit Mukerji
Partner
Membership Number: 056155

Place: Noida
Date: July 26, 2017

Price Waterhouse, Building No. 8, 7th & 8th Floor, Tower B, DLF Cyber City, Gurgaon - 122 002, Haryana
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Statement of Standalone Results for the quarter ended June 30, 2017

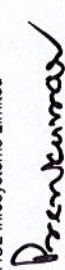
Particulars	(Rs. In Lakhs)			
	Unaudited		Audited	
	Three months ended	Year ended	Three months ended	Year ended
	30.06.2017	31.03.2017	30.06.2016	31.03.2017
1 Income				
Revenue From Operations	40,668	46,263	76,090	2,26,536
Other Income	1,089	1,611	937	4,761
Total Income from operations	41,757	47,874	77,027	2,31,297
2 Expenses				
(a) Cost of materials consumed	19	20	24	79
(b) Purchase of stock-in-trade	43,193	44,213	70,111	2,07,806
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(5,080)	(1,238)	1,060	3,613
(d) Employee benefits expense	1,506	1,387	1,646	5,811
(e) Finance costs	2,621	2,940	2,243	10,460
(f) Depreciation and amortisation expense	113	115	125	480
(g) Other expenses	2,137	2,654	1,970	8,705
Total expenses	44,509	50,091	77,179	2,36,954
3 Profit / (Loss) before exceptional items and Tax (1 - 2)	(2,752)	(2,217)	(152)	(5,657)
4 Exceptional Items Loss / (Gain)	1,682	27,995	1,051	32,019
5 Profit / (Loss) before tax (3 - 4)	(4,434)	(30,212)	(1,203)	(37,676)
6 Tax expense / (Credit)				
(a) Current tax	-	611	44	631
(b) Deferred tax	(563)	(760)	(92)	(2,068)
7 Net Profit / (Loss) for the period (5 + 6)	(3,871)	(30,063)	(1,155)	(36,239)
8 Other comprehensive income				
A (i) Items that will not be reclassified to profit or loss	1	6	1	8
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	2	-	2
B (i) Items that will be reclassified to profit or loss	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
Total other comprehensive income, net of income tax	1	4	1	6
9 Total comprehensive income for the period (11 + 12)	(3,870)	(30,059)	(1,154)	(36,233)
10 Paid-up equity share capital (Face value per share in Rs. 2/-)	4,458	4,458	4,458	4,458
11 Reserve excluding revaluation reserves as per balance sheet of previous accounting year				
12 Earnings per share (of Rs 2/- each) (not annualised):				
(a) Basic	(1.7)	(13.5)	(0.5)	(16.3)
(b) Diluted	(1.7)	(13.5)	(0.5)	(16.3)

Notes

- After recommendation by the Audit Committee, these results have been approved and taken on record by the Board of Directors at its meeting held on July 26, 2017. The results have been subjected to a limited review by the statutory auditors.
- Exceptional items include :

Particulars	Unaudited		Audited
	Three months ended	Year ended	
	30.06.2017	31.03.2017	31.03.2017
a. Impairment of investment in HCL Services Limited	-	25,000	25,000
b. Provision against Loan given to Subsidiary	1,682	2,995	1,051
Total (a+b) - (Gain) / Loss	1,682	27,995	1,051
- Figures for previous periods have been regrouped and rearranged, wherever necessary, to conform with the relevant current period's classification.

By order of the Board
 for HCL Infosystems Limited


 Premkumar Seshadri
 Executive Vice-Chairman & Managing Director

Price Waterhouse

Chartered Accountants

The Board of Directors
HCL Infosystems Limited
E- 4, 5, 6, Sector XI,
Noida – 201301 (Uttar Pradesh)

1. We have reviewed the unaudited financial results of HCL Infosystems Limited (the "Company") for the quarter ended June 30, 2017 which are included in the accompanying 'Statement of Standalone results for the quarter ended June 30, 2017 (the "Statement")'. The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. 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 Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



Avijit Mukerji
Partner
Membership Number: 056155

Place: Noida
Date: July 26, 2017

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