TCS/BM/172/SE/2019-20

October 10, 2019

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Mumbai-400051
Symbol: TCS

BSE Limited
P. J. Towers, Dalal Street,
Mumbai-400001
Scrip Code No. 532540

Dear Sirs,

Sub: Financial results for the quarter and six months ended September 30, 2019 and declaration of an interim dividend

We enclose the audited financial results of the Company and audited consolidated financial results of the Company and its subsidiaries for the quarter and six months ended September 30, 2019 under Ind AS, which have been approved and taken on record at a meeting of the Board of Directors of the Company held today.

We would like to inform you that at the Board Meeting held today, the Directors have declared a second interim dividend of **₹5** and a special dividend of **₹40** per Equity Share of ₹1 each of the Company.

The second interim dividend and the special dividend shall be paid on Thursday, October 24, 2019 to the equity shareholders of the Company, whose names appear on the Register of Members of the Company or in the records of the Depositories as beneficial owners of the shares as on Friday, October 18, 2019 which is the Record Date fixed for the purpose.

The above information is also available on the website of the Company: www.tcs.com

Thanking you,

Yours faithfully,
For **Tata Consultancy Services Limited**

Rajendra Moholkar
Company Secretary

Encl: As above

cc:
1. National Securities Depository Limited
2. Central Depository Services (India) Limited
3. TSR Darashaw Consultants Private Limited

B S R & Co. LLP
Chartered Accountants

5th Floor, Lodha Excelus,
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011
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Independent Auditors' Report

To Board of Directors of Tata Consultancy Services Limited

Report on the audit of the Consolidated Interim Financial Results

Opinion

We have audited the accompanying Statement of Consolidated Interim Financial Results of Tata Consultancy Services Limited ("Holding Company") and its subsidiaries listed in Annexure 1 (Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended 30 September 2019 and year to date results for the period from 1 April 2019 to 30 September 2019 ("the Statement" or "consolidated interim financial results"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

a. includes the results of the entities listed in Annexure-1;

b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and

c. gives a true and fair view, in conformity with the applicable Accounting Standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter ended 30 September 2019 and for the period from 1 April 2019 to 30 September 2019.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Interim Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the consolidated interim financial results.

B S R & Co (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP (a Limited Liability, Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

Registered Office:
5th Floor, Lodha Excelus
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Independent Auditors' Report *(Continued)*

Tata Consultancy Services Limited

Management's and Board of Directors' Responsibilities for the Consolidated Interim Financial Results

These quarterly consolidated financial results as well as the year to date consolidated interim financial results have been prepared on the basis of the consolidated interim financial statements.

The Holding Company's Board of Directors and management are responsible for the preparation and presentation of these consolidated interim financial results that give a true and fair view of the consolidated net profit/ loss and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective management and Board of Directors of the entities included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each entity and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the management and the Directors of the Holding Company, as aforesaid.

In preparing the consolidated interim financial results, the management and the respective Board of Directors of the entities included in the Group are responsible for assessing the ability of each entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective management and Board of Directors either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the entities included in the Group are responsible for overseeing the financial reporting process of each entity.

Auditor's Responsibilities for the Audit of the Consolidated Interim Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated interim financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated interim financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated interim financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control

Independent Auditors' Report *(Continued)*

Tata Consultancy Services Limited

Auditor's Responsibilities for the Audit of the Consolidated Interim Financial Results *(Continued)*

- Obtain an understanding of internal control relevant to the audit 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management and Board of Directors.
- Conclude on the appropriateness of the management's and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated interim financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated interim financial results, including the disclosures, and whether the consolidated interim financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated interim financial results, We are responsible for the direction, supervision and performance of the audit of financial information of entities included in the consolidated interim financial statements.

We communicate with those charged with governance of the Holding Company among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matter

The consolidated interim financial results include the unaudited financial results of 18 subsidiaries and 32 step down subsidiaries, whose financial information, net of consolidation adjustments, reflect Group's share of total assets of Rs.15,892 crores as at 30 September 2019, Group's share of total revenue of Rs. 7,401 crores for the quarter and Rs. 14,537 crores for the year-to-date period ended on that date, Group's share of total net profit after tax of Rs. 594 crores for the quarter and Rs. 622 crores for the year-to-date period ended on that date and Group's share of net cash outflows of Rs 704 crores for the year-to-date period ended on that date, as considered in the consolidated interim financial results.

Independent Auditors' Report *(Continued)*

Tata Consultancy Services Limited

Other Matter

These unaudited interim financial information have been furnished to us by the management and our opinion on the consolidated interim financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unaudited interim financial information. In our opinion and according to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our opinion on the consolidated interim financial results is not modified in respect of the above matters with respect to our reliance on the financial results certified by the management.

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

Yezdi Nagporewalla
Partner
Membership No: 049265
UDIN : 19049265AAAAAN2105

Mumbai
10 October 2019

Tata Consultancy Services Limited

Annexure 1: List of entities consolidated

1	APTOnline Limited
2	C-Edge Technologies Limited
3	CMC Americas, Inc.
4	Diligenta Limited
5	MahaOnline Limited
6	MP Online Limited
7	Tata America International Corporation
8	Tata Consultancy Services (Africa) (PTY) Ltd.
9	Tata Consultancy Services Asia Pacific Pte Ltd.
10	Tata Consultancy Services Belgium
11	Tata Consultancy Services Canada Inc.
12	Tata Consultancy Services Deutschland GmbH
13	Tata Consultancy Services Netherlands BV
14	Tata Consultancy Services Qatar S.S.C.
15	Tata Consultancy Services Sverige AB
16	TCS e-Serve International Limited
17	TCS FNS Pty Limited
18	TCS Foundation
19	TCS Iberoamerica SA
20	PT Tata Consultancy Services Indonesia
	Tata Consultancy Services (China) Co., Ltd.
22	Tata Consultancy Services (Philippines) Inc.
23	Tata Consultancy Services (Thailand) Limited
24	Tata Consultancy Services Japan, Ltd.
25	Tata Consultancy Services Malaysia Sdn Bhd
26	TCS Italia s.r.l.
27	Tata Consultancy Services (South Africa) (PTY) Ltd.
28	TCS e-Serve America, Inc.
29	Tata Consultancy Services Chile S.A.
30	TATASOLUTION CENTER S.A.
31	Technology Outsourcing S.A.C.
32	Tata Consultancy Services (Portugal) Unipessoal, Limitada
33	TCS Financial Solutions Australia Pty Limited
34	TCS Financial Solutions Beijing Co., Ltd.
35	TCS Financial Solutions Australia Holdings Pty Limited
36	MGDC S.C.
37	Tata Consultancy Services Argentina S.A.
38	Tata Consultancy Services De Mexico S.A., De C.V.
39	Tata Consultancy Services Do Brasil Ltda
40	TCS Inversiones Chile Limitada
41	Tata Consultancy Services France SA
42	TCS Uruguay S.A.
43	TCS Solution Center S.A.
44	Tata Consultancy Services Danmark ApS
45	Tata Consultancy Services De Espana S.A.
46	Tata Consultancy Services Luxembourg S.A.
47	Tata Consultancy Services Osterreich GmbH
48	Tata Consultancy Services Saudi Arabia
49	Tata Consultancy Services Switzerland Ltd.
50	Tata Sons & Consultancy Services Employees' Welfare Trust
51	TCS e-Serve Limited – Employees' Welfare Trust
52	TCS e-Serve International Limited – Employees' Welfare Benefit Trust
53	W12 Studios Limited

TATA CONSULTANCY SERVICES LIMITED
Registered Office : 9th Floor, Nirmal Building, Nariman Point, Mumbai 400021
PART I : Audited Consolidated Interim Statement of Financial Results

(₹ crore)

		Quarter ended			Six month ended		Year ended
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
1	Revenue	38,977	38,172	36,854	77,149	71,115	146,463
2	Other income	1,361	1,675	730	3,036	1,955	4,311
3	**TOTAL INCOME (1+2)**	**40,338**	**39,847**	**37,584**	**80,185**	**73,070**	**150,774**
4	**EXPENSES**						
	a) Employee benefit expenses	21,470	20,809	19,525	42,279	38,073	78,246
	b) Fees to external consultants	3,279	3,194	2,767	6,473	5,306	11,330
	c) Cost of equipment and software licenses	465	511	522	976	1,135	2,270
	d) Depreciation and amortisation expense	864	817	507	1,681	1,000	2,056
	e) Other operating expenses	3,538	3,621	3,762	7,159	7,252	15,111
	TOTAL EXPENSES	**29,616**	**28,952**	**27,083**	**58,568**	**52,766**	**109,013**
5	**PROFIT BEFORE FINANCE COSTS AND TAX (3-4)**	**10,722**	**10,895**	**10,501**	**21,617**	**20,304**	**41,761**
6	Finance costs	193	257	137	450	154	198
7	**PROFIT BEFORE TAX (5-6)**	**10,529**	**10,638**	**10,364**	**21,167**	**20,150**	**41,563**
8	**TAX EXPENSE**						
	a) Current tax	1,687	3,034	2,118	4,721	3,831	9,502
	b) Deferred tax	784	(549)	319	235	1,030	499
	TOTAL TAX EXPENSE	**2,471**	**2,485**	**2,437**	**4,956**	**4,861**	**10,001**
9	**NET PROFIT FOR THE PERIOD (7-8)**	**8,058**	**8,153**	**7,927**	**16,211**	**15,289**	**31,562**
	Attributable to:						
	Shareholders of the Company	8,042	8,131	7,901	16,173	15,241	31,472
	Non Controlling interest	16	22	26	38	48	90
10	**OTHER COMPREHENSIVE INCOME / (LOSSES)**						
	a) Items that will not be reclassified subsequently to profit or loss	(121)	(18)	(45)	(139)	(88)	(52)
	b) Income tax on items that will not be reclassified subsequently to profit or loss	10	-	-	10	-	11
	c) Items that will be reclassified subsequently to profit or loss	111	327	448	438	(87)	536
	d) Income tax on items that will be reclassified subsequently to profit or loss	(64)	(117)	45	(181)	275	(171)
11	**TOTAL COMPREHENSIVE INCOME (9+10)**	**7,994**	**8,345**	**8,375**	**16,339**	**15,389**	**31,886**
	Attributable to:						
	Shareholders of the Company	7,969	8,319	8,337	16,288	15,322	31,787
	Non Controlling interest	25	26	38	51	67	99
12	Paid up equity share capital (Face Value : ₹ 1 per share)	375	375	375	375	375	375
13	**Total Reserves**						**89,524**
14	Basic and diluted earnings per share (in ₹)	21.43	21.67	20.66	43.10	39.83	83.05
15	**Dividend per share (par value ₹ 1 each)**						
	Interim dividend on equity shares (in ₹)	45.00	5.00	4.00	50.00	8.00	12.00
	Final dividend on equity shares (in ₹)	-	-	-	-	-	18.00
	Total dividend on equity shares (in ₹)	45.00	5.00	4.00	50.00	8.00	30.00
	Total equity dividend percentage	4,500	500	400	5,000	800	3,000

B S R & Co. LLP
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Chartered Accountants

TATA CONSULTANCY SERVICES LIMITED

Registered Office : 9th Floor, Nirmal Building, Nariman Point, Mumbai 400021

PART II : Consolidated Segment Information

(₹ crore)

	Quarter ended			Six month ended		Year ended
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
REVENUE BY INDUSTRY PRACTICE						
Banking, Financial Services and Insurance	15,427	14,978	14,648	30,405	28,112	57,938
Manufacturing	4,039	4,041	3,919	8,080	7,665	15,682
Retail and Consumer Business	6,467	6,422	6,348	12,889	12,254	25,164
Communication, Media and Technology	6,383	6,236	6,009	12,619	11,739	23,925
Others	6,661	6,495	5,930	13,156	11,345	23,754
REVENUE FROM OPERATIONS	**38,977**	**38,172**	**36,854**	**77,149**	**71,116**	**146,463**
SEGMENT RESULTS						
Banking, Financial Services and Insurance	4,264	4,095	4,206	8,359	7,784	16,089
Manufacturing	1,050	1,070	1,090	2,120	2,144	4,311
Retail and Consumer Business	1,630	1,683	1,797	3,313	3,358	6,871
Communication, Media and Technology	1,850	1,828	1,707	3,678	3,276	6,644
Others	1,430	1,359	1,471	2,789	2,774	5,554
Total	**10,224**	**10,036**	**10,271**	**20,259**	**19,336**	**39,469**
Unallocable expenses	1,056	1,072	637	2,128	1,141	2,217
Operating Income	**9,168**	**8,963**	**9,634**	**18,131**	**18,196**	**37,252**
Other income	1,361	1,675	730	3,036	1,066	4,311
PROFIT BEFORE TAX	**10,529**	**10,638**	**10,364**	**21,167**	**20,150**	**41,563**

TATA CONSULTANCY SERVICES LIMITED
Registered Office : 9th Floor, Nirmal Building, Nariman Point, Mumbai 400021
Part III: Audited Consolidated Balance sheet

(₹ crore)

		As at September 30, 2019	As at March 31, 2019
I.	**ASSETS**		
	Non-current assets		
(a)	Property, plant and equipment	10,338	10,411
(b)	Capital work-in-progress	1,057	963
(c)	Right-of-use asset	6,352	-
(d)	Goodwill	1,677	1,700
(e)	Other intangible assets	239	179
(f)	Financial assets		
	(i) Investments	219	239
	(ii) Trade receivables	54	95
	(iii) Unbilled receivables	342	391
	(iv) Loans receivables	60	60
	(v) Other financial assets	740	738
(g)	Income tax assets (net)	3,674	4,017
(h)	Deferred tax assets (net)	2,300	2,656
(i)	Other assets	1,795	1,363
	Total non-currrent assets	**28,847**	**22,812**
	Current assets		
(a)	Inventories	7	10
(b)	Financial assets		
	(i) Investments	30,420	29,091
	(ii) Trade receivables	27,653	27,346
	(iii) Unbilled receivables	6,434	5,157
	(iv) Cash and cash equivalents	5,074	7,224
	(v) Other balances with banks	11,154	5,624
	(vi) Loans receivables	8,350	8,029
	(vii) Other financial assets	1,680	1,769
(c)	Income tax assets (net)	187	1,853
(d)	Other assets	7,529	6,028
	Total current assets	**98,488**	**92,131**
	TOTAL ASSETS	**127,335**	**114,943**
II.	**EQUITY AND LIABILITIES**		
	Equity		
(a)	Share capital	375	375
(b)	Other equity	94,657	89,071
	Equity attributable to shareholders of the Company	**95,032**	**89,446**
	Non-controlling interests	527	453
	Total equity	**95,559**	**89,899**
	Liabilities		
	Non-current liabilities		
(a)	Financial liabilities		
	(i) Lease liabilities	5,650	44
	(ii) Other financial liabilities	288	287
(b)	Unearned and deferred revenue	682	844
(c)	Employee benefit obligations	408	330
(d)	Deferred tax liabilities (net)	908	1,042
(e)	Other liabilities	-	413
	Total non-current liabilities	**7,936**	**2,960**
	Current liabilities		
(a)	Financial liabilities		
	(i) Lease liabilities	1,134	-
	(ii) Trade payables	6,734	6,292
	(iii) Other financial liabilities	4,524	4,903
(b)	Unearned and deferred revenue	2,355	2,392
(c)	Income tax liabilities(net)	3,077	2,667
(d)	Employee benefit obligations	2,724	2,356
(e)	Provisions	207	239
(f)	Other liabilities	3,085	3,235
	Total current liabilities	**23,840**	**22,084**
	TOTAL EQUITY AND LIABILITIES	**127,335**	**114,943**

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Chartered Accountants

Select explanatory notes to the Statement of Audited Consolidated Interim Financial Results for the Quarter and Six month ended September 30, 2019

1. These results have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 10, 2019. The statutory auditors have expressed an unmodified audit opinion on these results.

2. Consolidated Statement of Cash flows is attached in Annexure I.

3. The Board of Directors at its meeting held on October 10, 2019, has declared an interim dividend of ₹5 per equity share and special dividend of ₹40 per equity share.

4. The Group has adopted Ind AS 116, effective annual reporting period beginning April 1, 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (April 1, 2019). Accordingly, the Group has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on April 1, 2019. The Group has adopted Ind AS 116 using the cumulative effect method for transitioning

5. In October 2014, Epic Systems Corporation (referred to as Epic) filed a legal claim against the Company in the Court of Western District Madison, Wisconsin for alleged infringement of Epic's proprietary information. In April 2016, the Company received an unfavourable jury verdict awarding damages totalling ₹6,648 crore (US $940 million) to Epic. In September 2017, the Company received a Court order reducing the damages from ₹6,648 crore (US $940 million) to ₹2,970 crore (US $420 million) to Epic. Pursuant to US Court procedures, a Letter of Credit has been made available to Epic for ₹3,112 crore (US $440 million) as financial security in order to stay execution of the judgment pending post-judgment proceedings and appeal. Pursuant to reaffirmation of the Court order in March 2019, the Company has filed a notice of appeal in the superior Court to fully set aside the Order. Epic has also filed a cross appeal challenging the reduction by the trial judge of ₹707 crore (US $100 million) award and ₹1,414 crore (US $200 million) in punitive damages. The Company has received legal advice to the effect that the order and the reduced damages awarded are not supported by evidence presented during the trial. Accordingly, this matter is disclosed as contingent liability.

6. The results for the quarter and six month ended September 30, 2019 are available on the BSE Limited website (URL:www.bseindia.com/corporates), the National Stock Exchange of India Limited website (URL: www.nseindia.com/corporates) and on the Company's website (URL: www.tcs.com/investors).

For and on behalf of the Board of Directors

Mumbai
October 10, 2019

Rajesh Gopinathan
CEO and Managing Director

B S R & Co. LLP
5th Floor,
Lodha Excelus,
Apollo Mills Compound,
N. M. Joshi Marg,
Mahalaxmi,
Mumbai - 400 011
India.
Chartered Accountants

Annexure I

TATA CONSULTANCY SERVICES LIMITED

Registered Office : 9th Floor, Nirmal Building, Nariman Point, Mumbai 400021

Audited Consolidated Statement of Cashflows

(₹ crore)

		Six month ended		Year ended
		September 30, 2019	September 30, 2018	March 31, 2019
I	**CASH FLOWS FROM OPERATING ACTIVITIES**			
	Profit for the period	16,211	15,289	31,562
	Adjustments to reconcile profit and loss to net cash provided by operating activities			
	Depreciation and amortisation expense	1,681	1,000	2,056
	Bad debts and advances written off, allowance for doubtful trade receivables and advances (net)	88	98	187
	Tax expense	4,956	4,861	10,001
	Finance costs	450	154	198
	Net gain on disposal of property, plant and equipment	(37)	(27)	(84)
	Unrealised foreign exchange (gain) / loss	(18)	(108)	7
	Dividend income	(2)	(11)	(18)
	Interest income	(2,057)	(1,446)	(2,762)
	Net gain on investments	(138)	(301)	(427)
	Net gain on lease modification	(2)	-	-
	Dividend reinvested	(1)	-	-
	Operating profit before working capital changes	21,131	19,509	40,720
	Net change in			
	Inventories	2	9	16
	Trade receivables	(364)	(2,805)	(2,883)
	Unbilled receivables	(1,226)	1,796	1,286
	Loans and other financial assets	190	(72)	(499)
	Other assets	(2,147)	(3,573)	(3,687)
	Trade payables	444	405	1,496
	Unearned and deferred revenue	(201)	507	679
	Other financial liabilities	(170)	672	791
	Other liabilities and provisions	252	359	632
	Cash generated from operations	17,911	16,807	38,551
	Taxes paid (net of refunds)	(2,302)	(3,681)	(9,958)
	Net cash generated from operating activities	15,609	13,126	28,593
II	**CASH FLOWS FROM INVESTING ACTIVITIES**			
	Bank deposits placed	(5,963)	(280)	(5,733)
	Inter-corporate deposits placed	(5,844)	(8,187)	(13,724)
	Purchase of investments	(40,299)	(51,114)	(96,751)
	Payment for purchase of property, plant and equipment	(1,094)	(881)	(2,053)
	Payment for acquiring right-of-use of assets	(550)	-	-
	Payment for purchase of intangible assets	(101)	(68)	(178)
	Earmarked deposits placed with banks	-	(22)	(296)
	Purchase of subsidiary, net of cash of ₹ 16 crore	-	-	(50)
	Proceeds from bank deposits	433	2,297	2,375
	Proceeds from inter-corporate deposits	5,562	10,435	10,797
	Proceeds from disposal / redemption of investments	39,635	58,159	104,133
	Proceeds from disposal of property, plant and equipment	115	29	99
	Proceeds from earmarked deposits with banks	4	-	340
	Dividend received	2	11	18
	Interest received	1,816	1,485	2,619
	Net cash generated from / (used in) investing activities	(6,284)	11,864	1,596
III	**CASH FLOWS FROM FINANCING ACTIVITIES**			
	Buy-back of equity shares	-	(16,000)	(16,000)
	Expenses for buy-back of equity shares	-	(45)	(45)
	Short-term borrowings (net)	-	(181)	(181)
	Dividend paid (including tax on dividend)	(10,252)	(8,257)	(11,424)
	Dividend paid to non-controlling interests (including tax on dividend)	(68)	(48)	(48)
	Purchase of non-controlling interests	(227)	-	-
	Repayment of lease liabilities	(528)	(5)	(13)
	Interest paid	(448)	(149)	(186)
	Net cash used in financing activities	(11,523)	(24,685)	(27,897)
	Net change in cash and cash equivalents	(2,198)	305	2,292
	Cash and cash equivalents at the beginning of the period	7,224	4,883	4,883
	Exchange difference on translation of foreign currency cash and cash equivalents	48	374	49
	Cash and cash equivalents at the end of the period	5,074	5,562	7,224

B S R & Co. LLP
5th Floor, Lodha Excelus, Apollo Mills Compound, N. M. Joshi Marg, Mahalaxmi, Mumbai - 400 011 India.
Chartered Accountants

TCS/BM/174/SE/2019-20

October 10, 2019

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Mumbai-400051
Symbol: TCS

BSE Limited
P. J. Towers, Dalal Street,
Mumbai-400001
Scrip Code No. 532540

Dear Sirs,

Sub: Financial Results for the quarter and six months ended September 30, 2019

The audited financial results of the Company and the audited consolidated financial results of the Company and its subsidiaries under Ind AS for the quarter and six months ended September 30, 2019 have been approved and taken on record at a meeting of the Board of Directors of the Company held today at 11.30 a.m. and concluded at 4.15 p.m.

Thanking you,

Yours faithfully,
For **Tata Consultancy Services Limited**

Rajendra Moholkar
Company Secretary

TATA CONSULTANCY SERVICES

Tata Consultancy Services Limited
TCS House Raveline Street Mumbai 400 001 India
Tel 91 22 6778 9999 Fax 91 22 6778 9000 e-mail corporate.office@tcs.com website www.tcs.com
Registered Office 9th Floor Nirmal Building Nariman Point Mumbai 400 021
Corporate Identification No. (CIN) : L22210MH1995PLC084781

B S R & Co. LLP
Chartered Accountants

5th Floor, Lodha Excelus,
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
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India

Telephone +91 (22) 4345 5300
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Independent Auditors' Report

To Board of Directors of Tata Consultancy Services Limited

Report on the audit of the Standalone Interim Financial Results

Opinion

We have audited the accompanying standalone interim financial results of Tata Consultancy Services Limited ("the Company") for the quarter ended 30 September 2019 and the year-to-date results for the period from 1 April 2019 to 30 September 2019 ("the standalone financial results), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these standalone financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 30 September 2019 as well as the year-to-date results for the period from 1 April 2019 to 30 September 2019.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

B S R & Co (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP (a Limited Liability, Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

Registered Office:
5th Floor, Lodha Excelus
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011. India

Independent Auditors' Report *(Continued)*

Tata Consultancy Services Limited

Management's and Board of Directors' Responsibilities for the Standalone Financial Results

These standalone financial results have been prepared on the basis of the condensed standalone interim financial statements. The Company's management and Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management and the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Independent Auditors' Report *(Continued)*

Tata Consultancy Services Limited

Auditor's Responsibilities for the Audit of the Standalone Financial Results ***(Continued)***

- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management and the Board of Directors.
- Conclude on the appropriateness of the management's and the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Yezdi Nagporewalla
Partner
Membership No: 049265

UDIN :19049265AAAAAM9775

Mumbai
10 October 2019

TATA CONSULTANCY SERVICES LIMITED
Registered Office : 9th Floor, Nirmal Building, Nariman Point, Mumbai 400021
Audited Unconsolidated Interim Statement of Financial Results

(₹ crore)

		Quarter ended			Six month ended		Year ended
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
1	Revenue	32,387	32,657	30,792	65,044	60,160	123,170
2	Other income	2,638	2,205	1,725	4,844	4,106	7,627
3	**TOTAL INCOME (1+2)**	**35,025**	**34,862**	**32,517**	**69,888**	**64,266**	**130,797**
4	**EXPENSES**						
	a) Employee benefit expenses	16,207	15,723	14,812	31,930	28,938	59,377
	b) Fees to external consultants	3,515	3,405	2,981	6,920	5,794	12,259
	c) Cost of equipment and software licenses	380	475	464	855	1,029	2,003
	d) Depreciation and amortisation expense	664	636	424	1,300	839	1,716
	e) Other operating expenses	3,291	3,393	3,553	6,684	7,029	14,567
	TOTAL EXPENSES	**24,057**	**23,632**	**22,234**	**47,689**	**43,629**	**89,922**
5	**PROFIT BEFORE FINANCE COSTS AND TAX (3-4)**	**10,968**	**11,230**	**10,283**	**22,199**	**20,637**	**40,875**
6	Finance costs	99	233	130	332	142	170
7	**PROFIT BEFORE TAX (5-6)**	**10,869**	**10,997**	**10,153**	**21,867**	**20,495**	**40,705**
8	**TAX EXPENSE**						
	a) Current tax	1,401	2,672	2,195	4,073	4,668	9,943
	b) Deferred tax	832	(389)	338	443	1,071	697
	TOTAL TAX EXPENSE	**2,233**	**2,283**	**2,533**	**4,516**	**5,739**	**10,640**
9	**NET PROFIT FOR THE PERIOD (7-8)**	**8,636**	**8,714**	**7,620**	**17,351**	**14,756**	**30,065**
10	**OTHER COMPREHENSIVE INCOME / (LOSSES)**						
	a) Items that will not be reclassified subsequently to profit or loss	(52)	1	(45)	(51)	(88)	(18)
	b) Income tax on items that will not be reclassified subsequently to profit or loss	(5)	-	-	(5)	-	3
	c) Items that will be reclassified subsequently to profit or loss	166	275	(189)	441	(812)	622
	d) Income tax on items that will be reclassified subsequently to profit or loss	(64)	(117)	45	(181)	275	(171)
11	**TOTAL COMPREHENSIVE INCOME (9+10)**	**8,681**	**8,873**	**7,431**	**17,555**	**14,131**	**30,501**
12	Paid up equity share capital (Face Value : ₹ 1 per share)	375	375	375	375	375	375
13	**Total Reserves**						**78,523**
14	Basic and diluted earnings per share (in ₹)	23.02	23.22	19.92	46.24	39.56	79.34
15	**Dividend per share (par value ₹ 1 each)**						
	Interim dividend on equity shares (in ₹)	45.00	5.00	4.00	50.00	8.00	12.00
	Final dividend on equity shares (in ₹)	-	-	-	-	-	18.00
	Total dividend on equity shares (in ₹)	45.00	5.00	4.00	50.00	8.00	30.00
	Total equity dividend percentage	4,500	500	400	5,000	800	3,000

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Mumbai - 400 011
India.
Chartered Accountants

TATA CONSULTANCY SERVICES LIMITED
Registered Office : 9th Floor, Nirmal Building, Nariman Point, Mumbai 400021
Audited Unconsolidated Balance sheet

(₹ crore)

		As at September 30, 2019	As at March 31, 2019
I.	**ASSETS**		
	Non-current assets		
(a)	Property, plant and equipment	9,410	9,522
(b)	Capital work-in-progress	888	834
(c)	Right-of-use asset	4,621	-
(d)	Intangible assets	193	139
(e)	Financial assets		
	(i) Investments	2,189	2,189
	(ii) Trade receivables	54	95
	(iii) Unbilled receivables	337	387
	(iv) Loans receivables	2	2
	(v) Other financial assets	560	565
(f)	Income tax assets (net)	3,226	3,598
(g)	Deferred tax assets (net)	1,701	2,097
(h)	Other assets	1,504	1,040
	Total non-currrent assets	**24,685**	**20,468**
	Current assets		
(a)	Inventories	7	10
(b)	Financial assets		
	(i) Investments	29,248	28,280
	(ii) Trade receivables	24,456	24,029
	(iii) Unbilled receivables	5,518	4,389
	(iv) Cash and cash equivalents	1,951	3,327
	(v) Other balances with banks	10,936	5,573
	(vi) Loans receivables	7,430	7,018
	(vii) Other financial assets	1,609	1,613
(c)	Other assets	5,845	4,793
	Total current assets	**87,000**	**79,032**
	TOTAL ASSETS	**111,685**	**99,500**
II.	**EQUITY AND LIABILITIES**		
	Equity		
(a)	Share capital	375	375
(b)	Other equity	85,496	78,523
	Total equity	**85,871**	**78,898**
	Liabilities		
	Non-current liabilities		
(a)	Financial liabilities		
	(i) Lease liabilities	4,202	33
	(ii) Other financial liabilities	229	232
(b)	Unearned and deferred revenue	426	662
(c)	Employee benefit obligations	74	82
(e)	Deferred tax liabilities (net)	420	339
(f)	Other liabilities	-	358
	Total non-current liabilities	**5,351**	**1,706**
	Current liabilities		
(a)	Financial liabilities		
	(i) Lease liabilities	738	-
	(ii) Trade payables	7,734	7,692
	(iii) Other financial liabilities	3,369	3,351
(b)	Unearned and deferred revenue	1,968	1,804
(c)	Income tax liabilities (net)	2,481	2,157
(d)	Employee benefit obligations	2,079	1,776
(e)	Provisions	141	174
(f)	Other liabilities	1,953	1,942
	Total current liabilities	**20,463**	**18,896**
	TOTAL EQUITY AND LIABILITIES	**111,685**	**99,500**

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Chartered Accountants

Select explanatory notes to the Statement of Audited Unconsolidated Interim Financial Results for the Quarter and Six month ended September 30, 2019

1. These results have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 10, 2019. The statutory auditors have expressed an unmodified audit opinion on these results.

2. Unconsolidated Statement of Cash flows is attached in Annexure A.

3. The Board of Directors at its meeting held on October 10, 2019, has declared an interim dividend of ₹5 per equity share and special dividend of ₹40 per equity share.

4. The Group has adopted Ind AS 116, effective annual reporting period beginning April 1, 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (April 1, 2019). Accordingly, the Group has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on April 1, 2019. The Group has adopted Ind AS 116 using the cumulative effect method for transitioning.

5. In October 2014, Epic Systems Corporation (referred to as Epic) filed a legal claim against the Company in the Court of Western District Madison, Wisconsin for alleged infringement of Epic's proprietary information. In April 2016, the Company received an unfavourable jury verdict awarding damages totalling ₹6,648 crore (US $940 million) to Epic. In September 2017, the Company received a Court order reducing the damages from ₹6,648 crore (US $940 million) to ₹2,970 crore (US $420 million) to Epic. Pursuant to US Court procedures, a Letter of Credit has been made available to Epic for ₹3,112 crore (US $440 million) as financial security in order to stay execution of the judgment pending post-judgment proceedings and appeal. Pursuant to reaffirmation of the Court order in March 2019, the Company has filed a notice of appeal in the superior Court to fully set aside the Order. Epic has also filed a cross appeal challenging the reduction by the trial judge of ₹707 crore (US $100 million) award and ₹1,414 crore (US $200 million) in punitive damages. The Company has received legal advice to the effect that the order and the reduced damages awarded are not supported by evidence presented during the trial. Accordingly, this matter is disclosed as contingent liability.

6. The results for the quarter and six month ended September 30, 2019 are available on the BSE Limited website (URL:www.bseindia.com/corporates), the National Stock Exchange of India Limited website (URL: www.nseindia.com/corporates) and on the Company's website (URL: www.tcs.com/investors).

For and on behalf of the Board of Directors

Rajesh Gopinathan
CEO and Managing Director

Mumbai
October 10, 2019

B S R & Co. LLP
5th Floor, Lodha Excelus, Apollo Mills Compound, N. M. Joshi Marg, Mahalaxmi, Mumbai - 400 011 India.
Chartered Accountants

Annexure A

TATA CONSULTANCY SERVICES LIMITED

Registered Office : 9th Floor, Nirmal Building, Nariman Point, Mumbai 400021

Audited Unconsolidated Statement of Cashflows

(₹ crore)

		Six month ended		Year ended
		September 30, 2019	September 30, 2018	March 31, 2019
I	**CASH FLOWS FROM OPERATING ACTIVITIES**			
	Profit for the period	**17,351**	**14,756**	**30,065**
	Adjustments to reconcile profit and loss to net cash provided by operating activities			
	Depreciation and amortisation expense	1,300	839	1,716
	Bad debts and advances written off, allowance for doubtful trade receivables and advances (net)	86	80	188
	Tax expense	4,516	5,739	10,640
	Finance costs	332	142	170
	Net gain on disposal of property, plant and equipment	(37)	(27)	(84)
	Unrealised foreign exchange (gain) / loss	(21)	(108)	7
	Dividend income (including exchange gain)	(2,119)	(2,355)	(3,574)
	Interest income	(1,759)	(1,406)	(2,651)
	Net gain on investments	(128)	(296)	(416)
	Net gain on lease modification	(1)	-	-
	Operating profit before working capital changes	**19,520**	**17,364**	**36,061**
	Net change in			
	Inventories	3	9	16
	Trade receivables	(463)	(7,980)	(5,335)
	Unbilled receivables	(1,079)	1,185	733
	Loans receivables and other financial assets	154	(101)	(417)
	Other assets	(1,693)	(2,920)	(3,036)
	Trade payables	42	3,416	2,915
	Unearned and deferred revenue	(72)	636	755
	Other financial liabilities	(1)	707	610
	Other liabilities and provisions	302	256	400
	Cash generated from operations	**16,713**	**12,572**	**32,702**
	Taxes paid (net of refunds)	(3,377)	(2,937)	(8,704)
	Net cash generated from operating activities	**13,336**	**9,635**	**23,998**
II	**CASH FLOWS FROM INVESTING ACTIVITIES**			
	Bank deposits placed	(5,660)	-	(5,400)
	Inter-corporate deposits placed	(5,144)	(7,972)	(13,222)
	Purchase of investments	(38,220)	(49,037)	(92,020)
	Payment for purchase of property, plant and equipment	(831)	(672)	(1,556)
	Payment for acquiring right-of-use of assets	(545)	-	-
	Payment for purchase of intangible assets	(85)	(66)	(161)
	Earmarked deposits placed with banks	-	(16)	(290)
	Acquisition of subsidiary	-	-	(66)
	Proceeds from bank deposits	300	2,000	2,000
	Proceeds from inter-corporate deposits	4,750	10,242	10,472
	Proceeds from disposal / redemption of investments	37,905	56,799	99,561
	Proceeds from disposal of property, plant and equipment	115	29	98
	Proceeds from earmarked deposits with banks	-	-	339
	Dividend received from subsidiaries (including exchange gain)	2,118	2,355	3,574
	Interest received	1,497	1,469	2,554
	Net cash generated from / (used in) investing activities	**(3,800)**	**15,131**	**5,883**
III	**CASH FLOWS FROM FINANCING ACTIVITIES**			
	Buy-back of equity shares	-	(16,000)	(16,000)
	Expenses for buy-back of equity shares	-	(45)	(45)
	Short-term borrowings (net)	-	(181)	(181)
	Dividend paid (including tax on dividend)	(10,252)	(8,257)	(11,424)
	Repayment of lease liabilities	(341)	(2)	(5)
	Interest paid	(332)	(142)	(170)
	Net cash used in financing activities	**(10,925)**	**(24,627)**	**(27,825)**
	Net change in cash and cash equivalents	**(1,389)**	**139**	**2,056**
	Cash and cash equivalents at the beginning of the period	3,327	1,278	1,278
	Exchange difference on translation of foreign currency cash and cash equivalents	13	108	(7)
	Cash and cash equivalents at the end of the period	**1,951**	**1,525**	**3,327**

B S R & Co. LLP
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Chartered Accountants

TCS/BM/173/SE/2019-20

October 10, 2019

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Mumbai-400051
Symbol: TCS

BSE Limited
P. J. Towers, Dalal Street,
Mumbai-400001
Scrip Code No. 532540

Dear Sirs,

Sub: Press Release

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith a copy of a Press Release which will be disseminated shortly. The Press Release is self-explanatory.

The above information is also available on the website of the Company: www.tcs.com

Thanking you,

Yours faithfully,
For **Tata Consultancy Services Limited**

Rajendra Moholkar
Company Secretary

Encl: As above

For immediate use **PRESS** RELEASE
Ind-AS & IFRS ₹

TCS Delivers Steady Growth in Q2

- Q2 CC Revenue Growth of **8.4%** YoY
- UK (**+13.3%** YoY) and Europe (**+16%** YoY) Drive Growth
- Digital Revenue at **33.2%**, Growth of **27.9%** YoY
- Net Margin at **20.6%**; EPS Growth: **3.8%** YoY
- Special Dividend of **₹40** per share

MUMBAI, October 10, 2019: Tata Consultancy Services (BSE: 532540, NSE: TCS), the leading global IT services, consulting and business solutions organization, reported its consolidated financial results according to Ind AS and IFRS, for the quarter ending September 30, 2019.

Financial Highlights for Quarter Ended September 30, 2019

- Revenue at **₹38,977** crore, +**5.8**% YoY
- Constant Currency revenue growth: **+8.4**% YoY
- Net Income at **₹8,042** crore, **+1.8**% YoY
- Operating Margin at **24%**; Net Margin at **20.6%**
- Earnings Per Share at **₹21.43**, **+3.8**% YoY
- Net Cash from Operations at **₹8,686** crore i.e. **108%** of Net Income
- Total Dividend per share of **₹45** per share including **₹40** as special dividend
  Record date 18/10/2019; Payment date 24/10/2019

Business Highlights for Quarter Ended September 30, 2019

- Digital revenue: **33.2%** of total, **+27.9%** YoY
- Life Sciences & Healthcare continues to outperform, **+16%** YoY; Communications & Media grew **+11.8%**
- UK and Europe lead growth: **+13.3%** YoY and **+16%** YoY respectively
- Net addition of **14,097** employees: highest ever number of employees onboarded in a quarter
- Continued investments in organic talent development:
  - **322K+** employees trained in digital technologies
  - **391K+** employees trained in Agile methods
- Industry-leading talent retention: IT Services attrition rate at **11.6%** LTM

Commenting on the Q2 performance, **Rajesh Gopinathan, Chief Executive Officer and Managing Director,** said: *"We ended the quarter with steady growth despite increased volatility in the financial services and retail verticals. We remain confident as the medium and longer term demand for our services continues to be very strong, as evidenced by our Q2 order book – the highest in the last six quarters."*

He added: *"Digital disruption across multiple industries is making rapid, scalable innovation a critical imperative in the Business 4.0™ world. In the auto sector, our scale in advanced engineering R&D skills and depth in digital technologies like AI and IoT are making us the preferred innovation partner to leading OEMs, embedding us deeply into their product R&D value chain. Our strategic partnership with General Motors for their next generation mobility initiatives is a powerful illustration of this."*

N Ganapathy Subramaniam, Chief Operating Officer & Executive Director, said: *"Our point of view on anchoring or participating in digital ecosystems, and the Business 4.0™ framework, are clearly helping clients in their growth and transformation journeys. We continue to make significant investments in differentiating digital capabilities that are helping us participate in key growth areas of our clients technology spend – be it their cloud transformation, data maturity or in advancing their automation agenda."*

He added: *"Our products and platforms are seeing increased client adoption and market coverage. During the quarter, we launched a unified TCS BaNCS Asset Servicing platform for asset managers, broker-dealers and custodians and a comprehensive Site Feasibility Assessment platform within our Advanced Drug Development platform suite. Our diversified industry and geography presence, and largest Agile Ready workforce, together with our Machine First™ approach to continuous improvement and innovation augurs well for our future growth."*

V Ramakrishnan, Chief Financial Officer, said: *"We have been gearing up for growth despite the volatility. Our margins in Q2 reflect our continued investments in our people, and in building the capacity we need to fulfill our strong order book."*

Q2 Segment Highlights

Industries: Revenue growth was led by Life Sciences & Healthcare (+16%) and Communications & Media (+11.8%). All the other verticals – BFSI (+8%), Manufacturing (+7.8%), Technology & Services (+5.6%) and Retail & CPG (+4.8%) – continued to grow.

Markets: Growth was led by Europe (+16%) and UK (+13.3%). North America and Asia Pacific grew 5.3% and 6.5% respectively. Emerging markets showed steady growth – India (+7.7%), MEA (+7.3%) and Latin America (+7.3%).

Services:

- **Consulting & Services Integration:** Strategic Offerings around enterprise agility, mergers, acquisitions and divestitures, as well as Supply Chain as a Service saw increased traction in Q2.
- **Digital Transformation Services:** Cloud services, IoT and cybersecurity services led the growth this quarter. The strategic partnership with General Motors for future global vehicle engineering highlighted TCS' depth and scale in advanced automotive engineering R&D services.
- **Cognitive Business Operations:** Secure hybrid cloud, along with AI and Machine Learning, are playing a pivotal role in our clients' digital transformation journey and sustainable business operations. We saw strong demand for hybrid cloud transformation services and digital customer experience transformation services.

Key Highlights

- TCS and **General Motors** established a strategic partnership for future global vehicle design and development including vehicle styling, EV battery, motor design and advanced virtual simulations to pioneer world class vehicles that set new benchmarks in driving experience, safety and emissions.
- Engaged by a leading US based healthcare company as their strategic partner for enterprise operating model transformation and cybersecurity services, to be enabled by automation, analytics and AI. TCS will leverage MFDM™ and cloud technologies to drive extreme automation and mass customization, with agile product-based teams to drive agility, improve reliability, and enhance the value delivered.
- Chosen by a leading pan-Asian insurance group, in their partner distribution system modernization and customer experience transformation program. TCS will help deliver hyper-specialized omni-channel customer experience for exponential business growth and improve productivity through effective customer engagement. TCS will also deliver a complete business model transformation to successfully harness the digital opportunity and foster innovation with the partners, including non-traditional ones.

"On behalf of the entire Nationwide IT team, I would like to recognize TCS for their outstanding performance. Over the course of 2019, TCS has delivered on critically key initiatives. The work done on Commercial Lines Transformation Program stands out. This is a display of true partnership that we value and want to see continue between our two companies."

- James Fowler,
EVP & CIO, Nationwide

- Chosen by a Japanese tractor and heavy equipment manufacturer to design, build and deploy a leading modern ERP system covering Finance, Sales, Manufacturing, Procurement, Warehouse Management & Distribution for their North America operations.
- Engaged by a premier brand in the hospitality industry to improve business user satisfaction with end-to-end services management services covering Incident management, problem management, monitoring and capacity management services of all enterprise applications across multiple technologies.
- Engaged by North America's leader in packaging choice and sustainability to drive business transformation with a world class modern ERP platform and services. This transformation will drastically reduce monthly and quarterly closing timelines, improve manufacturing productivity, and increase sales margins and pricing effectiveness.
- Chosen by a leading Swiss energy management products company, to help them meet stringent European quality and compliance standards for their smart meters. TCS will help them improve the resilience and robustness of their meters with technological advancement and feature upgrades in their embedded firmware design and development.

- Engaged by a leading US-based multinational technology company, as its strategic partner in driving its customer analytics program to generate actionable insights and drive business growth. TCS' solution will help the client proactively track its products usage and adoption by its customers segments, and recommend next best actions. TCS will execute a world class omni-channel digital marketing program to provide a personalized, unified user experience by creating a consistent content strategy and operations across divisions.

"Through our strategic partnership with TCS, we are building a digital workspace for our teams that is intuitive, flexible and frictionless, using the best of digital technology and service design to transform people's experience, improve productivity and support collaboration. The digital workspace powered with new tools, ways of working and services will help us support our customers and stakeholders better."

- Mark Hall,
Group IT Director, L&G

- The **Reserve Bank of India** has chosen TCS as its strategic partner to implement a state-of-the-art Centralized Information & Management System, comprising end-to-end data collection to data dissemination platform, enabling data-driven business decision making. TCS will create a next-generation AI platform for better regulation of financial markets and better tracking of the country's economic growth parameters. This includes the creation of a regulatory sandbox for FinTechs and other organizations that wish to subscribe to reliable and current economic data.

- Chosen by **Jurassic Fibre Limited**, a UK-based telecommunications company, as the strategic partner in building a new fiber optic broadband network in UK. TCS' HOBS will power Jurassic's operations. In addition, TCS will implement an ERP solution for its finance, supply chain, talent management and field service operations.

"Jurassic Fibre was conceived as a digital, consumer centric, disruptive challenger to the incumbent operators. We see TCS' cloud-based HOBS platform, combined with the expertise and commitment of the TCS team, as the right foundation to realize our vision."

- Michael Maltby,
CEO, Jurassic Fibre.

- Engaged by a leading US insurance company as its innovation, growth and transformation partner for enhancing employee experience and productivity through automation and optimization. TCS will help leverage digital technologies for transforming and managing its enterprise applications portfolio.

- Selected by a US-based global consumer products leader, to drive modernization and technology transformation across their global environment. TCS is helping the customer in its journey to a products-based Business 4.0 organization, by transforming its core systems & processes with a Machine First approach to improve the employee experience, business scalability & availability in global markets with modern, cognitive technologies & public cloud platforms.

- Engaged by a European Pharma major to provide end-to-end pharmacovigilance services globally for the Global Drug Safety Group, including safety agreement processing.

- Selected by **Pandora**, a Danish jewellery manufacturer, to transform and secure the experience for their global users and retail stores, with a technology transformation initiative. TCS is enabling this transformation with its Digital Workplace Studio offering, leveraging the combined strengths of next gen analytics, cognitive automation driven platform and end user security control with its unparalleled global service delivery capability.

"Our agreement with TCS marks an important milestone for Pandora. Now we have our future-ready IT setup fully in place to support the Programme NOW objectives. And I am convinced that TCS with its global scale, retail expertise and cutting-edge solutions in relation to automation and AI will prove a perfect match for Pandora."
- Peter Cabello Holmberg, CIO, Pandora

- Engaged by one of UK's largest water and wastewater services companies for transforming the management of large water events and improving the customer experience. TCS solution will provide actionable insights based on real-time data which allows quick identification of an affected customer and better field force deployment to enhance customer experience.

- Selected by **Symcor**, a leading provider of Financial Services in Canada, as the preferred partner consolidating the entire portfolio in applications and technology.

"For the last 18 months, TCS has enabled successful delivery of programs and initiatives deemed critical from an organizational perspective - ranging from client onboarding to those targeted at internal operational efficiency - integrated seamlessly as one team.
Symcor is expanding this partnership for improved governance, more effective demand-supply management and greater access to digital skills - all of which are expected to drive incremental benefit realization and enhance business value in a Business 4.0 paradigm."
-Paul MacDonald, CIO, Symcor.

- Engaged by a leading British multinational aerospace and engineering company, as their IOT partner for an aviation digital hub initiative for airlines customers. TCS will create a new business revenue model for the manufacturer, lead the application development for better analytics and insights about the engine's operational and service parameters and also help reduce their engine build cycle time by transforming various functions in the engine build process, leveraging cloud platforms and microservices.

- Selected by a leading semiconductor and computer components manufacturing company, for validating their IoT platform development kits to increase their market competitiveness, reference solutions implementation and support base for customers. This will help to increase wide spread use of their IoT based Edge products, increase customer experience and position them as the market leader.

- Selected by a British multinational electricity and gas utility company, as the quality assurance transformation partner across UK and US. TCS will leverage its modern TCS Quality Engineering Transformation platforms for release acceleration, non-functional assurance and data validation to enable higher quality systems with faster time to market.

- Chosen by a Dutch multinational banking and financial services corporation, as strategic partner to rapidly scale up multiple blockchain initiatives. The bank will collaboratively work with TCS to enrich solutions that aim to bring much needed transparency, hyper-efficiency and trust across banking platforms in the custody and trading domains.
- Chosen by **Loblaw Inc**, a leading Canadian retailer, to execute their hybrid multi-cloud strategy as part of their cloud adoption initiative. TCS will modernize over 120 critical applications and migrate them to public cloud platforms as part of this program to increase the scalability, flexibility and agility of business operations.
- Chosen by an American drug wholesale company, to administer and operate the current key management infrastructure and improve data security. TCS will also ensure a wider implementation and uniform deployment of encryption policies supported by centralized key management to reduce the risk of sensitive data breach.
- Chosen by a leading UK supermarket chain as the strategic partner for the modernization of the retail application portfolio. TCS will help the customer achieve better scalability, a more agile core retail business and better customer satisfaction by implementing a cloud based microservices digital architecture.
- Engaged by **Givaudan International SA**, the global leader in fragrances and flavor to modernize and manage their global data center operations leveraging MFDM, powered by Ignio™ and create a scalable, resilient foundation for its future growth and transformation.
- Chosen by a leading Australian grocery store chain to move over 100 applications to a multi-cloud platform to improve operational agility, reduce real estate overheads, and achieve hyper scalability of seasonality-sensitive applications.
- Selected by a leading European logistics and postal services company as its 'Design Agency of Record' to design new digital experiences, solutions, and enhancements to the web, desktop and iOS mobile platforms for enhanced omni-channel experience for customers and employees.
- Selected by **Lufthansa Group**, one of the largest European Airlines, as the strategic partner for a large multi-year program where TCS will provide end to end Quality assurance services to their Digital transformation.
- Engaged by a global Fortune 500 insurance and investment services firm, as the strategic partner for its claims processing transformation. The engagement will enhance multi-channel customer engagement while streamlining contact center operations. Key areas of focus are customer and employee engagement, delivering consistent service across channels and creating a frictionless customer experience.
- Engaged by a leading US drugstore chain to redesign their corporate portal using industry leading UX-UI Design capabilities to improve associate engagement and enhance experience. TCS will help the client achieve the business objectives of simplified navigation and quick access to information through an easily maintainable, responsive design that is compatible across devices and browsers.

Research and Innovation

As on September 30, 2019, the company has applied for **4,874** patents, including **192** applied during the quarter and has been granted **1,121** patents.

Human Resources

Hiring continues to be very strong to fulfill the order book. Net addition in Q2 was **14,097**, the highest ever number of employees to be on-boarded in a quarter. Consolidated headcount stood at **450,738** as of September 30, 2019.

The company's localization initiatives continue apace, with **146** nationalities represented in the workforce. The percentage of women in the workforce rose further to **36.3%.**

TCS' continued investments in organic talent development have resulted in unmatched scale and depth in emerging technologies. At the end of Q2, over **322,000** employees had been trained on multiple new technologies, and over **391,000** had been trained on Agile methods.

The company continues to be the industry benchmark in talent retention, with the IT Services attrition rate (LTM) at **11.6%.**

"By valuing our employees for the contextual knowledge they possess, and continually investing in equipping them with newer technology skills, we have established an industry benchmark in our ability to attract and retain talent across the world. Their can-do attitude coupled with our progressive, performance-oriented culture is giving us a competitive edge in the market," said **Milind Lakkad, Global Head, Human Resources.**

Awards and Recognition

Business Leadership:

- Voted the **Overall Most Outstanding Company** in India by investors across the region in **Asiamoney's 2019 Asia's Outstanding Companies** poll. Additionally, TCS was recognized as the **most awarded company of the decade** in India, for topping Asiamoney's investor polls the most number of times over the last 10 years
- Won the prestigious **Red Dot: Best of the Best – Brands and Communications Design 2019 Award** for its game, Marathon City: Sprint to Win, an inclusive, 3D simulation of the final stretch of the world-famous TCS New York City Marathon
- TCS BaNCS™ Network Solution powered by Quartz™ Blockchain was named the **Best Blockchain Breakthrough of the Year** at the 2019 FTF News Technology Innovation Awards
- Digitate won the **Best Overall AI Company of the Year** award from AI Breakthrough, competing with 2,500 companies and startups in the AI sector from all over the world
- Digitate and ignio™ won four silver **Stevies®** at the **2019 International Business Awards**, in the categories: Software Company of the Year, Most Innovative Tech Company of the Year and

Fastest Growing Software Company of the Year. ignio™, won in the Software Defined Infrastructure product category

- TCS' New York City Marathon App won **Gold** in the App of the Year category at the **Best in Biz Awards 2019 International**
- TCS won one **Gold Stevie®** and two **Silver Stevies®** for its innovative and highly popular Virgin Money London Marathon App, and related promotional campaigns in the community, at the **16th Annual International Business Awards**
- TCS LATAM was named the **Nearshore Trendsetter of the Year** at the 2019 Nexus Illuminate Awards

Partner:

- TCS Enterprise Cloud Platform won the **Best Innovation Award in Australia** at the 2018 Equinix Partner Awards
- TCS Colombia won 2019 Microsoft **Partner of the Year** for DevOps and Alliance Global SI in Colombia
- TCS was recognized as Oracle's HCM Cloud **Partner of the Year for The Netherlands**

IFRS Financial Statements

Unaudited Condensed Consolidated Statements of Comprehensive Income
For the three-month periods ended September 30, 2018, and September 30, 2019
(In millions of ₹, except per share data)

	Three-month period ended September 30, 2018	Three-month period ended September 30, 2019
Revenue	**368,540**	**389,770**
Cost of revenue	212,000	230,630
Gross margin	**156,540**	**159,140**
SG & A expenses	58,830	65,530
Operating income	**97,710**	**93,610**
Other income (expense), net	5,930	11,680
Income before income taxes	**103,640**	**105,290**
Income taxes	24,370	24,710
Income after income taxes	**79,270**	**80,580**
Minority interest	260	160
Net income	**79,010**	**80,420**
Earnings per share in ₹	**20.66**	**21.43**

Unaudited Condensed Consolidated Statements of Financial Position
As of March 31, 2019, and September 30, 2019
(In millions of ₹)

	As of March 31, 2019	As of September 30, 2019
ASSETS		
Property and equipment	116,500	114,940
Right-of-use Assets	0	63,520
Intangible assets and Goodwill	40,130	40,470
Accounts Receivable	274,410	277,070
Unbilled Revenues	89,760	112,890
Investments	293,300	306,390
Cash and Cash equivalents	72,240	50,740
Other current assets	200,750	245,840
Other non-current assets	83,440	82,560
Total Assets	**1,170,530**	**1,294,420**
LIABILITIES AND SHAREHOLDERS' EQUITY		
Shareholders' Funds	915,560	971,390
Long term borrowings	440	0
Short term borrowings	180	0
Other current liabilities	220,660	238,400
Other non-current liabilities	29,160	79,360
Minority Interest	4,530	5,270
Total Liabilities	**1,170,530**	**1,294,420**

Ind AS Financial Statements

Consolidated Statement of Profit and Loss
For the Quarter ended September 30, 2018 and September 30, 2019
(In crores of ₹, except per share data)

	Quarter ended September 30, 2018	Quarter ended September 30, 2019
Revenue	**36,854**	**38,977**
Expenditure		
a) Employee Costs	19,525	21,470
b) Cost of equipment and software licences	522	465
c) Other Operating expenses	6,529	6,817
d) Depreciation	507	864
Total Expenditure	**27,083**	**29,616**
Profit Before Taxes & Other Income	**9,771**	**9,361**
Other income (expense), net	593	1,168
Profit Before Taxes	**10,364**	**10,529**
Provision For Taxes	2,437	2,471
Profit After Taxes & Before Minority Interest	**7,927**	**8,058**
Minority Interest	26	16
Net Profit	**7,901**	**8,042**
Earnings per share in ₹	**20.66**	**21.43**

Consolidated Balance Sheet
As at March 31, 2019 and September 30, 2019
(In crores of ₹)

	As of March 31, 2019	As of September 30, 2019
ASSETS		
Property, plant and equipment	11,553	11,634
Right-of-use assets	0	6,352
Investments	29,330	30,639
Deferred tax assets (net)	2,656	2,300
Goodwill (on consolidation)	1,700	1,677
Cash and Bank Balance	12,848	16,228
Current Assets, Loans and Advances	50,192	51,840
Non-current assets, Loans and advances	6,664	6,665
Total Assets	**114,943**	**127,335**
EQUITY AND LIABILITIES		
Shareholders' Funds	89,446	95,032
Minority Interest	453	527
Short term and long term borrowings	44	0
Deferred Tax Liabilities (net)	1,042	908
Current Liabilities and Provisions	22,084	23,840
Non-current liabilities and provisions	1,874	7,028
Total Liabilities	**114,943**	**127,335**

About Tata Consultancy Services Ltd (TCS)

Tata Consultancy Services is an IT services, consulting and business solutions organization that has been partnering with many of the world's largest businesses in their transformation journeys for the last fifty years. TCS offers a consulting-led, cognitive powered, integrated portfolio of business, technology and engineering services and solutions. This is delivered through its unique Location Independent Agile delivery model, recognized as a benchmark of excellence in software development.

A part of the Tata group, India's largest multinational business group, TCS has over 450,000 of the world's best-trained consultants in 46 countries. The company generated consolidated revenues of US $20.9 billion in the fiscal year ended March 31, 2019 and is listed on the BSE (formerly Bombay Stock Exchange) and the NSE (National Stock Exchange) in India. TCS' proactive stance on climate change and award winning work with communities across the world have earned it a place in leading sustainability indices such as the Dow Jones Sustainability Index (DJSI), MSCI Global Sustainability Index and the FTSE4Good Emerging Index. For more information, visit us at www.tcs.com.

To stay up-to-date on TCS global news, follow @TCS_News.

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