Xchanging
Inspiring Innovation

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XSL/SE/2014

February 28, 2014

The Asst. Vice President,
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E)
MUMBAI - 400 051
Fax :No. 022 – 26598237 / 8

Department of Corporate Services - CRD
Bombay Stock Exchange Limited,
Floor 25, Phiroze Jeejeebhoy Towers, Dalal Street
MUMBAI - 400 001
Fax No. 022 – 22723121

Dear Sir,

Sub: Audited Financial Results of the Company for the year ended December 31, 2013

With reference to the above subject, we would like to inform you that the Board of Directors, in its meeting held today, has approved the audited financial results of the Company for the year ended December 31, 2013.

We are enclosing herewith copy of the unaudited financial results of the Company for the quarter ended December 31, 2013 as per the format prescribed under Clause 41 of the Listing Agreement along with the limited review report by the Statutory Auditors.

Thanking you,

Yours faithfully,
for Xchanging Solutions Limited

Vijayamahantesh V. Khannur
Company Secretary

Xchanging Solutions Limited

Xchanging Tower, SJR I Park, Opp. Satya Sai Hospital, 13,14,15, EPIP Park, Whitefield, Bangalore-560066

PART I (Rs in lakhs)

Statement of Standalone Audited Results for the Year Ended 31/12/2013

Sl. No.	Particulars	Quarter ended Dec 31, 2013 Audited	Quarter ended Sep 30, 2013 Unaudited	Quarter ended Dec 31, 2012 Audited	Year ended Dec 31, 2013 Audited	Year ended Dec 31, 2012 Audited
1.	Income from operations					
	Net Sales/ Income from Operations	3,047	2,841	2,421	11,211	9,976
	Total income from operations (net)	3,047	2,841	2,421	11,211	9,976
2.	Expenses					
	a) Employee benefits expense	1,788	1,631	1,660	6,480	6,112
	b) Project work expenses	119	148	64	523	255
	c) Exchange loss (net)	(10)	(354)	(165)	(777)	(27)
	d) Depreciation and amortisation expense	123	111	134	434	344
	e) Other expenses	987	766	594	2,954	2,181
	Total expenses	2,987	2,292	2,296	9,824	8,865
3.	Profit from operations before other income, finance cost and exceptional items (1-2)	60	549	126	1,587	1,113
4.	Other income	666	269	302	1,163	797
5.	Profit from ordinary activities before finance costs and exceptional items (3+4)	725	818	427	2,750	1,910
6.	Finance Cost	5	4	1	17	16
7.	Profit from ordinary activities after finance costs but before exceptional items (5-6)	721	814	426	2,733	1,894
8.	Exceptional items	(165)	-	536	(165)	536
9.	Profit (+) / Loss (-) from ordinary activities before tax (7-8)	886	814	(110)	2,898	1,358
10.	Tax expense	(335)	386	125	744	715
11.	Net Profit (+) / Loss (-) for the period (9-10)	1,221	428	(235)	2,154	643
12.	Paid up equity share capital (Face Value per Share Rs 10/-)	11,140	11,140	11,140	11,140	11,140
13.	Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year (includes debit balance of profit & loss a/c, if any)		-		5,625	3,471
14.	Earning / (Loss) Per Share (of Rs.10/-each) (not annualised)					
	(a) Basic	1.10	0.38	(0.21)	1.93	0.58
	(b) Diluted	1.10	0.38	(0.21)	1.93	0.58

PART II

Select Information for the year ended 31/12/2013

	Particulars	Quarter ended Dec 31, 2013	Quarter ended Sep 30, 2013	Quarter ended Dec 31, 2012	Year ended Dec 31, 2013	Year ended Dec 31, 2012
A	PARTICULARS OF SHAREHOLDING					
1.	Public shareholding					
	- Number of Shares	27,850,929	27,850,929	27,850,929	27,850,929	27,850,929
	- Percentage of shareholding	25.00%	25.00%	25.00%	25.00%	25.00%
2.	Promoters and promoter group Shareholding					
	a. Pledged / Encumbered					
	-Number of Shares	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of the total share capital of the Company)	-	-	-	-	-
	b. Non Encumbered					
	-Number of Shares	83,552,787	83,552,787	83,552,787	83,552,787	83,552,787
	-Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	-Percentage of shares (as a % of the total shareholding of the total share capital of the Company)	75.00%	75.00%	75.00%	75.00%	75.00%

	Particulars	3 months ended 31/12/2013
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Disposed of during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

Xchanging Solutions Limited		(Rs in lakhs)
Standalone Statement of Assets and Liabilities Particulars	As at current year end 31/12/2013	As at previous year end 31/12/2012
EQUITY AND LIABILITIES		
Shareholders' funds		
(a) Share capital	11,140	11,140
(b) Reserves and surplus	5,625	3,471
Sub-total - Shareholders' funds	16,765	14,611
Non-current liabilities		
(a) Long term borrowings	126	92
(b) Other long term liabilities	17	107
(c) Long-term provisions	560	537
Sub-total - Non-current liabilities	703	736
Current liabilities		
(a) Trade payables	1,928	1,598
(b) Other current liabilities	2,867	1,318
(c) Short-term provisions	685	903
Sub-total - Current liabilities	5,480	3,819
TOTAL - EQUITY AND LIABILITIES	22,948	19,166
ASSETS		
Non-current assets		
(a) Fixed assets	695	712
(b) Non-current investments	5,874	5,874
(c) Deferred tax assets	521	-
(d) Long-term loans and advances	2,224	2,283
(d) Other non current assets	105	17
Sub-total - Non-current assets	9,519	8,886
Current assets		
(a) Trade receivables	4,270	4,181
(b) Cash and bank balances	5,053	2,248
(c) Short-term loans and advances	1,798	3,367
(d) Other current assets	2,308	474
Sub-total - Current assets	13,429	10,280
TOTAL - ASSETS	22,948	19,166

PART I						
Statement of Consolidated Audited Results for the Year Ended 31/12/2013						
Sl. No.	Particulars	Quarter ended Dec 31,	Quarter ended Sep 30,	Quarter ended Dec 31,	Year ended Dec 31,	
		2013	2013	2012	2013	2012
		Unaudited	Unaudited	Audited	Audited	Audited
1.	Income from operations					
	Net Sales/ Income from Operations	6,510	6,299	5,223	24,309	20,883
	Total Income from operations (net)	6,510	6,299	5,223	24,309	20,883
2.	Expenses					
	a) Employee benefits expense	4,429	4,130	3,841	16,246	14,285
	b) Project work expenses	447	341	217	1,273	864
	c) Exchange loss (net)	141	(365)	88	(626)	68
	d) Depreciation and amortisation expense	131	119	177	498	508
	e) Other expenses	1,849	1,281	1,301	5,113	4,167
	Total expenses	6,997	5,486	5,624	22,305	19,902
3.	Profit from operations before other income, finance cost and exceptional items (1-2)	(487)	813	(401)	2,004	981
4.	Other income	1,481	270	1,090	1,460	1,625
5.	Profit from ordinary activities before finance costs and exceptional items (3+4)	994	1,083	689	3,464	2,606
6.	Finance Cost	6	4	(18)	17	16
7.	Profit from ordinary activities after finance costs but before exceptional items (5-6)	988	1,079	707	3,447	2,590
8.	Exceptional items	(165)	(208)	536	(436)	536
9.	Profit (+) / Loss (-) from ordinary activities before tax (7-8)	1,153	1,287	171	3,905	2,054
10.	Tax expense	(311)	395	398	874	828
11.	Net Profit (+) / Loss (-) for the period (9-10)	1,464	902	(227)	3,031	1,225
12.	Paid up equity share capital (Face Value per Share Rs 10/)	11,140	11,140	11,140	11,140	11,140
13.	Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year (includes debit balance of profit & loss a/c, if any)				16,735	13,884
14.	Earning / (Loss) Per Share (of Rs.10/-each) (not annualised)					
	(a) Basic	1.31	0.81	(0.20)	2.72	1.10
	(b) Diluted	1.31	0.81	(0.20)	2.72	1.10

Xchanging Solutions Limited		(Rs in lakhs)
Consolidated Statement of Assets and Liabilities Particulars	As at current year end 31/12/2013	As at previous year end 31/12/2012
EQUITY AND LIABILITIES		
Shareholders' funds		
(a) Share capital	11,140	11,140
(b) Reserves and surplus	16,735	13,884
Sub-total - Shareholders' funds	27,875	25,024
Non-current liabilities		
(a) Long-term borrowings	126	92
(b) Other long-term liabilities	17	107
(c) Long-term provisions	560	537
Sub-total - Non-current liabilities	703	736
Current liabilities		
(a) Trade payables	4,194	3,182
(b) Other current liabilities	3,562	2,170
(c) Short-term provisions	1,136	1,462
Sub-total - Current liabilities	8,892	6,814
TOTAL - EQUITY AND LIABILITIES	37,470	32,574
ASSETS		
Non-current assets		
(a) Fixed assets	16,589	16,628
(b) Deferred tax assets	621	-
(c) Long-term loans and advances	2,224	2,390
(d) Other non-current assets	105	63
Sub-total - Non-current assets	19,539	19,079
Current assets		
(a) Trade receivables	4,668	4,582
(b) Cash and bank balances	7,514	4,222
(c) Short-term loans and advances	1,911	2,876
(d) Other current assets	3,838	1,815
Sub-total - Current assets	17,931	13,495
TOTAL - ASSETS	37,470	32,574

Notes to above results :

1. The above financial results of Xchanging Solutions Limited (the Company) and its subsidiaries (the Group)have been reviewed and recommended by the Audit Committee, and approved by the Board of Directors on February 28, 2014
2. The Company has only one segment - Information Technology and related services ("IT") and accordingly the above results relate to this segment.
3. Exceptional items as per consolidated results of the Group comprises the following:
   (i) Rs. 273 relating to partial receipt of loan already written off in prior years.
   (ii) Rs 165 arising on reversal of provision for portion of the security deposit made in previous year.
4. Exceptional items as per standalone results of the Company amounting to Rs 165 relates to reversal of provision for portion of the security deposit made in previous year.
5. The standalone and consolidated figures of quarters ended December 31, 2013 and December 31, 2012 are the balancing figures between audited figures in respect of the full financial year ended December 31, 2013 and December 31, 2012 and the unaudited year to date figures for the 9 months ended September 30, 2013 and September 30, 2012 respectively.
6. The amounts for the previous year have been reclassified wherever possible, to conform to the current year's presentation.
7. Information on investors' complaints for the quarter ended December 31, 2013 is as follows: Opening balance: Nil; New: Nil; Disposal: Nil; Closing balance: Nil.

By Order of Board

David Bauernfeind
Executive Director

Place : London, United Kingdom
Date : February 28, 2014