



Integrating People, Process and Technology

Date: 14.02.2020

To Listing Department National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex Bandra (E), Mumbai – 400051 Scrip Symbol: GSS	To The Department of Corporate Services (CRD) Bombay Stock Exchange Limited Dalal Street Mumbai – 400001 Scrip Code – 532951/GSS
--	---

Dear Sir

Sub: Outcome of Board Meeting held on February 14, 2020.

The Board of Directors of the Company at its meeting held today, February 14, 2020, has inter alia, transacted following approved the Un-audited Financial Results of the Company for the third Quarter and nine months period ended December 31, 2019 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. We enclose herewith the said Un-audited Financial Results along with the Limited Review Reports of the Statutory Auditors of the Company.


We enclose a copy of the Press Release on Un-audited Financial Results of the Company for the third quarter and nine months period ended December 31, 2019.

The Board meeting commenced at 5.30 p.m and concluded at 7:20 p.m.

Thanking you,

Yours faithfully,

For GSS INFOTECH LTD


Ravi Kumar Jatavallabha Vishnubhatla

CFO



GSS Infotech Limited

Wing-B, Ground Floor, N heights, Plot No.12, TSII Software Units Layout, Madhapur, Serilingampally Mandal,
Rangareddy District, Hyderabad – 500081, Telangana, India

Tel: 91 40 4455 6600 | E-mail: india@gssinfotech.com | www.gssinfotech.com

CIN No: L72200TG2003PLC041860

GSS INFOTECH LIMITED
Statement of Standalone Unaudited Financial Results for the Quarter ended December 31, 2019

(All amounts in Indian Rupees, except share data and where otherwise stated)

	Particulars	Quarter ended December 31, 2019 (Unaudited)	Quarter ended September 30, 2019 (Unaudited)	Quarter ended December 31, 2018 (Unaudited)	Year to Date December 31, 2019 (Unaudited)	Year to Date Corresponding period PY(18-19) (Unaudited)	Year ended March 31, 2019 (Audited)
I	Income:						
II	Revenue from operations	5,62,72,373	6,30,52,010	10,10,27,379	20,41,60,809	22,30,76,536	30,86,14,268
III	Other Income	6,68,778	2,73,668	3,60,604	11,50,457	96,72,275	1,00,56,471
IV	Total income	5,69,41,151	6,33,25,678	10,13,87,983	20,53,11,266	23,27,48,811	31,86,70,739
	Expenses:						
a)	Direct costs	51,80,308	59,79,160	1,38,21,834	2,58,96,792	2,96,23,439	4,17,77,687
b)	Employee Benefits Expenses	3,49,21,789	3,70,28,576	4,68,02,652	11,63,76,738	10,91,84,846	15,41,52,168
c)	Finance Costs	1,42,638	57,425	5,46,568	2,52,787	6,86,009	8,11,669
d)	Depreciation & Amortization expenses	6,64,698	6,03,631	5,62,969	18,60,238	7,83,899	17,50,502
e)	Administrative & Other Expenses	1,40,68,309	1,38,94,184	2,21,07,112	4,58,73,455	1,38,58,363	3,08,31,787
	Total expense	5,49,77,742	5,75,62,976	8,38,41,135	19,02,60,011	15,41,36,557	22,93,23,812
V	Profit before exceptional items and tax	19,63,410	57,62,701	1,75,46,848	1,50,51,255	7,86,12,254	8,93,46,926
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit before tax	19,63,410	57,62,701	1,75,46,848	1,50,51,255	7,86,12,254	8,93,46,926
VIII	Tax expense:						
(1)	Current tax	9,18,535	17,51,843	3,81,093	49,24,882	37,43,105	60,20,195
(2)	Deferred tax benefit	(2,554)	1,04,527	(5,13,196)	(82,571)	(1,68,116)	(6,936)
	Total Tax Expense	9,15,981	18,56,370	(1,32,103)	48,42,311	35,74,989	60,13,259
IX	Profit After Tax	10,47,429	39,06,331	1,76,78,951	1,02,08,944	7,50,37,265	8,33,33,667
X	Other comprehensive income	-	-	-	-	-	3,14,640
XI	Total comprehensive income for the year	10,47,429	39,06,331	1,76,78,951	1,02,08,944	7,50,37,265	8,36,48,307
XII	Earning per equity share:						
(1)	Basic	0.06	0.23	1.04	0.60	4.43	4.92
(2)	Diluted	0.06	0.23	1.04	0.60	4.43	4.92

Notes:

- 1 2020.
- 2 The standalone financial results relates to "software services" as the only reportable single segment of the company
- 3 The above financial results are also available on Stock Exchange websites "www.bseindia.com" and "www.nseindia.com" and on our website "www.gssinfotech.com"
- 4 Previous period figures have been regrouped / reclassified wherever necessary to conform to the current period classification.

Hyderabad
14.02.2020

For and on behalf of the board

A. Prabhakara Rao

A. Prabhakara Rao
DIN: 02263908



Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

Review Report to
The Board of Directors
GSS Infotech Limited.

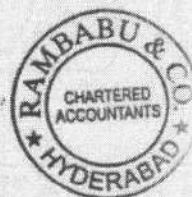
We have reviewed the accompanying statement of unaudited standalone financial results of GSS Infotech Limited ("the Company"), for the quarter and nine month period ended 31st December 2019 ("the statement"), attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations").

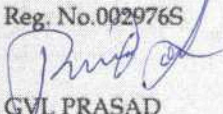
This statement which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express conclusion on the Statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by Independent Auditor of 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 Statements is free of material misstatement. A review of the interim financial information consists of making inquiries primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting standards ("Ind AS") specified under Section 133 of Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Hyderabad
Date: 14-02-2020



For RAMBABU & CO.,
Chartered Accountants
Reg. No. 002976S

GVL PRASAD
Partner
M. No. 026548

GSS INFOTECH LIMITED
Statement of Consolidated Unaudited Financial Results for the Quarter ended December 31, 2019

(All amounts in Indian Rupees, except share data and where otherwise stated)

	Particulars	Quarter ended December 31, 2019 (Unaudited)	Quarter ended September 30, 2019 (Unaudited)	Quarter ended December 31, 2018 (Unaudited)	Year to Date December 31, 2019 (Unaudited)	Year to Date Corresponding period PY(18-19) (Unaudited)	Year ended March 31, 2019 (Audited)
I	Income:						
II	Revenue from operations	343,508,348	349,238,379	410,985,431	1,068,209,586	1,202,434,415	1,578,641,700
III	Other Income	668,778	273,668	360,604	1,278,099	9,672,275	10,056,471
IV	Total Income	344,177,127	349,512,047	411,346,035	1,069,487,685	1,212,106,690	1,588,698,171
	Expenses:						
a)	Direct costs	20,397,671	19,677,283	36,238,533	62,344,452	134,166,155	151,350,994
b)	Employee Benefits Expenses	259,699,204	284,934,525	311,834,798	842,709,538	910,761,520	1,220,559,163
c)	Finance Costs	1,988,494	1,970,178	2,987,339	6,217,917	7,470,263	9,814,319
d)	Depreciation & Amortization expenses	736,761	664,853	562,969	2,205,308	939,162	1,905,765
e)	Administrative & Other Expenses	43,444,213	28,265,246	38,362,346	104,480,370	49,119,666	81,945,588
	Total Expenses	326,266,343	335,512,085	389,985,985	1,017,957,586	1,102,456,766	1,465,575,830
V	Profit before exceptional items and tax	17,910,784	13,999,962	21,360,050	51,530,099	109,649,924	123,122,341
VI	Exceptional Items						
VII	Profit before tax	17,910,784	13,999,962	21,360,050	51,530,099	109,649,924	123,122,341
VIII	Tax expense:						
(1)	Current tax	948,364	1,861,045	404,451	5,596,966	4,298,315	6,869,167
(2)	Deferred tax benefit	(2,554)	104,527	(513,196)	(82,571)	(168,116)	(6,936)
	Total Tax Expense	945,810	1,965,572	(108,745)	5,514,395	4,130,199	6,862,231
IX	Profit After Tax	16,964,974	12,034,390	21,468,795	46,015,704	105,519,725	116,260,110
X	Other comprehensive income	9,744,039	21,673,236	(25,041,010)	32,084,372	65,173,478	47,635,747
XI	Total comprehensive income for the year	26,709,013	33,707,626	(3,572,215)	78,100,076	170,693,203	163,895,857
XII	Earning per equity share:						
(1)	Basic	1.00	0.71	1.27	2.72	6.23	6.86
(2)	Diluted	1.00	0.71	1.27	2.72	6.23	6.86

Notes :

- The above Consolidated Unaudited Financial Results of GSS Infotech Ltd ("the Company") were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on February 14, 2020.
- The Consolidated financial results relates to "software services" as the only reportable single segment of the company
- The above Consolidated financial results are also available on Stock Exchange websites "www.bseindia.com" and "www.nseindia.com" and on our website "www.gssinfotech.com".
- Previous period figures have been regrouped / reclassified wherever necessary to conform to the current period classification.

Hyderabad
14.02.2020

For and on behalf of the board

A. Prabhakara Rao

DIN: 02263908



Limited Review Report

To the Board of Directors
GSS Infotech Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial results of GSS Infotech Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended and nine month period ended 31st December, 2019 (the "statement"), being submitted by the parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

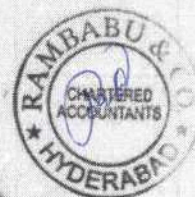
2. This statement is the responsibility of the Parent's Management and has been approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial information performed by the Independent Auditor of the Entity*, issued by Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the result of the following subsidiaries

- a. M/s. GSS Healthcare IT Solutions Private Limited
- b. M/s. GSS IT Solutions Private Limited
- c. M/s. GSS Infotech Inc



#6-3-1090/1/A, Pancom Chambers, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082.

E-mail : rambabuandco@gmail.com

Branch Office : #24A-5-17, E.G. Towers, Tikkana Somayajulu Street, Ashok Nagar, Eluru - 2. Ph. : 08812-224944

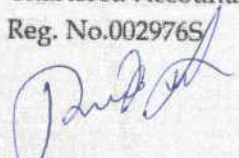
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Hyderabad

Date: 14-02-2020

For Rambabu & Co.,
Chartered Accountants
Reg. No.002976S




GVL Prasad
Partner
M. No. 026548

Press Release

GSS Infotech, announces its quarterly results for Q3 FY2020 reporting a Net Margin growth of about 42% QoQ from Rs.1.2 Cr in Q2 to Rs.1.7 Cr. in Q3 on a consolidated basis.

The Consolidated Revenues from Operation remained largely unchanged at Rs.34.35 Cr. in Q3 compared to Rs. 34.92 Cr in the previous quarter.

Hyderabad, Feb 14, 2020: GSS Infotech Limited, a global IT services company, today announced its results for the third quarter and Nine Months period ended of FY20, ending December 31st, 2019, on a consolidated and standalone basis.

Financial Highlights

- **October – December 2019**
 - **Consolidated Revenues were Rs.34.35 Cr. for Q3 FY 20 compared to Rs 34.92 cr. for Q2 FY 20., reporting a QoQ decrease of Rs. 0.57 Cr., which is 1.6% and decreased by Rs. 6.75 Cr. from Rs. 41.10 Cr. to Rs. 34.35 Cr. which is 16.4% on YoY basis.**
 - **Consolidated PAT stood at Rs. 1.70 Cr. for Q3 FY 20 compared to Rs.1.20 Cr for the previous quarter reporting a QoQ increase of 42% while the same decreased from Rs. 2.15 cr. to Rs.1.70 Cr. which is a drop of 21% on YoY basis.**
 - **Standalone Revenues reported Rs. 5.63 Cr. in Q3 FY 20, compared to Rs. 6.31 Cr. for the previous quarter, a drop of Rs. 0.68 Cr., which is a decrease of 10.7% on QoQ basis and decreased from Rs. 10.10 cr. to Rs. 5.63 Cr. a decrease of 44% from the same quarter last year(YoY).**
 - **Standalone PAT stood at Rs 0.10 Cr. down from Rs.0.39 Cr. for Q3 FY 2020 which represents a QoQ drop of 74%. and down from Rs. 1.77 Cr from the same period last year.**

The results for Q3 FY20 were taken on record at the meeting of the Board of Directors held today February 14, 2020.

During the third quarter, the company had maintained its top line and substantially improved its operating and net margins by bringing in efficiencies in operations. We see a scope for further efficiencies to be built in the new and upcoming projects that are in various stages of discussions. This exercise is expected to maintain the net margin contribution going forward. The company continues

to believe in its strong business model and expects to see further growth going forward. The company is making all efforts to grow organically and inorganically and is building its customer base to improve the results in the coming quarters.

On the inorganic growth the company is actively pursuing efforts to look at suitable companies that complement GSS's strengths by having partnerships while concentrating in Security, Digitization & ECM domains.

Management Outlook

GSS Infotech stays focused on Digital Transformation, Automation and Security for enterprises and technology providers in key technologies like Application development, Infrastructure management services, Cloud and Security focused on the ME, ASEAN and US region having its global delivery centre in Hyderabad.

GSS continues to strengthen its proven expertise in Application development, Infrastructure Management and IT services while adding Automation capabilities.

Speaking on the company's performance, **Mr. Bhargav Marepally, Founder and CEO, GSS Infotech Limited** said "the efficiencies that we built into operations has resulted in improving the margins despite the top line being flat. While we continue this effort we are also expanding our geographical presence and in that direction, we now started operations in Mexico and expect to push professional services business in the US further. These efforts would set the company up for the next phase of growth".

About GSS INFOTECH

GSS Infotech, established in 1999, is an Information Technology company headquartered in Hyderabad, India. The company specializes in cloud computing, Security and remote infrastructure management services, virtualization solutions and application management services. GSS Infotech has offices in Connecticut, New Jersey and Hyderabad

For queries please contact:

Email: investor.relations@gssinfotech.com