

**Statement of Standalone Audited Financial Results for the quarter and year ended 31 March 2018**

Particulars	Quarter ended			Year ended	
	31 March 2018 (refer note 6)	31 December 2017	31 March 2017 (refer note 6)	31 March 2018	31 March 2017
	Audited	Audited	Audited	Audited	Audited
Revenue from operations	8,553.12	8,278.70	7,605.69	32,748.71	30,185.54
Other income	329.65	229.71	366.99	1,216.16	1,865.83
<b>Total income (I)</b>	<b>8,882.77</b>	<b>8,508.41</b>	<b>7,972.68</b>	<b>33,964.87</b>	<b>32,051.37</b>
<b>Expenses</b>					
Purchase of stock-in-trade	-	-	-	-	0.24
Changes in inventories of stock-in-trade	-	-	-	-	40.99
Employee benefits expense	3,580.87	3,427.01	3,398.40	13,915.52	13,564.99
Finance costs	22.58	8.60	1.68	52.38	24.01
Depreciation and amortization expense	79.11	80.04	70.85	317.89	263.78
Other expenses	2,617.15	2,639.91	2,369.07	10,243.56	9,845.85
<b>Total expenses (II)</b>	<b>6,299.71</b>	<b>6,155.56</b>	<b>5,840.00</b>	<b>24,529.35</b>	<b>23,739.86</b>
<b>Profit before exceptional item and tax (III) [(I)-(II)]</b>	<b>2,583.06</b>	<b>2,352.85</b>	<b>2,132.68</b>	<b>9,435.52</b>	<b>8,311.51</b>
Exceptional item (net of tax) (IV)	130.78	-	8.21	130.78	47.98
<b>Profit before tax (III)-(IV)</b>	<b>2,452.28</b>	<b>2,352.85</b>	<b>2,124.47</b>	<b>9,304.74</b>	<b>8,263.53</b>
<b>Tax expenses</b>					
Current tax	495.47	556.25	480.40	2,183.56	2,036.31
Deferred tax	(234.79)	(36.00)	(20.36)	(277.73)	(22.88)
<b>Total tax expenses</b>	<b>260.68</b>	<b>520.25</b>	<b>460.04</b>	<b>1,905.83</b>	<b>2,013.43</b>
<b>Profit before exceptional item</b>	<b>2,322.38</b>	<b>1,832.60</b>	<b>1,672.64</b>	<b>7,529.69</b>	<b>6,298.08</b>
<b>Profit after exceptional item (A)</b>	<b>2,191.60</b>	<b>1,832.60</b>	<b>1,664.43</b>	<b>7,398.91</b>	<b>6,250.10</b>
<b>Other comprehensive income ("OCI")</b>					
<b>OCI to be reclassified to profit or loss in subsequent periods</b>					
Net change in fair value of derivatives designated as cash flow hedges	(593.99)	579.90	589.99	(715.49)	727.76
Income tax effect on cash flow hedges	204.33	(200.69)	(204.18)	246.38	(251.86)
<b>Net OCI to be reclassified to profit or loss in subsequent periods (B)</b>	<b>(389.66)</b>	<b>379.21</b>	<b>385.81</b>	<b>(469.11)</b>	<b>475.90</b>
<b>OCI not to be reclassified to profit or loss in subsequent periods</b>					
Re-measurement gains / (losses) on defined benefit plans	(13.40)	3.40	(33.60)	(38.67)	(33.85)
Income tax effect on the above	5.19	(1.17)	11.63	13.94	11.72
<b>Net OCI not to be reclassified to profit or loss in subsequent periods (C)</b>	<b>(8.21)</b>	<b>2.23</b>	<b>(21.97)</b>	<b>(24.73)</b>	<b>(22.13)</b>
<b>Total OCI for the period, net of tax (D) [B+C]</b>	<b>(397.87)</b>	<b>381.44</b>	<b>363.84</b>	<b>(493.84)</b>	<b>453.77</b>
<b>Total comprehensive income for the period (A+D)</b>	<b>1,793.73</b>	<b>2,214.04</b>	<b>2,028.27</b>	<b>6,905.07</b>	<b>6,703.87</b>
Equity Share Capital	1,932.67	1,931.95	2,104.24	1,932.67	2,104.24
Other equity	37,141.57	35,267.46	44,849.02	37,141.57	44,849.02
<b>Earnings per equity share before exceptional item (par value ₹ 10 per share)</b>					
Basic (₹)	12.02	9.49	7.95	38.35	29.99
Diluted (₹)	11.95	9.45	7.94	38.29	29.94
<b>Earnings per equity share after exceptional item (par value ₹ 10 per share)</b>					
Basic (₹)	11.34	9.49	7.91	37.69	29.76
Diluted (₹)	11.27	9.45	7.90	37.63	29.71

Segment Reporting	Quarter ended			Year ended	
	31 March 2018 (refer note 6)	31 December 2017	31 March 2017 (refer note 6)	31 March 2018	31 March 2017
<b>Segment revenue</b>					
Banking and Capital Market	3,082.18	3,054.00	2,567.59	11,831.84	10,126.47
Insurance	1,662.88	1,674.11	1,748.48	6,709.55	7,188.98
Information Technology, Communication and Entertainment	1,239.30	1,016.88	1,022.64	4,224.50	3,882.28
Emerging Industries	2,165.22	2,161.25	1,966.71	8,383.34	8,256.75
Unallocated - Hedge	403.54	372.46	300.27	1,599.48	731.06
<b>Total segment revenue</b>	<b>8,553.12</b>	<b>8,278.70</b>	<b>7,605.69</b>	<b>32,748.71</b>	<b>30,185.54</b>
<b>Segment result</b>					
Banking and Capital Market	653.34	705.37	629.66	2,520.79	1,989.63
Insurance	482.13	453.15	480.08	1,829.44	2,065.18
Information Technology, Communication and Entertainment	498.79	351.36	345.34	1,451.75	1,209.84
Emerging Industries	819.52	817.21	690.66	3,054.23	3,009.71
Unallocated - Hedge	403.54	372.46	300.27	1,599.48	731.06
<b>Total segment result</b>	<b>2,857.32</b>	<b>2,699.55</b>	<b>2,446.01</b>	<b>10,455.69</b>	<b>9,005.42</b>
Interest income	45.69	46.17	91.25	204.45	400.37
Finance costs	(22.58)	(8.60)	(1.68)	(52.38)	(24.01)
Other unallocable expenditure, net of unallocable income	(297.37)	(384.27)	(402.90)	(1,172.24)	(1,070.27)
Exceptional item (net of tax)	(130.78)	-	(8.21)	(130.78)	(47.98)
<b>Profit before taxation</b>	<b>2,452.28</b>	<b>2,352.85</b>	<b>2,124.47</b>	<b>9,304.74</b>	<b>8,263.53</b>
<b>Segment assets</b>					
Banking and Capital Market	5,934.45	5,816.34	6,770.70	5,934.45	6,770.70
Insurance	1,760.12	1,935.06	2,375.43	1,760.12	2,375.43
Information Technology, Communication and Entertainment	1,574.81	1,096.83	1,528.72	1,574.81	1,528.72
Emerging Industries	2,966.88	2,968.85	3,705.65	2,966.88	3,705.65
<b>Total segment assets</b>	<b>12,236.26</b>	<b>11,817.08</b>	<b>14,380.50</b>	<b>12,236.26</b>	<b>14,380.50</b>
Unallocated assets	34,423.25	33,622.40	39,371.45	34,423.25	39,371.45
<b>Total assets</b>	<b>46,659.51</b>	<b>45,439.48</b>	<b>53,751.95</b>	<b>46,659.51</b>	<b>53,751.95</b>
<b>Segment liabilities</b>					
Banking and Capital Market	2,166.60	2,361.09	2,259.45	2,166.60	2,259.45
Insurance	1,157.66	1,403.19	2,142.55	1,157.66	2,142.55
Information Technology, Communication and Entertainment	766.71	825.85	683.37	766.71	683.37
Emerging Industries	1,299.24	1,593.37	1,201.16	1,299.24	1,201.16
<b>Total segment liabilities</b>	<b>5,390.21</b>	<b>6,183.50</b>	<b>6,286.53</b>	<b>5,390.21</b>	<b>6,286.53</b>
Unallocated liabilities	2,195.06	2,056.57	512.16	2,195.06	512.16
<b>Total liabilities</b>	<b>7,585.27</b>	<b>8,240.07</b>	<b>6,798.69</b>	<b>7,585.27</b>	<b>6,798.69</b>
<b>Capital employed</b>					
Banking and Capital Market	3,767.85	3,455.25	4,511.25	3,767.85	4,511.25
Insurance	602.46	531.87	232.88	602.46	232.88
Information Technology, Communication and Entertainment	808.10	270.98	845.35	808.10	845.35
Emerging Industries	1,667.64	1,375.48	2,504.49	1,667.64	2,504.49
Unallocated	32,228.19	31,565.83	38,859.29	32,228.19	38,859.29
<b>Total capital employed</b>	<b>39,074.24</b>	<b>37,199.41</b>	<b>46,953.26</b>	<b>39,074.24</b>	<b>46,953.26</b>

Standalone Statement of Assets and Liabilities	As at 31 March 2018	As at 31 March 2017
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	529.04	628.54
Capital work-in-progress	18.20	-
Other Intangible assets	114.89	146.60
Intangible assets under development	3.40	2.00
<b>Financial assets</b>		
Investments	15,626.75	15,425.72
Trade receivables	10.60	31.32
Loans	1,120.20	1,094.73
Other financial assets	75.25	109.32
Deferred tax assets (Net)	829.50	291.44
Income tax assets (Net)	3,891.43	3,540.58
Other non-current assets	1,502.47	1,962.64
<b>Sub total</b>	<b>23,721.73</b>	<b>23,232.89</b>
<b>Current assets</b>		
<b>Financial assets</b>		
Investments	9,627.36	14,706.52
Trade receivables	5,595.21	7,075.76
Cash and cash equivalents	1,975.87	2,520.52
Bank balances other than cash and cash equivalents	136.15	-
Loans	1,463.24	1,497.88
Other financial assets	2,371.08	3,019.42
Other current assets	1,768.87	1,698.96
<b>Sub total</b>	<b>22,937.78</b>	<b>30,519.06</b>
<b>TOTAL ASSETS</b>	<b>46,659.51</b>	<b>53,751.95</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,932.67	2,104.24
<b>Other equity</b>		
Securities premium	95.18	1,654.10
General reserve	742.07	6,576.85
Retained earnings	35,308.68	35,455.23
Other reserves	995.64	1,162.84
<b>Total equity</b>	<b>39,074.24</b>	<b>46,953.26</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
<b>Financial liabilities</b>		
Other financial liabilities	38.15	10.73
Net employee defined benefit liabilities	519.29	536.05
Provisions	50.00	-
<b>Sub total</b>	<b>607.44</b>	<b>546.78</b>
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	1,299.60	-
Trade payables	3,114.41	4,297.74
Other financial liabilities	749.27	536.80
Net employee defined benefit liabilities	354.94	435.96
Provisions	231.03	287.09
Other current liabilities	555.94	241.66
Income tax liabilities (Net)	672.64	452.66
<b>Sub total</b>	<b>6,977.83</b>	<b>6,251.91</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>46,659.51</b>	<b>53,751.95</b>

**Notes:**

- 1 The above results were taken on record at the Board Meeting held on 10 May 2018.
- 2 During the previous year, the transfer of control from Hewlett Packard Enterprise Company to Blackstone group has resulted in accelerated vesting of unvested employee stock options and employee bonus, accordingly the Company has provided for deferred employee compensation cost on an accelerated basis over the remaining vesting period amounting to ₹ 39.77 (net of tax of ₹ 21.45) and had accounted the same as exceptional item
- 3 During the quarter ended 31 March 2018, the Company has reversed certain income tax provisions of ₹ 331.96 which pertains to Completed Tax Assessment. Further during the quarter ended 31 March 2018, the Company has recognised deferred tax asset of ₹ 123.02 on capital losses of previous periods and is confident of reversal of the timing differences in the foreseeable future.
- 4 During the quarter ended 31 March 2018, the management re-assessed the future profitability of long term revenue contract as at 31 March 2018 and accordingly provided for ₹130.78 (net of tax of ₹ 69.22) towards expected loss and has been disclosed as an exceptional item.
- 5 The Board of Directors, in its meeting held on 10 May 2018 has proposed the final dividend of ₹ 20 per share for the year ended 31 March 2018.
- 6 The figures for the current quarter ended 31 March 2018 and corresponding previous quarter ended 31 March 2017 are the balancing figures between audited figures for full financial year and published year - to - date figures upto 31 December 2017 and 31 December 2016 respectively.

Bengaluru  
10 May 2018

**By Order of the Board,  
Mphasis Limited**

sd/-  
Nitish Rakesh  
Chief Executive Officer