

Statement of Consolidated Audited Financial Results for the quarter and year ended 31 March 2018					
Particulars	Quarter ended			Year ended	
	31 March 2018 (refer note 8)	31 December 2017	31 March 2017 (refer note 8)	31 March 2018	31 March 2017
	Audited	Audited	Audited	Audited	Audited
Revenue from operations	17,444.88	16,606.91	15,059.31	65,458.36	60,763.57
Other income	422.64	353.62	484.89	1,620.96	2,386.06
Total income (I)	17,867.52	16,960.53	15,544.20	67,079.32	63,149.63
Expenses					
Purchase of stock-in-trade	-	-	-	-	0.24
Changes in inventories of stock-in-trade	-	-	-	-	40.99
Employee benefits expense	10,122.53	9,634.42	9,414.20	38,179.27	37,095.61
Finance costs	43.15	28.81	17.28	129.96	138.75
Depreciation and amortization expense	171.07	175.55	184.57	708.21	791.49
Other expenses	4,227.65	4,231.01	3,260.69	16,655.36	13,938.77
Total expenses (II)	14,564.40	14,069.79	12,876.74	55,672.80	52,005.85
Profit before exceptional item and tax (III) [(I)-(II)]	3,303.12	2,890.74	2,667.46	11,406.52	11,143.78
Exceptional item (net of tax) (IV)	130.78	-	93.16	130.78	151.68
Profit before tax (III)-(IV)	3,172.34	2,890.74	2,574.30	11,275.74	10,992.10
Tax expenses					
Current tax	1,002.56	750.37	593.42	3,159.48	2,861.11
Deferred tax	(206.94)	(9.07)	140.10	(258.73)	215.23
Total tax expenses	795.62	741.30	733.52	2,900.75	3,076.34
Profit before exceptional item	2,507.50	2,149.44	1,933.94	8,505.77	8,067.44
Profit after exceptional item (A)	2,376.72	2,149.44	1,840.78	8,374.99	7,915.76
Other comprehensive income ('OCI')					
OCI to be reclassified to profit or loss in subsequent periods					
Exchange differences on translation of foreign operations	398.22	(447.30)	(1,000.54)	249.18	(641.65)
Net change in fair value of derivatives designated as cash flow hedges	(618.56)	608.98	625.04	(800.62)	784.54
Income tax effect on cash flow hedges	212.84	(210.75)	(216.31)	275.85	(271.51)
Net OCI to be reclassified to profit or loss in subsequent periods (B)	(7.50)	(49.07)	(591.81)	(275.59)	(128.62)
OCI not to be reclassified to profit or loss in subsequent periods					
Re-measurement gains / (losses) on defined benefit plans	(10.15)	6.66	(33.47)	(33.90)	(34.02)
Income tax effect on the above	4.12	(2.30)	11.58	12.35	11.77
Net OCI not to be reclassified to profit or loss in subsequent periods (C)	(6.03)	4.36	(21.89)	(21.55)	(22.25)
Total OCI, net of tax (D) [B+C]	(13.53)	(44.71)	(613.70)	(297.14)	(150.87)
Total comprehensive income (A+D)	2,363.19	2,104.73	1,227.08	8,077.85	7,764.89
Profit attributable to:					
Equity owners of the Company	2,376.72	2,149.44	1,840.78	8,374.99	7,915.76
Non-controlling interests	-	-	-	-	-
Total comprehensive income attributable to:	2,376.72	2,149.44	1,840.78	8,374.99	7,915.76
Equity owners of the Company	2,363.19	2,104.73	1,227.08	8,077.85	7,764.89
Non-controlling interests	-	-	-	-	-
Total comprehensive income attributable to:	2,363.19	2,104.73	1,227.08	8,077.85	7,764.89
Equity share capital	1,932.67	1,931.95	2,104.24	1,932.67	2,104.24
Other equity	52,885.15	50,441.58	59,419.82	52,885.15	59,419.82
Earnings per equity share before exceptional item (par value ₹ 10 per share)					
Basic (₹)	12.98	11.13	9.20	43.32	38.41
Diluted (₹)	12.90	11.08	9.18	43.26	38.35
Earnings per equity share after exceptional item (par value ₹ 10 per share)					
Basic (₹)	12.30	11.13	8.75	42.66	37.69
Diluted (₹)	12.22	11.08	8.74	42.59	37.63



Mphasis Group

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CIN:L30007KA1992PLC025294

Amounts in ₹ millions except share and per share data, unless otherwise stated

Segment reporting	Quarter ended			Year ended	
	31 March 2018 (refer note 8)	31 December 2017	31 March 2017 (refer note 8)	31 March 2018	31 March 2017
Segment revenue					
Banking and Capital Market	8,048.48	7,731.86	7,186.12	30,685.00	29,520.50
Insurance	1,984.04	2,079.30	2,153.50	8,096.16	8,893.30
Information Technology, Communication and Entertainment	2,882.98	2,333.44	1,575.73	9,277.76	6,032.35
Emerging Industries	4,117.03	4,072.08	3,816.64	15,716.42	15,527.64
Unallocated - Hedge	412.35	390.23	327.32	1,683.02	789.78
Total segment revenue	17,444.88	16,606.91	15,059.31	65,458.36	60,763.57
Segment result					
Banking and Capital Market	2,032.32	1,775.95	1,692.71	7,306.15	6,945.17
Insurance	480.77	540.70	489.58	1,916.40	2,058.27
Information Technology, Communication and Entertainment	640.86	485.89	522.61	1,859.16	1,922.95
Emerging Industries	1,256.58	1,242.76	1,210.37	4,800.33	4,939.89
Unallocated - Hedge	412.35	390.23	327.32	1,683.02	789.78
Total segment result	4,822.88	4,435.53	4,242.59	17,565.06	16,656.06
Interest income	81.41	64.50	134.18	278.78	516.58
Finance costs	(43.15)	(28.81)	(17.28)	(129.96)	(138.75)
Other unallocable expenditure, net of unallocable income	(1,558.02)	(1,580.48)	(1,692.03)	(6,307.36)	(5,890.11)
Exceptional item (net of tax)	(130.78)	-	(93.16)	(130.78)	(151.68)
Profit before taxation	3,172.34	2,890.74	2,574.30	11,275.74	10,992.10
Segment assets					
Banking and Capital Market	9,064.06	9,250.26	9,169.58	9,064.06	9,169.58
Insurance	2,122.17	2,338.18	2,325.59	2,122.17	2,325.59
Information Technology, Communication and Entertainment	3,073.45	2,339.45	1,825.21	3,073.45	1,825.21
Emerging Industries	5,339.91	5,064.34	4,512.76	5,339.91	4,512.76
Total segment assets	19,599.59	18,992.23	17,833.14	19,599.59	17,833.14
Unallocated assets	50,253.78	47,979.60	55,337.75	50,253.78	55,337.75
Total assets	69,853.37	66,971.83	73,170.89	69,853.37	73,170.89
Segment liabilities					
Banking and Capital Market	4,230.24	4,199.41	3,800.98	4,230.24	3,800.98
Insurance	1,473.05	1,648.08	1,459.26	1,473.05	1,459.26
Information Technology, Communication and Entertainment	1,531.68	1,431.19	759.28	1,531.68	759.28
Emerging Industries	2,190.00	2,238.61	1,890.90	2,190.00	1,890.90
Total segment liabilities	9,424.97	9,517.29	7,910.42	9,424.97	7,910.42
Unallocated liabilities	5,610.58	5,081.01	3,736.41	5,610.58	3,736.41
Total liabilities	15,035.55	14,598.30	11,646.83	15,035.55	11,646.83
Capital employed					
Banking and Capital Market	4,833.82	5,050.85	5,368.60	4,833.82	5,368.60
Insurance	649.12	690.10	866.33	649.12	866.33
Information Technology, Communication and Entertainment	1,541.77	908.26	1,065.93	1,541.77	1,065.93
Emerging Industries	3,149.91	2,825.73	2,621.86	3,149.91	2,621.86
Unallocated	44,643.20	42,898.59	51,601.34	44,643.20	51,601.34
Total capital employed	54,817.82	52,373.53	61,524.06	54,817.82	61,524.06

Consolidated Statement of Assets and Liabilities	As at 31 March 2018	As at 31 March 2017
ASSETS		
Non-current assets		
Property, Plant and Equipment	874.66	1,040.84
Capital work-in-progress	19.15	7.24
Goodwill	17,014.72	16,977.88
Other Intangible assets	950.88	1,192.65
Intangible assets under development	3.40	3.53
Financial assets		
Investments	3,169.22	1,255.17
Trade receivables	10.60	31.32
Loans	1,139.84	1,110.59
Other financial assets	77.02	110.79
Deferred tax assets (Net)	1,056.82	618.17
Income tax assets (Net)	4,570.34	4,352.88
Other non-current assets	1,506.51	1,977.80
Sub total	30,393.16	28,678.86
Current assets		
Financial assets		
Investments	14,651.46	22,701.28
Trade receivables	8,116.34	6,278.71
Cash and cash equivalents	4,641.76	6,132.66
Bank balances other than cash and cash equivalents	2,425.47	11.46
Loans	824.09	707.00
Other financial assets	6,000.67	5,978.11
Other current assets	2,800.42	2,682.81
Sub total	39,460.21	44,492.03
TOTAL ASSETS	69,853.37	73,170.89
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,932.67	2,104.24
Other equity		
Securities premium	95.18	1,654.10
General reserve	761.26	6,596.04
Retained earnings	46,667.96	45,835.25
Other reserves	5,360.75	5,334.43
Total equity	54,817.82	61,524.06
LIABILITIES		
Non-current liabilities		
Financial liabilities		
Other financial liabilities	38.15	11.03
Net employee defined benefit liabilities	523.37	543.53
Provisions	50.00	-
Deferred tax liabilities (Net)	49.71	158.30
Other non-current liabilities	43.62	48.02
Income tax liabilities (Net)	311.00	-
Sub total	1,015.85	760.88
Current liabilities		
Financial liabilities		
Borrowings	3,898.80	2,601.60
Trade payables	5,023.92	3,878.22
Other financial liabilities	1,802.87	1,600.76
Net employee defined benefit liabilities	730.63	783.98
Provisions	245.80	373.20
Other current liabilities	1,445.73	997.39
Income tax liabilities (Net)	871.95	650.80
Sub total	14,019.70	10,885.95
TOTAL EQUITY AND LIABILITIES	69,853.37	73,170.89



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Amounts in ₹ millions except share and per share data, unless otherwise stated

- Notes:**
1 The above results were taken on record at the Board Meeting held on 10 May 2018.
2 Audited Financial Results of Mphasis Limited (Standalone Information).

Particulars	Quarter ended			Year ended	
	31 March 2018 (refer note 8)	31 December 2017	31 March 2017 (refer note 8)	31 March 2018	31 March 2017
Revenue from operations	8,553.12	8,278.70	7,605.69	32,748.71	30,185.54
Profit before tax and exceptional item	2,583.06	2,352.85	2,132.68	9,435.52	8,311.51
Profit after tax and exceptional item	2,191.60	1,832.60	1,664.43	7,398.91	6,250.10

The audited results of Mphasis Limited for the above mentioned periods, financials summary, detailed Management Discussion & Analysis, results of operations and financial condition including detailed analysis of revenues, client concentration and human resources are available on our website www.mphasis.com. The information above has been extracted from the audited financial statements as stated.

- 3** 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 Group has provided for deferred employee compensation cost on an accelerated basis over the remaining vesting period amounting to ₹ 58.52 (net of tax of ₹ 33.03) and had accounted the same as exceptional item.
- 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** Pursuant to the Tax Cuts and Jobs Act ("US Tax Reforms"), the US Tax Reforms has reduced the statutory U.S. Corporate income tax rate from 35% to 21% effective 1 January 2018. The US Tax Reforms also provides for a one-time tax on certain accumulated undistributed post-1986 earnings of foreign subsidiaries.
 Upon the enactment of the US Tax Reforms, the Group provisionally recognized an income tax provision of ₹ 342.01 (USD 5.23) with respect to the deemed repatriation of the accumulated undistributed post-1986 earnings of specified foreign subsidiaries.
 The Group also recorded reduction in deferred income tax asset of approximately ₹ 41.18 relating to the re-measurement of the U.S. deferred tax assets on account of the aforementioned change in the U.S. statutory income tax rate. Thus, upon the enactment of the US Tax Reforms, the Group included a net income tax provision in financial statements for the year ended 31 March 2018 amounting to ₹ 383.19.
 The one-time incremental income tax expense is provisional as at 31 March 2018 since it reflects certain assumptions based upon interpretation of the Tax Reform Act as of 31 March 2018 and may change as we receive additional clarification and guidance and as the interpretation of the Tax Reform Act evolves over time. The Group currently expects that the accounting for the repatriation tax under the US Tax Reforms will be completed by December 2018.
- 6** During the quarter ended 31 March 2018, the Group has reversed certain income tax provisions of ₹ 331.96 which pertains to Completed Tax Assessment. Further during the quarter ended 31 March 2018, the Group has recognised deferred tax asset of ₹ 166.17 on capital losses of previous periods and is confident of reversal of the timing differences in the foreseeable future.
- 7** 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.
- 8** The figures for the current quarter ended 31 March 2018 are the balancing figures between audited figures for full financial year and published year - to - date figures upto 31 December 2017. The figures for the corresponding previous quarter ended 31 March 2017 are the balancing figures between audited figures for full financial year and the restated year - to - date figures upto 31 December 2016.

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

sd/-
Nitin Rakesh
Chief Executive Officer

Bengaluru
10 May 2018