

Statement of Consolidated Audited Financial Results for the quarter and six months ended 30 September 2018

Particulars	Quarter ended			Six months ended		Year ended
	30 September 2018	30 June 2018	30 September 2017 (refer note 6)	30 September 2018	30 September 2017 (refer note 6)	31 March 2018 (refer note 6)
	Audited	Audited	Audited	Audited	Audited	Audited
Revenue from operations	19,148.41	18,202.23	16,046.87	37,350.64	31,406.57	65,458.36
Other income	475.89	452.74	375.64	928.63	844.70	1,620.96
Total income (I)	19,624.30	18,654.97	16,422.51	38,279.27	32,251.27	67,079.32
Expenses						
Employee benefits expense	10,603.86	10,373.86	9,285.13	20,977.72	18,422.32	38,179.27
Finance costs	35.09	44.89	37.43	79.98	58.00	129.96
Depreciation and amortization expense	183.68	179.04	180.45	362.72	361.59	708.21
Other expenses	5,215.50	4,628.16	4,269.27	9,843.66	8,196.70	16,655.36
Total expenses (II)	16,038.13	15,225.95	13,772.28	31,264.08	27,038.61	55,672.80
Profit before exceptional item and tax (III) [(I)-(II)]	3,586.17	3,429.02	2,650.23	7,015.19	5,212.66	11,406.52
Exceptional item (net of tax) (IV)	-	-	-	-	-	130.78
Profit before tax (III)-(IV)	3,586.17	3,429.02	2,650.23	7,015.19	5,212.66	11,275.74
Tax expenses						
Current tax	916.69	712.43	679.36	1,629.12	1,406.55	3,159.48
Deferred tax	(39.77)	133.49	(6.03)	93.72	(42.72)	(258.73)
Total tax expenses	876.92	845.92	673.33	1,722.84	1,363.83	2,900.75
Profit before exceptional item	2,709.25	2,583.10	1,976.90	5,292.35	3,848.83	8,505.77
Profit after exceptional item (A)	2,709.25	2,583.10	1,976.90	5,292.35	3,848.83	8,374.99
Other comprehensive income / (losses) ('OCI')						
Items to be reclassified to profit or loss in subsequent periods						
Exchange differences on translation of financial statements of foreign operations	1,246.50	966.48	426.86	2,212.98	298.26	249.18
Net change in fair value of derivatives designated as cash flow hedges	(1,831.06)	(1,682.40)	(582.52)	(3,513.46)	(791.04)	(800.62)
Income tax effect on the above	639.84	587.90	201.59	1,227.74	273.76	275.85
Items not to be reclassified to profit or loss in subsequent periods						
Re-measurement gains / (losses) on defined employee benefit plans	28.93	21.07	(21.04)	50.00	(30.41)	(33.90)
Income tax effect on the above	(10.04)	(7.41)	7.29	(17.45)	10.53	12.35
Total OCI, net of tax (B)	74.17	(114.36)	32.18	(40.19)	(238.90)	(297.14)
Total comprehensive income (A+B)	2,783.42	2,468.74	2,009.08	5,252.16	3,609.93	8,077.85
Profit attributable to:						
Equity owners of the Company	2,709.25	2,583.10	1,976.90	5,292.35	3,848.83	8,374.99
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income attributable to:	2,709.25	2,583.10	1,976.90	5,292.35	3,848.83	8,374.99
Equity owners of the Company	2,783.42	2,468.74	2,009.08	5,252.16	3,609.93	8,077.85
Non-controlling interests	-	-	-	-	-	-
	2,783.42	2,468.74	2,009.08	5,252.16	3,609.93	8,077.85
Equity share capital	1,934.24	1,933.19	1,931.72	1,934.24	1,931.72	1,932.67
Other equity	53,651.96	55,431.08	48,285.98	53,651.96	48,285.98	52,885.15
Earnings per equity share before exceptional item (par value ₹ 10 per share)						
Basic (₹)	14.01	13.36	10.24	27.38	19.30	43.32
Diluted (₹)	13.85	13.23	10.22	27.08	19.28	43.26
Earnings per equity share after exceptional item (par value ₹ 10 per share)						
Basic (₹)	14.01	13.36	10.24	27.38	19.30	42.66
Diluted (₹)	13.85	13.23	10.22	27.08	19.28	42.59

Segment reporting
 Operating segments are defined as components of the Group for which discrete financial information is available that is evaluated regularly by the chief operating decision maker, in deciding how to allocate resources and assessing performance. The Group's Chief Operating Decision Maker ('CODM') is the Chief Executive Officer.
 The Group has identified business segments as reportable segments. The business segments identified are: Banking and Capital Market, Insurance, Information Technology, Communication and Entertainment and Emerging Industries.
 CODM does not review assets and liabilities at reportable segments level, hence segment disclosures relating to total assets and liabilities have not been provided.

	Quarter ended			Six months ended		Year ended
	30 September 2018	30 June 2018	30 September 2017	30 September 2018	30 September 2017	31 March 2018
			(refer note 6)		(refer note 6)	(refer note 6)
Segment revenue						
Banking and Capital Market	8,964.24	8,568.74	7,603.04	17,532.98	14,904.66	30,685.00
Insurance	2,199.27	2,051.94	2,023.66	4,251.21	4,032.82	8,096.16
Information Technology, Communication and Entertainment	3,315.59	3,139.39	2,206.03	6,454.98	4,061.34	9,277.76
Emerging Industries	4,999.70	4,458.19	3,817.11	9,457.89	7,527.31	15,716.42
Unallocated - Hedge	(330.39)	(16.03)	397.03	(346.42)	880.44	1,683.02
Total segment revenue	19,148.41	18,202.23	16,046.87	37,350.64	31,406.57	65,458.36
Segment result						
Banking and Capital Market	2,531.84	2,307.38	1,840.19	4,839.22	3,497.88	7,306.15
Insurance	586.46	511.17	455.47	1,097.63	894.93	1,916.40
Information Technology, Communication and Entertainment	799.75	809.46	400.76	1,609.21	732.41	1,859.16
Emerging Industries	1,608.79	1,486.76	1,163.78	3,095.55	2,300.99	4,800.33
Unallocated - Hedge	(330.39)	(16.03)	397.03	(346.42)	880.44	1,683.02
Total segment result	5,196.45	5,098.74	4,257.23	10,295.19	8,306.65	17,565.06
Interest income	66.66	84.29	66.55	150.95	132.87	278.78
Finance costs	(35.09)	(44.89)	(37.43)	(79.98)	(58.00)	(129.96)
Other unallocable expenditure, net of unallocable income	(1,641.85)	(1,709.12)	(1,636.12)	(3,350.97)	(3,168.86)	(6,307.36)
Exceptional item (net of tax)	-	-	-	-	-	(130.78)
Profit before taxation	3,586.17	3,429.02	2,650.23	7,015.19	5,212.66	11,275.74

Consolidated Balance Sheet	As at 30 September 2018	As at 31 March 2018
		(refer note 6)
ASSETS		
Non-current assets		
Property, Plant and Equipment	1,075.62	874.66
Capital work-in-progress	25.19	19.15
Goodwill	19,001.78	17,014.72
Intangible assets	930.29	950.88
Intangible assets under development	10.97	3.40
Financial assets		
Investments	2,738.92	3,169.22
Trade receivables	10.60	10.60
Loans	555.67	1,139.84
Other financial assets	145.27	77.02
Deferred tax assets (net)	2,162.50	1,056.82
Income tax assets (net)	4,863.50	4,570.34
Other non-current assets	889.00	1,506.51
Total non-current assets	32,409.31	30,393.16
Current assets		
Financial assets		
Investments	15,908.23	14,651.46
Trade receivables	8,493.91	8,116.34
Cash and cash equivalents	5,054.29	4,641.76
Bank balances other than cash and cash equivalents	1,338.24	2,425.47
Loans	1,339.53	824.09
Unbilled receivables (previous year: unbilled revenue)	6,734.23	5,432.82
Other financial assets	174.19	567.85
Other current assets	2,841.98	2,800.42
Total current assets	41,884.60	39,460.21
TOTAL ASSETS	74,293.91	69,853.37

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

	As at 30 September 2018	As at 31 March 2018 (refer note 6)
EQUITY AND LIABILITIES		
Equity		
Share capital	1,934.24	1,932.67
Other equity	53,651.96	52,885.15
Total equity	55,586.20	54,817.82
LIABILITIES		
Non-current liabilities		
Financial liabilities		
Other financial liabilities	1,073.89	38.15
Employee benefit obligations	673.65	523.37
Provisions	12.78	50.00
Deferred tax liabilities (net)	19.05	49.71
Income tax liabilities (net)	348.41	311.00
Other non-current liabilities	77.21	43.62
Total non-current liabilities	2,204.99	1,015.85
Current liabilities		
Financial liabilities		
Borrowings	2,180.85	3,898.80
Trade payables	6,207.85	5,023.92
Other financial liabilities	4,759.50	1,802.87
Employee benefit obligations	661.18	730.63
Provisions	171.25	245.80
Income tax liabilities (net)	1,064.29	871.95
Other current liabilities	1,457.80	1,445.73
Total current liabilities	16,502.72	14,019.70
TOTAL EQUITY AND LIABILITIES	74,293.91	69,853.37

Notes:

- The financial results have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 18 October 2018. The statutory auditors have expressed an unmodified audit opinion on these results.
- Audited Financial Results of Mphasis Limited (Standalone Information).

Particulars	Quarter ended			Six months ended		Year ended
	30 September 2018	30 June 2018	30 September 2017 (refer note 6)	30 September 2018	30 September 2017 (refer note 6)	31 March 2018 (refer note 6)
Revenue from operations	8,524.20	8,245.37	8,056.96	16,769.57	15,916.89	32,748.71
Profit before tax and exceptional item	2,466.94	2,244.49	2,310.76	4,711.43	4,499.61	9,435.52
Profit after tax and exceptional item	1,889.39	1,707.06	1,726.72	3,596.45	3,374.71	7,398.91

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 condensed standalone interim financial statements as stated.

- The Board of Directors, in its meeting held on 10 May 2018 had proposed the final dividend of ₹ 20 per share for the year ended 31 March 2018. The dividend proposed by the Board of Directors has been approved by the shareholders' in the Annual General meeting held on 7 August 2018.
- With effect from 1 April 2018, Mphasis Group ('Group') adopted Ind AS 115 – Revenue from contracts with customers and has transitioned using the cumulative effect method. The standard has been applied retrospectively only to contracts that were ongoing on the date of initial application and the comparative information is not restated in the financial results. The adoption of the standard did not have a material impact on the financial statements of the Group.
- The Board of Directors, at its meeting held on 7 August 2018, recommended a buyback of equity shares, through tender offer method on a proportionate basis, for a total consideration not exceeding ₹ 9,882.75 million which has been approved by the shareholders by means of special resolution through a postal ballot as per the provisions of the Companies Act, 2013, the results of which were declared on 28 August 2018. Further to this, the Buyback Committee authorized in this regard, has, inter-alia, fixed the buyback price at ₹ 1,350 per share and the resultant maximum shares to be bought back is 7,320,555 equity shares of ₹ 10 each. The Company has also announced 25 October 2018 as the record date in this regard. The Company has issued a Public Announcement and has also filed the draft letter of Offer with the Securities and Exchange Board of India as required under the SEBI (Buyback of Securities) Regulations, 2018.
- The results for the quarter and six months ended 30 September 2017 and for the year ended 31 March 2018 were audited by the previous statutory auditors.

By Order of the Board,
Mphasis Limited

sd/-
Nitin Rakesh
Chief Executive Officer

New York
18 October 2018