

Statement of Consolidated Audited Financial Results for the quarter and six months ended 30 September 2021

Particulars	Audited					
	Quarter ended			Six months ended		Year ended
	30 September 2021	30 June 2021	30 September 2020	30 September 2021	30 September 2020	31 March 2021
Revenue from operations	28,692.27	26,908.34	24,354.29	55,600.61	47,236.43	97,223.11
Other income	439.38	467.12	261.17	906.50	637.88	1,329.45
Total income (I)	29,131.65	27,375.46	24,615.46	56,507.11	47,874.31	98,552.56
Expenses						
Employee benefits expense	16,785.93	15,638.64	14,351.30	32,424.57	27,379.71	56,297.86
Finance costs	162.66	156.71	147.45	319.37	342.12	634.15
Depreciation and amortization expense	659.97	623.19	599.76	1,283.16	1,194.23	2,417.88
Other expenses	6,926.47	6,376.41	5,478.76	13,302.88	11,154.39	22,896.59
Total expenses (II)	24,535.03	22,794.95	20,577.27	47,329.98	40,070.45	82,246.48
Profit before tax (III) [(I)-(II)]	4,596.62	4,580.51	4,038.19	9,177.13	7,803.86	16,306.08
Tax expense						
Current tax	1,295.08	1,157.35	1,028.12	2,452.43	1,917.48	4,094.30
Deferred tax	(113.03)	26.30	17.79	(86.73)	142.95	43.73
Total tax expense	1,182.05	1,183.65	1,045.91	2,365.70	2,060.43	4,138.03
Profit for the period (A)	3,414.57	3,396.86	2,992.28	6,811.43	5,743.43	12,168.05
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	(105.70)	438.89	(429.99)	333.19	(423.89)	(415.14)
Net change in fair value of derivatives designated as cash flow hedges	614.89	(180.64)	1,012.95	434.25	1,644.01	2,209.78
Income tax effect on cash flow hedges	(213.33)	62.55	(353.64)	(150.78)	(575.50)	(771.73)
Items not to be reclassified to profit or loss in subsequent periods						
Re-measurement gains / (losses) on defined employee benefit plans	(144.63)	(60.71)	(3.97)	(205.34)	(42.50)	(90.98)
Income tax effect on the above	50.32	21.12	1.32	71.44	14.79	30.79
Total OCI for the period, net of tax (B)	201.55	281.21	226.67	482.76	616.91	962.72
Total comprehensive income for the period (A+B)	3,616.12	3,678.07	3,218.95	7,294.19	6,360.34	13,130.77
Profit for the period attributable to:						
Equity owners of the Company	3,414.57	3,396.86	2,992.28	6,811.43	5,743.43	12,168.05
Non-controlling interests	-	-	-	-	-	-
	3,414.57	3,396.86	2,992.28	6,811.43	5,743.43	12,168.05
OCI for the period attributable to:						
Equity owners of the Company	201.55	281.21	226.67	482.76	616.91	962.72
Non-controlling interests	-	-	-	-	-	-
	201.55	281.21	226.67	482.76	616.91	962.72
Total comprehensive income for the period attributable to:						
Equity owners of the Company	3,616.12	3,678.07	3,218.95	7,294.19	6,360.34	13,130.77
Non-controlling interests	-	-	-	-	-	-
	3,616.12	3,678.07	3,218.95	7,294.19	6,360.34	13,130.77
Equity share capital	1,873.05	1,871.81	1,866.30	1,873.05	1,866.30	1,870.49
Other equity	58,699.26	67,164.98	56,374.29	58,699.26	56,374.29	63,396.61
Earnings per equity share (par value ₹ 10 per share)						
Basic (₹)	18.23	18.16	16.04	36.39	30.79	65.18
Diluted (₹)	17.96	17.91	15.87	35.87	30.52	64.43
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. During the current quarter, Banking and Capital Markets business segment has been renamed as Banking and Financial Services and Information Technology Communication and Entertainment business segment has been renamed as Technology Media and Telecom. The business segments identified are Banking and Financial Services, Logistics and transportation, Technology Media and Telecom, Insurance, and Others.						
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 2021	30 June 2021	30 September 2020	30 September 2021	30 September 2020	31 March 2021
Segment revenue						
Banking and Financial Services	15,532.31	13,705.51	12,949.92	29,237.82	24,189.61	49,860.69
Logistics and Transportation	3,724.66	3,743.60	2,979.25	7,468.26	6,213.64	12,681.47
Technology Media and Telecom	3,562.94	3,800.96	2,860.32	7,363.90	6,118.24	12,924.95
Insurance	2,502.91	2,445.83	2,307.59	4,948.74	4,600.84	9,508.91
Others	3,136.82	3,052.74	3,140.98	6,189.56	6,152.60	11,944.35
Unallocated - hedge	232.63	159.70	116.23	392.33	(38.50)	302.74
Total segment revenue	28,692.27	26,908.34	24,354.29	55,600.61	47,236.43	97,223.11
Segment result						
Banking and Financial Services	3,591.41	3,097.53	3,255.54	6,688.94	6,002.74	12,203.60
Logistics and Transportation	1,460.40	1,561.42	1,126.70	3,021.82	2,360.63	5,121.86
Technology Media and Telecom	689.82	506.82	563.36	1,196.64	1,167.56	2,629.05
Insurance	674.39	732.23	748.48	1,406.62	1,402.73	3,129.13
Others	1,118.00	1,107.32	1,100.47	2,225.32	2,160.37	4,226.25
Unallocated - hedge	232.63	159.70	116.23	392.33	(38.50)	302.74
Total segment result	7,766.65	7,165.02	6,910.78	14,931.67	13,055.53	27,612.63
Finance costs	(162.66)	(156.71)	(147.45)	(319.37)	(342.12)	(634.15)
Other income	439.38	467.12	261.17	906.50	637.88	1,329.45
Other unallocable expenditure	(3,446.75)	(2,894.92)	(2,986.31)	(6,341.67)	(5,547.43)	(12,001.85)
Profit before taxation	4,596.62	4,580.51	4,038.19	9,177.13	7,803.86	16,306.08

Consolidated Balance Sheet	As at 30 September 2021	As at 31 March 2021
ASSETS		
Non-current assets		
Property, plant and equipment	2,141.65	2,117.82
Capital work-in-progress	14.07	31.27
Right-of-use assets	7,115.18	5,677.15
Goodwill	26,784.48	21,325.67
Other intangible assets	2,055.97	1,074.48
Financial assets		
Investments	4,497.52	3,114.28
Other financial assets	1,668.09	1,475.92
Deferred tax assets (net)	1,382.20	1,260.72
Income tax assets (net)	5,582.37	5,496.40
Other assets	912.89	1,013.12
Total non-current assets	52,154.42	42,586.83
Current assets		
Financial assets		
Investments	15,610.78	15,345.90
Trade receivables	9,972.06	9,294.82
Unbilled receivables	10,666.71	9,210.05
Cash and cash equivalents	10,707.38	7,711.44
Bank balances other than cash and cash equivalents	1,520.61	2,910.98
Loans	57.02	154.45
Other financial assets	3,030.84	2,595.22
Other assets	4,437.62	4,179.79
Total current assets	56,003.02	51,402.65
TOTAL ASSETS	108,157.44	93,989.48
EQUITY AND LIABILITIES		
EQUITY		
Share capital	1,873.05	1,870.49
Other equity	58,699.26	63,396.61
Total equity	60,572.31	65,267.10
LIABILITIES		
Non-current liabilities		
Financial liabilities		
Lease liabilities	6,583.12	5,370.38
Other financial liabilities	1,442.86	39.69
Employee benefit obligations	1,012.46	727.68
Deferred tax liabilities (net)	455.35	342.86
Income tax liabilities (net)	221.29	242.25
Other liabilities	570.69	562.53
Total non-current liabilities	10,285.77	7,285.39
Current liabilities		
Financial liabilities		
Borrowings	6,146.12	5,134.50
Lease liabilities	1,548.97	1,306.14
Trade payables		
- outstanding dues to micro and small enterprises	5.16	4.94
- outstanding dues to creditors other than micro and small enterprises	6,764.30	5,959.02
Other financial liabilities	14,464.71	3,241.49
Other liabilities	4,464.33	2,770.22
Employee benefit obligations	1,168.47	970.11
Provisions	676.62	496.99
Income tax liabilities (net)	2,060.68	1,553.58
Total current liabilities	37,299.36	21,436.99
TOTAL EQUITY AND LIABILITIES	108,157.44	93,989.48

	Six months ended 30 September 2021	Six months ended 30 September 2020
Consolidated statement of cash flows		
Operating activities		
Profit before tax	9,177.13	7,803.86
Adjustments to reconcile profit before tax to net cash provided by operating activities:		
Depreciation and amortization expense	1,283.16	1,194.23
(Profit) /loss on sale of property, plant and equipment and intangible assets	(4.93)	0.14
Net gain on investments carried at fair value through profit and loss	(502.26)	(430.91)
Share based payment expenses	36.42	69.46
Provision for expected credit loss	37.86	76.94
Finance costs	319.37	342.12
Interest income	(159.84)	(106.09)
Others	(20.50)	(21.10)
Unrealized exchange gain, net	(59.07)	(2.56)
Operating profit before changes in operating assets and liabilities	10,107.34	8,926.09
Changes in operating assets and liabilities		
Trade receivables and unbilled receivables	(1,576.39)	(353.57)
Loans	104.80	182.95
Other financial assets	(55.09)	51.82
Other assets	(23.90)	702.59
Trade payables	763.95	(1,641.65)
Other financial liabilities	174.56	201.29
Other liabilities	334.41	777.72
Provisions and employee benefit obligations	418.61	62.32
Total changes in operating assets and liabilities	140.95	(16.53)
Income tax paid (net of refunds)	(2,027.25)	(1,635.37)
Net cash flows generated from operating activities (A)	8,221.04	7,274.19
Investing activities		
Purchase of property, plant and equipment and intangible assets	(387.61)	(650.91)
Proceeds from sale of property, plant and equipment and intangible assets	5.91	0.20
Purchase of investments	(29,006.86)	(47,295.36)
Sale of investments	27,861.00	44,181.41
Interest received	138.65	73.40
Payment for business acquisition, net of cash acquired (₹ 200.39)	(5,218.80)	-
Investments in bank deposits	(486.52)	(1,551.52)
Redemption / maturity of bank deposits	1,713.17	610.63
Net cash flows used in investing activities (B)	(5,381.06)	(4,632.15)
Financing activities		
Proceeds from issue of shares	150.23	44.68
Repayment of borrowings	(8,553.48)	(5,619.93)
Availment of borrowings	9,525.15	5,558.02
Interest paid	(315.95)	(330.02)
Repayment of lease liabilities	(672.34)	(677.99)
Dividends paid	(2.77)	(6,522.99)
Net cash flows generated from / (used in) financing activities (C)	130.84	(7,548.23)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	2,970.82	(4,906.19)
Effect of exchange rate changes	25.12	46.65
Cash and cash equivalents at the beginning of the period	7,711.44	9,880.01
Cash and cash equivalents at the end of the period	10,707.38	5,020.47
Components of cash and cash equivalents		
In current accounts	10,355.20	4,523.93
Deposits with original maturity of less than 3 months	352.00	496.51
Cash on hand	0.18	0.03
Total cash and cash equivalents	10,707.38	5,020.47

Notes:
1 The financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) 34, Interim Financial Reporting, specified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, as amended from time to time. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 21 October 2021. The statutory auditors have expressed an unmodified audit opinion on these results.
2 Audited Financial Results of Mphasis Limited (Standalone information).

Particulars	Quarter ended			Six months ended		Year ended
	30 September 2021	30 June 2021	30 September 2020	30 September 2021	30 September 2020	31 March 2021
Revenue from operations	17,803.08	16,029.54	14,056.35	33,832.62	25,386.43	55,612.51
Profit before tax	4,033.66	4,065.05	3,761.92	8,098.71	6,443.89	14,457.64
Profit after tax	2,984.73	3,076.42	2,785.21	6,061.15	4,786.64	11,103.62

The audited results of Mphasis Limited for the above mentioned periods are available on Company's website, www.mphasis.com and on the Stock Exchange websites, www.nseindia.com and www.bseindia.com. The information above has been extracted from the audited annual / condensed interim standalone financial statements as stated.

3 The Board of Directors at their meeting held on 13 May 2021 had proposed a final dividend of ₹ 65 per equity share for the year ended 31 March 2021 which has been approved by the shareholders at the Annual General Meeting held on 29 September 2021. The liability was accrued as at 30 September 2021 and the same has subsequently paid on 4 October 2021.

4 On 21 September 2021, the Company through its wholly owned subsidiary, Mphasis Corporation, obtained control of Blink Interactive, Inc and its subsidiaries ('Blink') by acquiring 100% of its shares in cash. Blink is a user experience research, strategy, and design firm that works with some of the leading enterprises to create transformative digital products, brands, and experiences for clients. The acquisition seeks to boost Mphasis' Experience competencies with end-to-end capabilities in User Experience Research, Strategy, Design, and Implementation. The acquisition was executed through a merger agreement for a consideration of USD 93.39 million (₹ 6,932.70 million) including the fair value of earnout consideration payable amounting to USD 18.58 million (₹ 1,378.99 million). The excess of the purchase consideration paid over the fair value of assets acquired has been attributed to goodwill. Net assets acquired include ₹ 200.39 million of cash and cash equivalents and trade and other receivables valued at ₹ 580.33 million. Trade and other receivables are expected to be collected in full. Goodwill of ₹ 5,157.72 million comprises value of acquired workforce and expected synergies arising from the acquisition. The Group is assessing the deductibility of identified intangible assets and goodwill for tax purposes. Goodwill has been allocated to the Blink cash generating unit.

5 **Change in Control** - For the period upto 10 August 2021, the holding company and ultimate holding company were Marble II Pte Ltd. and Blackstone Capital Partners (Cayman II) VI L.P respectively. On 10 August 2021, Marble II Pte Ltd. sold the shares held in the Company to BCP Topco IX Pte. Ltd. This consequently led to a change of control. Accordingly, with effect from 10 August 2021, the holding company and ultimate holding company are BCP Topco IX Pte. Ltd and BCP Asia (SG) Mirror Holding Pte Ltd respectively.

By Order of the Board,
Mphasis Limited

New York
21 October 2021

Nitin Rakesh
Chief Executive Officer & Managing Director