

Statement of Consolidated Audited Financial Results for the quarter and year ended 31 March 2022

Particulars	Audited				
	Quarter ended			Year ended	
	31 March 2022	31 December 2021	31 March 2021	31 March 2022	31 March 2021
	(refer note 9)		(refer note 9)		
Revenue from operations	32,776.65	31,237.18	25,242.83	119,614.44	97,223.11
Other income	391.53	306.47	325.93	1,604.50	1,329.45
Total income (I)	33,168.18	31,543.65	25,568.76	121,218.94	98,552.56
Expenses					
Employee benefits expense	19,521.24	18,399.20	14,539.63	70,345.01	56,297.86
Finance costs	208.42	216.24	144.03	744.03	634.15
Depreciation and amortization expense	798.52	825.84	616.90	2,907.52	2,417.88
Other expenses	7,483.80	7,306.70	6,031.94	28,093.38	22,896.59
Total expenses (II)	28,011.98	26,747.98	21,332.50	102,089.94	82,246.48
Profit before tax (III) [(I)-(II)]	5,156.20	4,795.67	4,236.26	19,129.00	16,306.08
Tax expense					
Current tax	1,188.48	1,218.74	1,281.89	4,859.65	4,094.30
Deferred tax	47.05	0.14	(214.98)	(39.54)	43.73
Total tax expense	1,235.53	1,218.88	1,066.91	4,820.11	4,138.03
Profit for the period (A)	3,920.67	3,576.79	3,169.35	14,308.89	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	454.61	45.49	27.25	833.29	(415.14)
Net change in fair value of derivatives designated as cash flow hedges	(348.93)	320.02	228.22	405.34	2,209.78
Income tax effect on cash flow hedges	120.98	(111.26)	(77.45)	(141.06)	(771.73)
Items not to be reclassified to profit or loss in subsequent periods					
Re-measurement gains / (losses) on defined employee benefit plans	(36.80)	(3.77)	(14.42)	(245.91)	(90.98)
Income tax effect on the above	13.03	1.16	4.04	85.63	30.79
Total OCI for the period, net of tax (B)	202.89	251.64	167.64	937.29	962.72
Total comprehensive income for the period (A+B)	4,123.56	3,828.43	3,336.99	15,246.18	13,130.77
Profit for the period attributable to:					
Equity owners of the Company	3,920.67	3,576.79	3,169.35	14,308.89	12,168.05
Non-controlling interests	-	-	-	-	-
	3,920.67	3,576.79	3,169.35	14,308.89	12,168.05
OCI for the year attributable to:					
Equity owners of the Company	202.89	251.64	167.64	937.29	962.72
Non-controlling interests	-	-	-	-	-
	202.89	251.64	167.64	937.29	962.72
Total comprehensive income for the period attributable to:					
Equity owners of the Company	4,123.56	3,828.43	3,336.99	15,246.18	13,130.77
Non-controlling interests	-	-	-	-	-
	4,123.56	3,828.43	3,336.99	15,246.18	13,130.77
Equity share capital	1,878.25	1,874.79	1,870.49	1,878.25	1,870.49
Other equity	67,553.06	62,887.14	63,396.61	67,553.06	63,396.61
Earnings per equity share (par value ₹ 10 per share)					
Basic (₹)	20.89	19.09	16.96	76.38	65.18
Diluted (₹)	20.61	18.85	16.73	75.61	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 year, 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			Year ended	
	31 March 2022	31 December 2021	31 March 2021	31 March 2022	31 March 2021
	(refer note 9)		(refer note 9)		
Segment revenue					
Banking and Financial Services	17,402.71	17,115.41	12,554.16	63,755.94	49,860.69
Logistics and Transportation	4,161.61	3,922.10	3,358.49	15,551.97	12,681.47
Technology Media and Telecom	4,299.67	4,079.22	3,641.74	15,742.79	12,924.95
Insurance	3,097.68	2,724.59	2,521.85	10,771.01	9,508.91
Others	3,485.92	3,114.01	2,967.72	12,789.49	11,944.35
Unallocated - hedge	329.06	281.85	198.87	1,003.24	302.74
Total segment revenue	32,776.65	31,237.18	25,242.83	119,614.44	97,223.11
Segment result					
Banking and Financial Services	4,544.63	4,316.97	2,974.04	15,550.54	12,203.60
Logistics and Transportation	1,117.31	1,354.59	1,470.25	5,493.72	5,121.86
Technology Media and Telecom	1,045.15	906.55	700.93	3,148.34	2,629.05
Insurance	838.61	668.39	907.25	2,913.62	3,129.13
Others	1,309.82	1,139.07	1,104.51	4,674.21	4,226.25
Unallocated - hedge	329.06	281.85	198.87	1,003.24	302.74
Total segment result	9,184.58	8,667.42	7,355.85	32,783.67	27,612.63
Finance costs	(208.42)	(216.24)	(144.03)	(744.03)	(634.15)
Other income	391.53	306.47	325.93	1,604.50	1,329.45
Other unallocable expenditure	(4,211.49)	(3,961.98)	(3,301.49)	(14,515.14)	(12,001.85)
Profit before taxation	5,156.20	4,795.67	4,236.26	19,129.00	16,306.08

Consolidated Balance Sheet	As at 31 March 2022	As at 31 March 2021
ASSETS		
Non-current assets		
Property, plant and equipment	2,456.54	2,117.82
Capital work-in-progress	109.84	31.27
Right-of-use assets	6,236.31	5,677.15
Goodwill	27,348.06	21,325.67
Other intangible assets	1,695.39	1,074.48
Financial assets		
Investments	3,778.01	3,114.28
Other financial assets	998.46	1,475.92
Deferred tax assets (net)	1,616.11	1,260.72
Income tax assets (net)	5,309.34	5,496.40
Other assets	849.66	1,013.12
Total non-current assets	50,397.72	42,586.83
Current assets		
Financial assets		
Investments	14,352.11	15,345.90
Trade receivables		
Billed	9,681.48	9,294.82
Unbilled	12,587.88	9,210.05
Cash and cash equivalents	8,268.47	7,711.44
Bank balances other than cash and cash equivalents	1,225.90	2,910.98
Loans	318.21	154.45
Other financial assets	2,644.56	2,595.22
Other assets	8,085.11	4,179.79
Total current assets	57,163.72	51,402.65
TOTAL ASSETS	107,561.44	93,989.48
EQUITY AND LIABILITIES		
EQUITY		
Share capital	1,878.25	1,870.49
Other equity	67,553.06	63,396.61
Total equity	69,431.31	65,267.10
LIABILITIES		
Non-current liabilities		
Financial liabilities		
Lease liabilities	5,840.48	5,370.38
Other financial liabilities	1,059.52	39.69
Employee benefit obligations	1,183.82	727.68
Deferred tax liabilities (net)	718.22	342.86
Income tax liabilities (net)	227.89	242.25
Other liabilities	-	562.53
Total non-current liabilities	9,029.93	7,285.39
Current liabilities		
Financial liabilities		
Borrowings	5,272.42	5,134.50
Lease liabilities	1,406.42	1,306.14
Trade payables		
- outstanding dues to micro and small enterprises	18.41	13.59
- outstanding dues to creditors other than micro and small enterprises	8,477.51	5,950.37
Other financial liabilities	6,131.36	3,279.92
Other liabilities	2,961.69	2,770.22
Employee benefit obligations	1,188.23	970.11
Provisions	1,083.77	458.56
Income tax liabilities (net)	2,560.39	1,553.58
Total current liabilities	29,100.20	21,436.99
TOTAL EQUITY AND LIABILITIES	107,561.44	93,989.48

Consolidated statement of cash flows	Year ended 31 March 2022	Year ended 31 March 2021
Operating activities		
Profit before tax	19,129.00	16,306.08
Adjustments to reconcile profit before tax to net cash provided by operating activities:		
Depreciation and amortization expense	2,907.52	2,417.88
Profit on sale of property, plant and equipment and intangible assets	(4.97)	(4.31)
Net gain on investments carried at fair value through profit and loss	(754.84)	(839.28)
Share based payment expenses	651.72	102.19
Provision for expected credit loss	106.89	251.81
Finance costs	744.03	634.15
Interest income	(352.46)	(287.84)
Gain on lease modifications	-	(31.82)
Unrealized exchange gain, net	(82.64)	(102.10)
Operating profit before changes in operating assets and liabilities	22,344.25	18,446.76
Changes in operating assets and liabilities		
Trade receivables	(3,118.00)	(820.64)
Loans	(155.26)	89.59
Other financial assets	271.58	139.43
Other assets	(3,603.20)	(310.54)
Trade payables	2,401.76	(924.81)
Other financial liabilities	2,220.15	(132.19)
Other liabilities	(516.54)	899.59
Provisions and employee benefit obligations	998.41	606.38
Total changes in operating assets and liabilities	(1,501.10)	(453.19)
Income tax paid (net of refunds)	(3,685.83)	(3,448.25)
Net cash flows generated from operating activities (A)	17,157.32	14,545.32
Investing activities		
Purchase of property, plant and equipment and intangible assets	(1,200.25)	(1,261.65)
Proceeds from sale of property, plant and equipment and intangible assets	8.45	9.76
Purchase of investments	(58,146.48)	(67,143.61)
Sale of investments	59,231.38	62,779.21
Interest received	320.67	196.67
Payment for business acquisition, net of cash acquired (refer note 6)	(5,218.80)	(805.19)
Investments in bank deposits	(486.61)	(3,788.01)
Redemption / maturity of bank deposits	2,671.29	1,794.01
Net cash flows used in investing activities (B)	(2,820.35)	(8,218.81)
Financing activities		
Proceeds from issue of shares	441.71	268.03
Repayment of borrowings	(16,605.85)	(12,558.31)
Availment of borrowings	16,638.15	12,149.60
Interest paid	(276.13)	(126.38)
Repayment of lease liabilities	(1,443.32)	(1,327.59)
Interest on repayment of lease liabilities	(464.61)	(493.27)
Dividends paid	(12,176.78)	(6,526.78)
Net cash flows used in financing activities (C)	(13,886.83)	(8,614.70)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	450.14	(2,288.19)
Effect of exchange rate changes	106.89	119.62
Cash and cash equivalents at the beginning of the year	7,711.44	9,880.01
Cash and cash equivalents at the end of the year	8,268.47	7,711.44

Notes:

1 The financial results have been prepared in accordance with Indian Accounting Standards (Ind AS), 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 28 April 2022. The statutory auditors have expressed an unmodified audit opinion on these results.

2 Audited Financial Results of Mphasis Limited (Standalone information).

Particulars	Quarter ended			Year ended	
	31 March 2022	31 December 2021	31 March 2021	31 March 2022	31 March 2021
	(refer note 9)		(refer note 9)		
Revenue from operations	20,613.20	19,449.72	15,396.56	73,895.54	55,612.51
Profit before tax	3,879.28	4,224.14	4,207.51	16,202.13	14,457.64
Profit after tax	3,118.54	3,172.84	3,153.95	12,352.53	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 was approved by the shareholders at the Annual General Meeting held on 29 September 2021 and has been paid during the quarter ended 31 December 2021.

4 The Board of Directors in their meeting held on 28 April 2022 have proposed a final dividend of ₹ 46 per equity share for the year ended 31 March 2022 which is subject to the approval of shareholders at the ensuing Annual General Meeting and if approved, would result in a cash outflow of approximately ₹ 8,640.52.

5 On 23 December 2021, the Company through its wholly owned subsidiary, Mphasis Consulting Limited, entered into a business venture agreement with Ardonagh Services Limited ("Ardonagh"). Pursuant to this agreement, the Group owns 51% voting interest in Mrald Limited and the remaining voting interest is owned by Ardonagh. However, the Group is entitled to 100% economic benefits in Mrald Limited.

6 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 93.37 million (₹ 6,930.99 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 ₹ 589.86 million. Trade and other receivables are expected to be collected in full. Goodwill of ₹ 5,183.36 million comprises value of acquired workforce and expected synergies arising from the acquisition. The goodwill is tax-deductible and has been allocated to the Blink Cash Generating Unit ('CGU').

7 RSU Plan 2021 / ESOP Plan 2016 - Pursuant to the approvals obtained from the Board of Directors and the Shareholders of the Company, during the current year, the Company has adopted a new Restricted Units Plan, 2021 ('RSU 2021') under which a total of 3,000,000 RSUs can be granted to the eligible employees of the Company and its subsidiaries. Under this plan, 1,075,188 RSU's have been granted to the eligible employees of the Company and its subsidiaries. Additionally, under the existing ESOP 2016 Plan, during the current year the Company granted 853,275 options to the eligible employees of the Company and its subsidiaries.

8 **Change in Control** - For the period upto 9 August 2021, the holding company and ultimate holding company were Marble II Pte Ltd. and Blackstone Capital Partners (Cayman II) VIL.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.

9 The figures for the current quarter ended 31 March 2022 are the balancing figures between audited figures for full financial year and audited year-to-date figures upto 31 December 2021. The figures for the corresponding previous quarter ended 31 March 2021 are the balancing figures between audited figures for full financial year and the audited year - to - date figures upto 31 December 2020.

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

New York
28 April 2022

Nitish Rakesh
Chief Executive Officer & Managing Director