

Birlasoft Limited

(Formerly KPIT Technologies Limited)

Registered and Corporate Office: 35 & 36, Rajiv Gandhi Infotech Park, Phase - I, MIDC, Hinjawadi, Pune (MH) 411057, India
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CK BIRLA GROUP

birlasoft

Enterprise to the
Power of Digital™

EXTRACT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

₹ in million (except per share data)

Sr. No.	Particulars	Quarter Ending	Nine Months Ended	Quarter Ending
		December 31, 2019 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 3)
1	Sales / Income from operations	8,332.86	23,838.97	5,636.96
2	Net profit for the period (before tax, exceptional and extraordinary item)	1,011.33	2,253.40	877.67
3	Net profit for the period before tax (after exceptional and extraordinary item)	1,011.33	2,253.40	877.67
4	Net profit for the period after tax (after exceptional and extraordinary items)	726.75	1,553.03	649.33
5	Other comprehensive income (net of tax)	63.06	223.76	(349.09)
6	Total comprehensive income for the period	789.81	1,776.79	300.24
7	Equity share capital	553.33	553.33	382.94
8	Earning per share for the period (after extraordinary items) (on par value of ₹ 2/-) (not annualised)			
	Basic	2.63	5.62	3.28
	Diluted	2.59	5.55	3.21

Notes:

- The above unaudited consolidated financial results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on January 31, 2020. These unaudited consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016 and provisions of the Companies Act, 2013.
- The Statutory Auditors of the Company have conducted a limited review of the above consolidated financial results of the Company for the quarter and nine months ended December 31, 2019. An unqualified opinion has been issued by them thereon.
- Pursuant to the Composite Scheme of arrangement for amalgamation of Birlasoft (India) Limited ("Transferor Company") with KPIT Technologies Limited (now known as Birlasoft Limited) ("Transferee Company" or "Demerged Company") and demerger of the engineering business of KPIT Technologies Limited (now known as Birlasoft Limited) into KPIT Engineering Limited (now known as KPIT Technologies Limited) given effect to from January 01, 2019, the figures for the quarter and nine months ended December 31, 2019 are not comparable with figures for the quarter and nine months ended December 31, 2018.
- Standalone information

Sr. No.	Particulars	Quarter Ending	Nine Months Ended	Quarter Ending
		December 31, 2019 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited)
a	Revenue from continuing operations	3,682.34	10,661.18	2,226.11
b	Profit before tax from continuing operations	510.87	1,479.99	334.30
c	Net profit for the period from continuing operations	312.50	966.72	188.83
d	Net profit for the period from discontinued operations	-	-	69.15
e	Other comprehensive income/(losses)	1.13	(41.14)	148.04
f	Total comprehensive income	313.63	925.58	406.02

- The Group had adopted Ind AS 116, effective annual reporting period beginning April 01, 2019 and applied the standard to its leases using the modified retrospective approach as per para C5(b) of the standard. Accordingly, the Group recorded lease liability at present value of future lease payments discounted at the incremental borrowing rate and corresponding right-of-use asset at an amount equal to lease liability adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the balance sheet immediately before the date of initial application. Accordingly, the Group has not restated comparative information.
This had resulted in recognising right-of-use asset of ₹ 1,516.57 million and corresponding lease liability of ₹ 1,505.32 million as at April 01, 2019, after adjusting advance rent of ₹ 26.78 million and lease equalization reserve of ₹ 69.93 million, available as at March 31, 2019, against the right-of-use asset. In the statement of profit and loss for the nine months ended December 31, 2019, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-of-use assets and finance cost for interest accrued on lease liabilities. In respect of lease that were classified as finance lease under Ind AS 17, an amount of ₹ 54.33 million had been reclassified from Property, plant and equipment to right-of-use assets as at April 01, 2019.
- The Government of India, on September 20, 2019, vide the Taxation Laws (Amendment) Act 2019, inserted a new Section 115BAA in the Income Tax Act, 1961, which provides an option to the Company to pay income taxes at reduced tax rates as per the provisions/conditions defined in the said section. The Company had evaluated and expects to exercise the option of lower tax rate of 25.17% (inclusive of surcharge and cess) under Section 115BAA of the Income Tax Act, 1961 in a subsequent financial year. Accordingly, the Company had estimated the reversal of the deferred tax asset/ liabilities, until the date of exercise of the option and subsequent to exercise of the option. The effect of this change has been recognized in tax expense for the quarter and nine months ended December 31, 2019 on an effective tax basis. This has resulted in an increase in deferred tax expense of ₹ 38.07 million for the quarter ended December 31, 2019 and ₹ 67.74 million for nine month ended December 31, 2019 on account of remeasurement of deferred tax asset.
- The results for the quarter ended December 31, 2019 are available on the Company's website, www.birlasoft.com and also on the website of the BSE Limited, www.bseindia.com and National Stock Exchange of India Limited, www.nseindia.com, where the shares of the Company are listed.
- Mr. Rajeev Gupta - Chief Financial Officer of the Company, has tendered his resignation and he will be relieved from his duties effective March 31, 2020. The Company is in the process of appointing a new Chief Financial Officer.
- The Board of Directors in their meeting held on January 31, 2020, have declared an interim dividend for the financial year 2019-20. The interim dividend to be distributed to the members of the Company is ₹ 333.59 million (including Dividend Distribution Tax) i.e. ₹ 1.00 per share of face value of ₹ 2 per share.
- As per the agreement between the parties, consequent to the National Company Law Tribunal (NCLT) approved composite scheme, the joint control between the Transferee Company i.e. Birlasoft Limited (erstwhile KPIT Technologies Limited) and the Resulting Company i.e. KPIT Technologies Limited (erstwhile KPIT Engineering Limited) has concluded effective February 1, 2020. As a result, Mr. Sachin Tikekar, Nominee Director, has resigned from Birlasoft Limited (erstwhile KPIT Technologies Limited) with effect from February 1, 2020.

On behalf of the Board of Directors
For Birlasoft Limited (Erstwhile KPIT Technologies Limited)

Place : Gurugram
Date : January 31, 2020

Dharmander Kapoor
CEO & Managing Director



Birlasoft Limited

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- The Board of Directors in their meeting held on January 31, 2020, have declared an Interim dividend for the financial year 2019-20. The interim dividend to be distributed to the members of the Company is ₹ 333.59 million (including Dividend Distribution Tax) i.e. ₹ 1.00 per share of face value of ₹ 2 per share.
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CEO & Managing Director

