

SQS India BFSI Limited

CIN No:L64202TN1998PLC066604

Registered & Corporate office : 6A, Sixth Floor, Prince Infocity II, No. 283/3 & 283/4,

Rajiv Gandhi Salai (OMR), Kandanchavadi, Chennai-600 096, INDIA.

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Statement of Consolidated Unaudited Financial Results for the Quarter and Half year ended September 30, 2017

(Rs. In Millions)

S. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16	31-Mar-17
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from Operations	697	607	684	1,304	1,415	2,599
2	Other Income	21	32	1	53	5	8
3	Total Income (1+2)	718	639	685	1,357	1,420	2,607
4	EXPENSES						
	a) Employee benefits expense	479	393	407	872	843	1,582
	b) Finance Cost	1	-	-	1	1	2
	c) Depreciation and amortisation expense	14	14	13	28	23	52
	d) Other expenses	113	91	170	204	313	600
	Total Expenses (4)	607	498	590	1,105	1,180	2,236
5	Profit/(loss) before exceptional items and tax (3-4)	111	141	95	252	240	371
6	Exceptional Items	-	-	-	-	-	-
7	Profit/(loss) before tax (5-6)	111	141	95	252	240	371
8	Tax expense						
	a) Current Tax	37	51	33	88	86	127
	b) Deferred Tax	-	-	1	-	2	6
9	Profit/(loss) for the period (7-8)	74	90	61	164	152	238
10	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit or loss	(1)	(4)	(3)	(5)	(5)	(10)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	1	1	1	2	2	3
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10) (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (net of tax))	74	87	59	161	149	231
12	Paid Up Equity Share Capital (Face value of Rs.10/- each)	107	107	107	107	107	107
13	Reserves (excluding Revaluation Reserves)	-	-	-	-	-	1,165
14	Earnings Per Equity Share (for continuing operation):						
	- Basic (Rs.)	6.87	8.43	5.65	15.30	14.29	22.18
	- Diluted (Rs.)	6.85	8.41	5.64	15.26	14.24	22.13

Consolidated Balance Sheet as at September 30, 2017

(Rs. In Millions)

Particulars	30-Sep-17	31-Mar-17
ASSETS		
A. NON CURRENT ASSETS		
(a) Property, Plant and Equipment	230	247
(b) Intangible Assets	15	20
(c) Financial Assets		
(i) Loans	16	19
(ii) Other Non Current Financial Assets	1	3
(d) Deferred Tax Asset (Net)	14	12
(e) Income Tax Asset (Net)	5	5
(f) Other Non current Assets	1	2
TOTAL NON CURRENT ASSETS	282	308
B. CURRENT ASSETS		
(a) Financial Assets		
(i) Trade Receivables	605	425
(ii) Cash and Cash Equivalents	748	886
(iii) Bank balances other than above	3	3
(iv) Loans	11	11
(v) Other Current Financial Assets	13	11
(b) Other Current Assets	69	46
TOTAL CURRENT ASSETS	1,449	1,382
TOTAL ASSETS	1,731	1,690
EQUITY AND LIABILITIES		
A. EQUITY		
(a) Equity Share Capital	107	107
(b) Other Equity	1,070	1,165
TOTAL EQUITY	1,177	1,272
B. LIABILITIES		
1. CURRENT LIABILITIES		
(a) Financial Liabilities		
(i) Trade Payables	19	33
(ii) Other Current Financial Liabilities	327	234
(b) Other Current Liabilities	83	70
(c) Provisions	26	16
(d) Current Tax Liabilities (Net)	99	65
TOTAL CURRENT LIABILITIES	554	418
TOTAL EQUITY AND LIABILITIES	1,731	1,690

Notes :-						
1	The above results which are published in accordance with Regulation 33 of the SEBI (Listing Obligation & Disclosure Requirements), 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on October 26, 2017. The Consolidated financial results are in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. The results for the current quarter and half year have been subjected to a limited review by the Statutory Auditors of the Company.					
2	The Ind AS compliant corresponding figures of the corresponding quarter and half year of the previous year as well as for the previous year ended March 31, 2017 have not been subjected to a limited review or an audit. However, the management has exercised the necessary due diligence to ensure that such financial results provide a true and fair view.					
3	The Company has prepared its Financial Statement under Ind AS effective from April 1, 2017 with restated comparative figures for the previous year ended March 31, 2017. Accordingly, the Opening Balance sheet, in line with Ind AS transitional provisions, has been prepared as at April 1, 2016. The following is the reconciliation between the consolidated financial statements prepared as per "Previous GAAP", notified under Accounting Standards Companies (Accounting Standards) Rules 2006 and Ind AS for the quarter ended September 30, 2016 as per Ind AS 101, First time adoption. There is no change in Equity between previous IGAAP and Ind AS.					
	Particulars			Quarter ended 30-Sep-16 (Unaudited)	Half Year ended 30-Sep-16 (Unaudited)	Year ended 31-Mar-17 (Unaudited)
	Profit after Tax as reported under previous GAAP			59	149	231
	Adjustments:					
	Actuarial (gain)/loss on defined benefit liability recognised in Other Comprehensive Income			(3)	(5)	(10)
	Tax adjustments			1	2	3
	Profit after Tax as reported under Ind AS			61	152	238
	Other Comprehensive Income (net of tax)			(2)	(3)	(7)
	Total Comprehensive Income as per Ind AS			59	149	231
4	The Board of Director's of the Company has declared an Interim Dividend of Rs. 4/- per equity share of Rs. 10 each.					
5	The Chief Operating Decision Maker (CODM) evaluates performance of the Company based on revenue and operating income in one segment i.e "Software Validation and Verification Services" relating to banking and financial services industry. Accordingly, as per Ind AS-108, the Company has only one business segment and hence segment information has not been separately disclosed.					
6	Other Income (Sl. no. 2) and Other Expenditure (Sl. No.4 d) above includes Net Foreign Exchange Gain/ (Loss) for the period as detailed below:					
	Particulars			Quarter ended		Half Year ended
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Net Exchange Gain / (Loss)	19	28	(30)	47	(42)
						(104)
7	Financial Results of SQS India BFSI Limited (Standalone information):					
	Particulars			Quarter ended		Half Year ended
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
					31-Mar-17	
	Net Sales / Income from Operations	697	607	684	1,304	1,415
	Profit/ (Loss) from ordinary activities before tax	91	125	91	216	226
	Net Profit/ (Loss) from ordinary activities after tax	56	77	59	133	143
8	The Consolidated Financial Results include the results of 100% Subsidiaries, i.e. SQS BFSI Inc., USA, SQS BFSI PTE. LTD, Singapore, Thinksoft Global Services (Europe) GmbH i.L., Germany, SQS BFSI FZE, UAE and SQS BFSI UK Ltd, UK.					
9	During the quarter ended and half year ended September 30, 2017, 2,250 and 8,250 stock options respectively have been exercised under the Employee Stock Options Scheme, 2011. These stock options have vested in earlier years.					
10	The prior period's figures have been regrouped / reclassified wherever necessary to conform to current quarter / period's classification.					
	By order of the Board For SQS India BFSI Ltd					
	Aarti Arvind Managing Director & CEO					
	Place: Chennai					
	Date: October 26, 2017					