

AUDITED INTERIM CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019

(Rs. in lakhs)

Sl. No.	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
I	Revenue from operations	12,570.25	13,465.72	11,308.53	26,035.97	24,735.69	50,431.12
II	Other income	1,444.27	1,147.65	849.89	2,591.92	2,613.53	4,602.34
III	Total income (I+II)	14,014.52	14,613.37	12,158.42	28,627.89	27,349.22	55,033.46
IV	EXPENSES						
	Employee benefits expense	8,737.78	8,758.85	7,901.14	17,496.63	16,969.80	33,861.88
	Finance costs	15.80	15.78	-	31.58	-	-
	Depreciation and amortization expense	277.24	251.99	159.18	529.23	316.34	660.52
	Other expenses	2,111.28	2,242.81	2,075.45	4,354.09	4,362.33	9,456.16
	Total expenses (IV)	11,142.10	11,269.43	10,135.77	22,411.53	21,648.47	43,978.56
V	Profit before tax (III-IV)	2,872.42	3,343.94	2,022.65	6,216.36	5,700.75	11,054.90
VI	Tax expense:	598.07	1,025.73	333.08	1,623.80	1,210.97	2,012.61
	(1) Current tax	814.20	980.77	353.36	1,794.97	1,331.39	1,948.67
	(2) Deferred tax	(216.13)	44.96	(20.28)	(171.17)	(120.42)	63.94
VII	Profit after tax (V-VI)	2,274.35	2,318.21	1,689.57	4,592.56	4,489.78	9,042.29
VIII	Other comprehensive income	(700.12)	71.84	(419.30)	(628.28)	(475.88)	835.27
	A (i) Items that will not be reclassified to profit or loss- remeasurement gain on defined benefit plans	(181.92)	36.11	(148.95)	(145.81)	(31.13)	81.27
	(ii) Income tax relating to items that will not be reclassified to profit or loss	63.57	(12.62)	52.05	50.95	10.88	(28.20)
	B (i) Items that will be reclassified to profit or loss- Net change in fair value of forward contracts designated as cash flows hedges	(652.81)	111.32	(822.70)	(541.49)	(1,096.25)	1,066.57
	Exchange differences in translating financial statements of foreign operations	(156.96)	(23.80)	211.55	(180.76)	255.94	87.91
	(ii) Income tax relating to items that will be reclassified to profit or loss	228.00	(39.17)	288.76	188.83	384.68	(372.29)
IX	Total comprehensive income for the period (VII+VIII) (comprising profit and other comprehensive income for the period)	1,574.23	2,390.05	1,270.27	3,964.28	4,013.90	9,877.56
X	Paid up equity share capital (face value: Rs 10 per share)	1,711.01	1,711.01	1,711.01	1,711.01	1,711.01	1,711.01
XI	Other equity						68,087.10
XII	Earnings per equity share						
	(1) Basic	13.34	13.60	9.87	26.94	26.24	52.92
	(2) Diluted	13.34	13.60	9.87	26.94	26.24	52.92

Sasken Technologies Limited
CIN: L72100KA1989PLC014226
139/25, Ring Road, Domlur, Bengaluru - 560 071

AUDITED CONSOLIDATED BALANCE SHEET AS AT SEPTEMBER 30, 2019

(Rs. in lakhs)

Particulars	As at September 30, 2019	As at March 31, 2019
ASSETS		
(1) Non-current assets		
Property, plant and equipment	4,671.03	3,947.12
Capital work-in-progress	49.16	86.20
Intangible assets	21.60	17.86
Financial assets		
(i) Investments	41,899.52	42,897.43
(ii) Other financial assets	318.28	339.82
Deferred tax assets	548.70	269.22
Other tax assets	5,086.05	5,403.12
Other non-current assets	10.69	17.22
Total non-current assets	52,605.03	52,977.99
(2) Current assets		
Financial assets		
(i) Current investments	10,756.33	8,107.87
(ii) Trade receivables	9,325.24	8,228.36
(iii) Cash and cash equivalents	3,471.03	1,472.73
(iv) Other bank balances	863.13	275.43
(v) Unbilled revenue	2,352.93	1,955.37
(vi) Derivative assets	534.58	940.86
(vii) Other financial assets	1,365.09	1,148.69
Contract assets	2,153.02	3,145.30
Other current assets	823.15	1,134.91
Total current assets	31,644.50	26,409.52
Total assets	84,249.53	79,387.51
EQUITY AND LIABILITIES		
Equity		
Share capital	1,711.01	1,711.01
Other equity	70,600.94	68,087.10
Total equity	72,311.95	69,798.11
LIABILITIES		
(1) Non-current liabilities		
Lease liabilities	506.45	-
Provisions	916.87	711.37
Total non-current liabilities	1,423.32	711.37
(2) Current liabilities		
Financial liabilities		
(i) Trade payables		
Outstanding dues to micro and small enterprises	34.71	32.27
Outstanding dues to creditors other than micro and small enterprises	1,813.04	1,802.24
(ii) Other financial liabilities	2,172.73	1,506.88
(iii) Derivative liabilities	134.10	-
Deferred revenue	169.90	380.22
Other current liabilities	1,207.66	1,365.99
Provisions	1,509.62	1,780.48
Other tax liabilities	3,472.50	2,009.95
Total current liabilities	10,514.26	8,878.03
Total equity and liabilities	84,249.53	79,387.51

Extract of audited consolidated financial results of Sasken and its subsidiaries for the quarter and half year ended September 30, 2019

(Rs. In lakhs)

Sl.No.	Particulars	Quarter ended September 30, 2019	Quarter ended September 30, 2018	Half year ended September 30, 2019	Half year ended September 30, 2018	Year ended March 31, 2019
1	Total income from operations	14,014.52	12,158.42	28,627.89	27,349.22	55,033.46
2	Net profit for the period (before tax)	2,872.42	2,022.65	6,216.36	5,700.75	11,054.90
4	Net profit for the period after tax	2,274.35	1,689.57	4,592.56	4,489.78	9,042.29
5	Total comprehensive income for the period [comprising profit for the period (after tax) and other comprehensive income (after tax)]	1,574.23	1,270.27	3,964.28	4,013.90	9,877.56
6	Paid up equity share capital	1,711.01	1,711.01	1,711.01	1,711.01	1,711.01
7	Reserves (excluding revaluation reserve) as shown in the audited balance sheet of FY19	-	-	-	-	68,087.10
8	Earnings Per Share (of Rs. 10/- each)					
	1. Basic:	13.34	9.87	26.94	26.24	52.92
	2. Diluted:	13.34	9.87	26.94	26.24	52.92
9	Total income *	12,590.45	10,912.27	24,743.82	24,170.35	46,732.87
10	Profit before tax *	3,376.46	2,586.99	6,446.63	6,561.46	11,529.01
11	Profit after tax *	2,701.45	2,200.54	4,802.94	5,247.59	9,404.94

* information pertains to Sasken Technologies Limited on a standalone basis.

Note:

- a The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the websites of the Stock Exchange(s) and the Company.

Sasken Technologies Limited
Audited Consolidated statement of cash flows for the half year ended September 30, 2019
(Amount in lakhs, except share and per share data, unless otherwise stated)

	Half year ended September 30, 2019	Half year ended September 30, 2018
Cash flows from operating activities		
Profit before tax	6,216.36	5,700.75
Adjustments for:		
Depreciation and amortization expense	529.23	316.34
Dividend income	(621.84)	(419.42)
Interest income	(632.03)	(1,218.17)
Gain on sale of investments	(77.12)	(18.46)
Change in fair value of investments	(742.11)	(420.26)
Profit on sale of property, plant and equipment	(4.26)	(38.50)
ESOP compensation cost	39.54	16.22
Exchange differences on translation of assets and liabilities	(34.00)	59.41
Reversal of allowances for credit losses on financial assets	-	(14.63)
Write back of unclaimed balances	-	(32.40)
Cash flow hedges - in-effective portion of changes in fair value	(1.10)	0.91
Operating profit before working capital changes	4,672.67	3,931.79
Changes in assets and liabilities:		
Trade receivables, unbilled revenue & contract assets	(502.16)	926.18
Other financial assets and other assets	(610.04)	152.11
Trade payables and deferred revenue	(197.08)	(798.42)
Provisions, other financial liabilities and other liabilities	823.70	(1,237.13)
Cash generated from operating activities	4,187.09	2,974.54
Income taxes paid	1,020.49	(620.74)
Net cash generated from operating activities (A)	5,207.58	2,353.80
Cash flows from investing activities		
Interest received	84.81	255.97
Dividends received	567.31	343.59
Proceeds from sale of property, plant and equipment	4.26	38.50
Acquisition of property, plant and equipment	(1,234.01)	(335.78)
Payments to acquire financial assets (mutual funds)	(17,909.05)	(18,612.33)
Payments to acquire financial assets (series- A stock) / promissory notes	-	(1,572.07)
Proceeds from sale of financial assets (mutual funds)	17,132.27	16,298.00
Investment of bank deposits	(587.70)	(47.72)
Net cash used in investing activities (B)	(1,942.11)	(3,631.83)
Cash flows from financing activities		
Dividend paid during the year (including dividend distribution tax)	(1,489.98)	(775.92)
Net cash used in financing activities (C)	(1,489.98)	(775.92)
Net increase /(decrease) in cash and cash equivalents (A+B+C)	1,775.49	(2,053.95)
Cash and cash equivalents at the beginning of the period	1,472.73	4,023.40
Effect of exchange rate changes on cash and cash equivalents	222.79	192.53
Cash and cash equivalents at the end of the period	3,471.01	2,161.98

NOTES:

1. These audited consolidated financial results, prepared in accordance with Indian Accounting Standards ('Ind AS') for the quarter and half year ended September 30, 2019 have been approved by the Board of Directors of the Company at its meeting held on October 18, 2019. The statutory auditors have expressed an unqualified opinion on these consolidated financial results.
2. **Segment Reporting**

The Chairman and Managing Director of the Company has been identified as the Chief Operating Decision Maker (CODM) as defined by Ind AS 108, "Operating Segments". The Company operates in one segment only i.e. "Software Services". The CODM evaluates performance of the Company based on revenue and operating income from "Software Services". Accordingly, segment information has not been separately disclosed.
3. Effective April 1, 2019, the Company adopted Ind AS 116 "Leases", and has applied the same to its leases contracts existing on April 1, 2019 using the modified retrospective method. The Company has not restated comparative information. The adoption of the standard has resulted in recognition of Right-of-Use asset of Rs. 634.30 lacs and net lease liability, classified as borrowings of Rs. 634.30 lacs on transition. In the profit and loss account for the current period, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability.
4. The Board of Directors of the Company at their meeting held on April 23, 2019 and Shareholders by way of Special Resolution passed through Postal Ballot / e-voting dated June 19, 2019 approved the proposal for buy-back of up to 19,98,678 fully paid up Equity Shares at a price not exceeding Rs.850 per share for a total consideration not exceeding Rs.16,988.76 lakhs. The Buy-Back Committee of the Board on June 20, 2019, had fixed the buy-back price of Rs.825 per equity share and accordingly to buy-back up to 20,59,243 Equity Shares. The Company had made a Public Announcement in national and local newspapers on June 24, 2019 and also filed the Draft Letter of Offer with SEBI on June 26, 2019 for their comments. Upon receipt of comments from SEBI on September 26, 2019, the company despatched the Letter of Offer to shareholders. The buy-back opened on October 11, 2019 and is set to close by October 25, 2019.

For Sasken Technologies Ltd.

Place: Bengaluru
Date: October 18, 2019

Rajiv C Mody
Chairman and Managing Director
DIN: 0092037