

### STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2017

(INR in lacs, except per equity share data)

Sl.No	Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in previous year	Year to date figures for six months in current period ended	Year to date figures for six months in previous period ended	Previous Year ended
		30-Sep-2017 (Un-Audited)	30-Jun-2017 (Un-Audited)	30-Sep-2016 (Un-Audited)	30-Sep-2017 (Un-Audited)	30-Sep-2016 (Un-Audited)	31-Mar-2017 (Audited)
I	Revenue from operations (net)	5,879	5,434	5,714	11,313	10,784	22,356
II	Other income	489	792	839	1,281	1,154	1,806
III	Total income (I+II)	6,368	6,226	6,553	12,594	11,938	24,162
IV	Expenses						
	Employee benefit expense	2,251	2,412	2,350	4,663	4,679	9,436
	Finance cost	1	1	1	2	2	17
	Depreciation and amortization expense	201	205	107	406	211	460
	Other expenses	1,116	1,097	1,041	2,213	1,936	4,185
	Total expenses	3,569	3,715	3,499	7,284	6,828	14,098
V	Profit before exceptional items (III-IV)	2,799	2,511	3,054	5,310	5,110	10,064
VI	Exceptional items	-	-	-	-	-	-
VII	Profit before tax (V-VI)	2,799	2,511	3,054	5,310	5,110	10,064
VIII	Tax Expense						
	Current tax	921	671	913	1,592	1,558	3,152
	Reversal of excess provision for tax relating to earlier years	-	-	-	-	-	(133)
	Deferred tax charge	77	28	121	105	59	130
	Total tax expense	998	699	1,034	1,697	1,617	3,149
IX	Profit for the period (VII-VIII)	1,801	1,812	2,020	3,613	3,493	6,915
X	Other comprehensive income, net of income tax						
	Items that will not be reclassified to profit or loss						
	Remeasurement of the net defined benefit liability/asset	14	(107)	(49)	(93)	(60)	(59)
	Income tax relating to items that will not be reclassified to profit or loss	(5)	37	17	32	21	20
	Total other comprehensive income, net of tax	9	(70)	(32)	(61)	(39)	(39)
XI	Total comprehensive income for the period (IX+X)	1,810	1,742	1,988	3,552	3,454	6,876
XII	Paid-Up equity share capital (Face Value - Rs 10 per Equity Share)	1,862	1,862	1,862	1,862	1,862	1,862
XIII	Earnings per equity share (nominal value of share Rs. 10) (previous year : Rs. 10)						
	Basic and Diluted	9.67	9.73	10.85	19.40	18.76	37.14

### STATEMENT OF UNAUDITED STANDALONE ASSETS AND LIABILITIES

S.No	Particulars	As at 30-Sep-2017 (Un-Audited)	As at 31-Mar-2017 (Audited)
A	<b>ASSETS</b>		
1	Non-current assets		
	Property, plant and equipment	2,005	2,156
	Investment property	116	117
	Goodwill	50	-
	Other Intangible assets	1,076	278
	Financial assets		
	Investments	4,707	4,707
	Loans	149	145
	Other financial assets	26	28
	Income tax assets (net)	610	639
	Other non-current assets	420	1,459
	Total non-current assets	9,159	9,524

<b>2</b>	<b>Current Assets</b>			
	Financial assets			
	Investments	24,097		20,599
	Trade receivables	5,139		3,870
	Cash and cash equivalents	519		326
	Loans	14		25
	Other financial assets	1,804		1,854
	Other current assets	349		615
	Total current assets	31,922		27,289
	<b>TOTAL ASSETS</b>	<b>41,081</b>		<b>36,818</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Equity</b>			
	Equity share capital	1,862		1,862
	Other equity	36,124		32,572
	Total equity	37,986		34,434
<b>2</b>	<b>Liabilities</b>			
	Non-current liabilities			
	Deferred tax liabilities (net)	339		266
	Total non-current liabilities	339		266
<b>3</b>	<b>Current liabilities</b>			
	Financial liabilities			
	Trade payables	784		728
	Other financial liabilities	849		750
	Other current liabilities	500		276
	Provisions	378		236
	Income tax liabilities (net)	245		128
	Total current liabilities	2,756		2,118
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>41,081</b>		<b>36,818</b>

**NOTES:**

- The above results were reviewed by the Audit Committee and upon their recommendation, approved by the Board of Directors at their meeting held on 23 October 2017. The Statutory auditors of the Company have carried out limited review of the financial results for the quarter ended and half year ended 30 September 2017 and an unmodified report has been issued. The same has been filed with Stock Exchanges and is also available on the Company's website at [www.audit-mps.com](http://www.audit-mps.com).
  - These financial results have been prepared in accordance with Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5 July 2016. The Company has not opted to avail the relaxation provided by SEBI in respect of disclosure requirements for corresponding figures of earlier periods. Accordingly, the figures for the year ended 31 March 2017 have been presented after incorporating the applicable Ind AS adjustments in addition to the figures for the quarter and half year ended 30 September 2016.
  - Transition to Ind-AS:  
The Company adopted Indian Accounting Standards ("Ind AS") from 01 April 2017. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Sec 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP) and Companies (Accounting Standards) Amendment Rules, 2016, which was the previous GAAP (referred to as "Previous GAAP")  
Impact of transition has been provided in the Equity as at 01 April 2016 and results for the quarter and half year ended 30 September 2016 and previous year ended 31 March 2017 have been restated to comply with Ind-AS to make them comparable.
- a. Reconciliations between financial results, as previously reported (as per "Previous GAAP") and Ind AS for quarter/half year/year presented are as under:

Particulars	(INR in lacs)		
	Corresponding three months ended in previous year	Year to date figures for six months in previous period ended	Previous Year ended
	30-Sep-2016	30-Sep-2016	31-Mar-2017
<b>Net Profit under Previous GAAP</b>	<b>2,009</b>	<b>3,525</b>	<b>6,950</b>
Impact of fair valuation of current investment	14	4	(7)
Impact of fair valuation of forward exchange contracts	(12)	(87)	(87)
Impact of expected credit loss	(33)	(26)	(18)
Others (refer note i below)	48	60	58
Consequential tax adjustments	(6)	17	19
<b>Net Profit for the period under Ind AS</b>	<b>2,020</b>	<b>3,493</b>	<b>6,915</b>
Other Comprehensive Income/(loss) (net of taxes)	(32)	(39)	(39)
<b>Total Comprehensive Income under Ind AS</b>	<b>1,988</b>	<b>3,454</b>	<b>6,876</b>

i) Others include adjustments resulting from classification of actuarial gain/(loss) to OCI, etc.



b. Reconciliations of equity between Previous GAAP and Ind AS for the year ended 31 March 2017 are as under:

Particulars	(INR in lacs)	
	Previous Year ended 31-Mar-2017	
Equity reported under Previous GAAP		34,437
Impact of fair valuation of current investment		5
Impact of expected credit loss		(6)
Others		(3)
Consequential tax adjustments		1
Equity reported under Ind AS		34,434

4 Segment Reporting

(a) Based on the "management approach" as defined in Ind AS108 Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along with these business segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.

SI No	Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in previous year	Year to date figures for six months in current period ended	Year to date figures for six months in previous period ended	Previous Year ended
		30-Sep-2017	30-Jun-2017	30-Sep-2016	30-Sep-2017	30-Sep-2016	31-Mar-2017
I	Segment revenue						
	Content solutions	4,771	4,236	4,703	9,007	9,220	19,374
	Platform solutions	1,108	1,198	1,011	2,306	1,564	2,982
	<b>Total revenue from operations</b>	<b>5,879</b>	<b>5,434</b>	<b>5,714</b>	<b>11,313</b>	<b>10,784</b>	<b>22,356</b>
II	Segment results (profit before tax, exceptional items and interest from each segment)						
	Content solutions	2,005	1,711	1,893	3,716	3,845	8,300
	Platform solutions	626	562	692	1,188	946	1,672
	<b>Total</b>	<b>2,631</b>	<b>2,273</b>	<b>2,585</b>	<b>4,904</b>	<b>4,791</b>	<b>9,972</b>
	Profit before tax and other income						
	Less: Finance cost	1	1	1	2	2	17
	Less: Un-allocable expenditure (net of un-allocable income)	(169)	(239)	(470)	(408)	(321)	(109)
	<b>Profit before tax</b>	<b>2,799</b>	<b>2,511</b>	<b>3,054</b>	<b>5,310</b>	<b>5,110</b>	<b>10,064</b>

(b) Assets and liabilities used in the Company's business are not identified to any of the reportable segments as these are used interchangeably between segments and the management believes that it is not practicable to provide segment disclosures relating to total assets and liabilities.

- 5 The Company acquired group of assets including application platform business from Digital River, Inc. a company based in USA vide asset purchase agreement dated 31-February 2017 for the consideration of Rs.428Lacs which qualifies for business combination accounting. The customary conditions for consummation of the said acquisition have been complied with effect from 1 April 2017. As a result, the Company has recorded net assets amounting to Rs.378 lacs at fair value and the differential consideration is allocated to Goodwill amounting to Rs.50Lacs.
- 6 The Company utilized a sum of Rs.2,756 Lacs, out of total proceeds of Rs.14,780 Lacs from Qualified Institutional Plan ("QIP") (net of issue expenses) raised during the financial year ended 31 March 2015. The balance proceeds of Rs.12,024 Lacs, pending utilization for the objects of QIP-growth opportunities such as acquisitions, strategic initiatives, general corporate purposes and any other purposes as may be permissible under applicable law, remain invested in interest/dividend bearing liquid instruments, including money market mutual funds.
- 7 During the quarter ended 31 March 2017, MAG+AB a subsidiary, had filed for voluntary liquidation. MAG+AB, is currently carrying on its operations prior to closing as contractually/statutorily required.
- 8 During the quarter ended 30 September 2017, MegPlus Inc., a step down subsidiary of the Company in USA, was merged with MPS North America, LLC, USA, a Wholly Owned Subsidiary of the Company and consequently MegPlus Inc., USA, ceased to be a step down subsidiary of the Company w.e.f. 10 August 2017.
- 9 The Company had sold its premises on second floor of Brigade Towers located in Bengaluru for a consideration of Rs.610 Lacs and accounted for a pre tax profit of Rs.591 Lacs during the corresponding three months ended 30 September 2016 in previous year.
- 10 Other income includes Rs.413 lacs for the preceding quarter ended 30 June 2017 which represents amount written back as liability no longer payable by the Company.

Place: Gurugram  
Dated: 23 October 2017

By Order of the Board of Directors  
Rahul Arora  
Chief Executive Officer and Whole Time Director

