



Expleo Solutions Limited (formerly known as 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.

Website: www.sqs-bfsi.com; Tel:+91 44 4392 3200; Fax:+91 44 4392 3258

Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended September 30, 2019

(Rs. In Millions)

S.No.	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from Operations	656.66	598.86	750.03	1,255.52	1,473.95	2,827.73
2	Other Income	1.22	23.68	41.44	21.37	47.62	55.53
3	Total Income (1+2)	657.88	622.54	791.47	1,276.89	1,521.57	2,883.26
4	EXPENSES						
	a) Employee benefits expense	332.75	293.20	323.66	625.95	633.19	1,249.77
	b) Finance Cost	4.98	0.04	-	5.02	-	0.67
	c) Depreciation and amortisation expense	14.98	16.87	13.52	31.85	27.40	54.76
	d) Other expenses	192.57	218.98	274.55	408.02	580.27	1,097.79
	Total Expenses (4)	545.28	529.09	611.73	1,070.84	1,240.86	2,402.99
5	Profit/(loss) before exceptional items and tax (3-4)	112.60	93.45	179.74	206.05	280.71	480.27
6	Exceptional Items	-	-	-	-	-	-
7	Profit/(loss) before tax (5-6)	112.60	93.45	179.74	206.05	280.71	480.27
8	Tax expense						
	a) Current Tax	33.03	29.05	72.82	62.08	111.70	173.50
	b) Deferred Tax	1.29	0.81	(3.14)	2.10	(5.62)	(7.61)
9	Profit/(loss) for the period (7-8)	78.28	63.59	110.06	141.87	174.63	314.38
10	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit or loss	(6.50)	(0.32)	(2.96)	(6.82)	(1.02)	(2.38)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	1.90	0.09	1.04	1.99	0.36	0.83
	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))	73.68	63.36	108.14	137.04	173.97	312.83
12	Paid Up Equity Share Capital (Face value of Rs.10/- each, fully paid up)	102.52	102.52	107.13	102.52	107.13	107.13
13	Other Equity	-	-	-	-	-	961.69
14	Earnings per Equity Share (Face value of Rs.10/- each) (for continuing operations) (Refer Note 8)						
	- Basic (Rs.)	7.48	5.95	10.27	13.55	16.30	29.35
	- Diluted (Rs.)	7.48	5.95	10.27	13.55	16.30	29.35
	See accompanying notes to the Standalone Financial Results.						

Expleo Solutions Limited (formerly known as 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.

Website: www.sqs-bfsi.com; Tel:+91 44 4392 3200; Fax:+91 44 4392 3258

Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended September 30, 2019

Standalone Balance Sheet as at September 30, 2019

(Rs. In Millions)

Particulars	30-Sep-19	31-Mar-19
	(Unaudited)	(Audited)
ASSETS		
A. NON CURRENT ASSETS		
(a) Property, Plant and Equipment	264.81	186.35
(b) Intangible Assets	0.76	1.97
(c) Financial Assets		
(i) Investments in subsidiaries	40.15	40.15
(ii) Loans	16.59	8.79
(d) Deferred Tax Asset	25.27	25.38
(e) Income Tax Asset (Net)	2.69	9.32
(f) Other Non Current Assets	36.39	28.50
TOTAL NON CURRENT ASSETS	386.66	300.46
B. CURRENT ASSETS		
(a) Financial Assets		
(i) Trade Receivables	514.67	300.24
(ii) Cash and Cash Equivalents	414.34	831.65
(iii) Bank balances other than (ii) above	6.56	8.06
(iv) Loans	0.01	26.34
(v) Other Current Financial Assets	125.86	57.51
(b) Other Current Assets	87.44	64.30
TOTAL CURRENT ASSETS	1,148.88	1,288.10
TOTAL ASSETS	1,535.54	1,588.56
EQUITY AND LIABILITIES		
A. EQUITY		
(a) Equity Share Capital	102.52	107.13
(b) Other Equity	842.21	961.69
TOTAL EQUITY	944.73	1,068.82
B. LIABILITIES		
NON CURRENT LIABILITIES		
Provisions	9.76	7.64
Other Non Current Liabilities	75.12	-
TOTAL NON CURRENT LIABILITIES	84.88	7.64
CURRENT LIABILITIES		
(a) Financial Liabilities		
(i) Trade Payables		
(a) Total outstanding dues of Micro enterprises and small enterprises	0.14	0.10
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	206.32	183.92
(ii) Other Current Financial Liabilities	212.10	232.63
(b) Other Current Liabilities	34.35	43.24
(c) Provisions	3.14	2.55
(d) Current Tax Liabilities (Net)	49.88	49.66
TOTAL CURRENT LIABILITIES	505.93	512.10
TOTAL EQUITY AND LIABILITIES	1,535.54	1,588.56

**Expleo Solutions Limited (formerly known as 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.

Website: www.sqs-bfsi.com; Tel:+91 44 4392 3200; Fax:+91 44 4392 3258

Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended September 30, 2019

Standalone Statement of Cash Flows for the period ended September 30, 2019			
Particulars	Half year ended		Year ended
	30-Sep-19	30-Sep-18	31-Mar-19
	(Unaudited)	(Unaudited)	Audited
A. Cash flow from operating activities			
Profit before tax	206.05	280.71	480.27
Adjustment for:			
Depreciation and Amortization Expense	31.85	27.40	54.76
Loss/ (Profit) on sale of Property, Plant and Equipment	(0.07)	-	0.78
Provision no longer required	-	-	(4.63)
Unrealized forex exchange loss/(gain) (Net)	(0.54)	(9.99)	27.49
Interest income	(11.13)	(7.08)	(14.35)
Finance Cost	5.02	-	-
(Reversal of)/Allowance for credit loss	0.25	-	(1.00)
Unwinding of discount on security deposits	(0.42)	(0.55)	(1.11)
Operating profit before working capital changes	231.01	290.49	542.21
Adjustment for:			
(Increase)/ Decrease in Trade Receivables	(213.10)	1.24	247.44
(Increase)/ Decrease in Loans	14.59	-	(13.77)
(Increase)/ Decrease in Other Current Financial Assets	(68.40)	(31.26)	(20.86)
(Increase)/ Decrease in Other Current Assets	(22.45)	(43.27)	(28.70)
(Increase)/ Decrease in Other Non-Current Assets	(2.89)	2.59	3.10
Increase/ (Decrease) in Trade Payables	26.94	79.01	66.74
Increase/ (Decrease) in Other Current Financial Liabilities	(48.88)	47.64	(5.52)
Increase/ (Decrease) in Other Current Liabilities	(8.89)	(18.79)	(15.48)
Increase/ (Decrease) in Provisions	2.70	6.97	(3.11)
Cash generated from operations	(89.37)	334.62	772.05
Direct taxes paid (net of refunds)	(60.22)	(91.24)	(229.64)
Net cash flow from operating activities (A)	(149.59)	243.38	542.41
B. Cash flow from investing activities			
Investment in bank deposits having maturity greater than 3 months	(0.90)	(135.60)	(212.51)
Proceeds from maturity of Fixed Deposits	2.41	339.96	459.63
Payments for purchase of Property, Plant and Equipment and Intangible Assets	(2.93)	(5.05)	(23.47)
Proceeds from sale of Property, Plant and Equipment	0.07	3.87	3.09
Interest received on deposit with banks	11.18	9.42	18.23
Proceeds from liquidation of a subsidiary	-	-	-
Net cash flow from/(used in) investing activities (B)	9.83	212.60	244.97
C. Cash Flow from financing activities			
Payments of Lease liability	(13.82)	-	-
Proceeds from Issue of Shares	(261.11)	0.34	0.34
Dividends paid	-	(214.27)	(214.27)
Tax on dividend paid	-	(44.04)	(44.04)
Net cash (used in) financing activities (C)	(274.93)	(257.97)	(257.97)
Net Increase/(Decrease) in cash & cash equivalents (A+B+C)	(414.69)	198.01	529.41
Effect of changes in exchange rate on cash and cash equivalents	(2.62)	2.67	(5.56)
Cash & cash equivalents at the beginning of the year	831.65	307.80	307.80
Cash and cash equivalents at the end of the period	414.34	508.48	831.65

Expleo Solutions Limited (formerly known as 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.

Website: www.sqs-bfsi.com; Tel:+91 44 4392 3200; Fax:+91 44 4392 3258

Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended September 30, 2019

Notes to the Standalone Financial Results:-

- 1 The above Standalone financial results which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on October 31, 2019. The Standalone 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 Standards) Rules, 2015 and the relevant Amendment Rules issued thereafter.
- 2 Pursuant to Regulation 33(3)(b) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, the Company had decided to submit to the stock exchanges the Unaudited Financial Results (Standalone and Consolidated) for the first three quarters of the current financial year 2019-20 and Audited Financial Results (Standalone and Consolidated) for the fourth quarter and year ended March 31, 2020.
- 3 The Chief Operating Decision Maker (CODM) evaluates the 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, "Operating Segments" the Company has only one business segment and hence segment information has not been separately disclosed.
- 4 Other Income (Sl. No. 2) and Other Expenditure (Sl. No. 4 d) above includes Net Foreign Exchange Gain and Loss respectively for each reporting period as under:

(Rs. In Millions)

Particulars	Quarter ended			Half year ended		Year ended
	30-Sep-19 (Unaudited)	30-Jun-19 (Unaudited)	30-Sep-18 (Unaudited)	30-Sep-19 (Unaudited)	30-Sep-18 (Unaudited)	31-Mar-19 (Audited)
Net Exchange Gain / Loss						
Other Income	-	3.53	29.22	-	22.19	-
Other Expenses	5.63	-	-	2.09	-	26.94

- 5 On April 1, 2019, the Company has adopted Ind AS 116, Leases, using modified retrospective approach. Accordingly, the comparatives have not been retrospectively adjusted. The adoption of Ind AS 116 did not have any material impact on the standalone results for the quarter and six months ended September 30, 2019.
- 6 The earnings per share (basic and diluted) for the interim periods have not been annualised.
- 7 The above Standalone financial results have been subject to Limited Review by the Statutory Auditors. The comparative figures for the period for April 1, 2018 to September 30, 2018 in the Standalone Statement of Cash Flows has been prepared by the management and approved by the Board of Directors and have not been subjected to limited review.
- 8 The prior period's figures have been regrouped / reclassified wherever necessary.

By order of
For Expleo Solutions Limited (formerly known as SQS
India BFSI Ltd)

Place: Chennai
Date: October 31, 2019

Balaji Viswanathan
Managing Director & CEO