



MPS Limited

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CIN: L22122TN1970PLC005795

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2020

(INR in lacs, except per equity share data)

S. No.	Particulars	Three months ended 30-Jun-2020 (Un-Audited)	Preceding three months ended 31-Mar-2020 (Audited) (refer note-2)	Corresponding three months ended in previous year 30-Jun-2019 (Un-Audited)	Previous year ended 31-Mar-2020 (Audited)
I	Revenue from operations (net)	8,177	7,616	8,363	33,165
II	Other income	249	443	568	1,998
III	Total income (I+II)	8,426	8,059	8,931	35,163
IV	Expenses				
	Employee benefit expense	3,956	4,152	4,277	16,562
	Finance costs	42	57	53	215
	Depreciation and amortization expense	387	375	385	1,537
	Other expenses	2,150	2,118	2,049	8,707
	Total expenses	6,535	6,702	6,764	27,021
V	Profit before exceptional items (III-IV)	1,891	1,357	2,167	8,142
VI	Exceptional items	-	-	-	-
VII	Profit before tax (V-VI)	1,891	1,357	2,167	8,142
VIII	Tax expenses				
	Current tax	474	596	600	2,379
	Adjustment of tax relating to earlier years	-	-	-	36
	Deferred tax charge	31	(182)	29	(259)
	Total tax expenses	505	414	629	2,156
IX	Profit for the period (VII-VIII)	1,386	943	1,538	5,986
X	Other comprehensive income				
	Items that will not be reclassified to profit or loss				
	Remeasurement of the net defined benefit liability/asset	(75)	(21)	(8)	(53)
	Income tax relating to items that will not be reclassified to profit or loss	19	5	2	13
	Items that will be reclassified subsequently to profit or loss				
	Exchange differences on translation of foreign operations	-	446	5	687
	Total other comprehensive income	(56)	430	(1)	647
XI	Total comprehensive income for the period (IX+X)	1,330	1,373	1,537	6,633
XII	Paid-up equity share capital (Face Value - INR 10 per Equity Share)	1,862	1,862	1,862	1,862
XIII	Earnings per equity share (nominal value of share INR 10)				
	Basic and Diluted	7.44	5.07	8.26	32.15

NOTES:

- These results have been prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules 2015. These results have been reviewed by the Audit Committee and upon their recommendation, approved by the Board of Directors at their meeting held on 11 August 2020. The Statutory auditors of the Company have carried out limited review of the financial results for the quarter ended 30 June 2020 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.mpslimited.com.
- The figures for the three months ended 31 March 2020 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to preceding quarter of the relevant financial year.

3 Segment Reporting

- (a) Based on the "management approach" as defined in Ind AS108 Operating Segments, the Chief Operating Decision Maker ('CODM') evaluates the Group'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.

(INR in lacs)

S. No.	Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in previous year	Previous year ended
		30-Jun-2020	31-Mar-2020	30-Jun-2019	31-Mar-2020
		(Un-Audited)	(Audited)	(Un-Audited)	(Audited)
I	Segment revenue				
	Content solutions	5,477	4,865	5,000	20,347
	eLearning solutions	1,338	1,651	1,896	7,501
	Platform solutions	1,362	1,100	1,467	5,317
	Total revenue from operations	8,177	7,616	8,363	33,165
II	Segment results (profit before tax, exceptional items and interest from each segment)				
	Content solutions	1,918	1,641	1,454	6,457
	eLearning solutions	(15)	(83)	198	650
	Platform solutions	452	89	513	1,599
	Total	2,355	1,647	2,165	8,706
	Less: Finance cost	42	57	53	215
	Less: Un-allocable expenditure (net of un-allocable income)	422	233	(55)	349
	Profit before tax	1,891	1,357	2,167	8,142

- (b) Assets and liabilities used in the Group'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.
- 4 Subsequent to the quarter ended 30 June 2020, the Company has consummated the acquisition of the HighWire Press Group. During the quarter ended 30 June 2020, the company incorporated a wholly owned subsidiary, HighWire North America LLC based at Delaware, USA to acquire the US business of HighWire Press Holding Inc. through Forward Merger and has funded INR 5,285.35 Lacs in HighWire North America LLC for the acquisition cost. This acquisition is completed at a purchase price of INR 5,445.88 Lacs on 1 July 2020. Simultaneously, this acquired business is transferred to the US branch of the Company. The Company has also acquired through Stock Purchase Agreement 100% shares of HighWire Press Limited, based at Northern Ireland along with its wholly owned subsidiary Semantico Limited, based at the United Kingdom through MPS North America LLC, an existing US based wholly owned subsidiary of the Company at a purchase price of INR 770.20 Lacs. Pursuant to this acquisition, HighWire Press Limited has become a subsidiary of MPS North America LLC and Semantico Limited has become the step down subsidiary of MPS North America LLC.
- 5 In assessing the recoverability of receivables including unbilled receivables, contract assets, goodwill, intangible assets and investments, the Group has considered internal and external information up to the date of approval of these financial results including economic forecasts considering emerging situations due to COVID-19. Based on current indicators of future economic conditions, the Group expects to recover the carrying amount of these assets. Due to the nature of the pandemic, the Group will continue to monitor developments to identify significant uncertainties in future periods.
- 6 The Standalone results of the Company are available on the Company's website www.mpslimited.com. The key standalone financial information of the Company is given below:

(INR in lacs)

Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in previous year	Previous year ended
	30-Jun-2020	31-Mar-2020	30-Jun-2019	31-Mar-2020
	(Un-Audited)	(Audited)	(Un-Audited)	(Audited)
Revenue from operations	4,925	4,518	4,678	18,765
Profit before tax	1,835	1,563	1,752	6,969
Tax expenses	471	344	515	1,692
Profit for the period	1,364	1,219	1,237	5,277
Other comprehensive income, net of income tax	(48)	(9)	(10)	(16)
Total comprehensive income for the period	1,316	1,210	1,227	5,261

By Order of the Board of Directors
Rahul Arora

Place: Gurugram

Dated: 11 August 2020

Managing Director