

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2021
(INR in lacs, except per equity share data)

S.No.	Particulars	Three months ended 31-Mar-2021 (Audited) (refer note-2)	Preceding three months ended 31-Dec-2020 (Un-Audited)	Corresponding three months ended in previous year 31-Mar-2020 (Audited) (refer note-2)	Current year ended 31-Mar-2021 (Audited)	Previous year ended 31-Mar-2020 (Audited)
I	Revenue from operations (net)	11,425	11,619	7,616	42,255	33,165
II	Other income	212	399	443	987	1,998
III	Total income (I+II)	11,637	12,018	8,059	43,242	35,163
IV	Expenses					
	Employee benefits expense	5,321	5,418	4,152	20,254	16,562
	Finance costs	63	49	57	204	215
	Depreciation and amortization expense	558	576	375	2,122	1,537
	Other expenses	3,247	2,929	2,118	11,323	8,707
	Total expenses	9,189	8,972	6,702	33,903	27,021
V	Profit before exceptional items (III-IV)	2,448	3,046	1,357	9,339	8,142
VI	Exceptional items	-	-	-	-	-
VII	Profit before tax (V-VI)	2,448	3,046	1,357	9,339	8,142
VIII	Tax expenses					
	Current tax	798	698	596	2,372	2,379
	Adjustment of tax relating to earlier years	-	498	-	498	36
	Deferred tax charge	361	59	(182)	613	(259)
	Total tax expenses	1,159	1,255	414	3,483	2,156
IX	Profit for the period (VII-VIII)	1,289	1,791	943	5,856	5,986
X	Other comprehensive income					
	Items that will not be reclassified to profit or loss					
	Remeasurement of the net defined benefit liability/asset	140	(29)	(21)	69	(53)
	Income tax relating to items that will not be reclassified to profit or loss	(35)	7	5	(17)	13
	Items that will be reclassified subsequently to profit or loss					
	Exchange differences on translation of foreign operations	(182)	87	446	(273)	687
	Total other comprehensive income	(77)	65	430	(221)	647
XI	Total comprehensive income for the period (IX+X)	1,212	1,856	1,373	5,635	6,633
XII	Paid-up equity share capital (Face value - INR 10 per equity share)	1,805	1,805	1,862	1,805	1,862
XIII	Earnings per equity share (nominal value of share INR 10)					
	Basic and diluted	7.14	9.90	5.07	31.92	32.15

STATEMENT OF AUDITED CONSOLIDATED ASSETS AND LIABILITIES		(INR in lacs)	
S.No.	Particulars	As at 31-Mar-2021 (Audited)	As at 31-Mar-2020 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	2,156	1,998
	Capital work-in-progress	-	3
	Investment property	104	108
	Right-of-use assets	1,277	1,543
	Goodwill	8,529	6,177
	Other intangible assets	3,369	1,673
	Financial assets		
	Investments	388	-
	Loans	230	182
	Other financial assets	6,985	52
	Income tax assets (net)	326	973
	Deferred tax assets (net)	56	40
	Other non-current assets	375	286
	Total non-current assets	23,795	13,035
2	Current assets		
	Financial assets		
	Investments	827	8,572
	Trade receivables	9,054	6,228
	Cash and cash equivalents	6,659	8,170
	Other bank balances	3,604	1,276
	Loans	188	113
	Other financial assets	464	189
	Income tax assets (net)	18	-
	Other current assets	6,108	6,776
	Total current assets	26,922	31,324
	TOTAL ASSETS	50,717	44,359
B	EQUITY AND LIABILITIES		
1	Equity		
	Equity share capital	1,805	1,862
	Other equity	36,307	34,829
	Total equity	38,112	36,691
2	Liabilities		
	Non-current liabilities		
	Financial liabilities		
	Lease liabilities	1,292	1,279
	Provisions	64	57
	Deferred tax liabilities (net)	1,110	392
	Total non-current liabilities	2,466	1,728
3	Current liabilities		
	Financial liabilities		
	Lease liabilities	543	605
	Trade payables		
	Due to Micro and Small enterprises	56	10
	Due to Others	2,141	1,210
	Other financial liabilities	1,093	753
	Other current liabilities	5,586	2,933
	Provisions	301	166
	Income tax liabilities (net)	419	263
	Total current liabilities	10,139	5,940
	TOTAL EQUITY AND LIABILITIES	50,717	44,359

STATEMENT OF AUDITED CONSOLIDATED CASH FLOWS		(INR in lacs)	
S.No.	Particulars	Current year ended 31-Mar-2021 (Audited)	Previous year ended 31-Mar-2020 (Audited)
A	Cash flows from operating activities		
	Net profit before tax	9,339	8,142
	Adjustments:		
	Depreciation and amortisation expense	2,122	1,537
	Interest income	(572)	(362)
	Dividend income	-	(3)
	Net (gain)/loss on sale of current investment	(42)	13
	Finance costs	204	215
	Loss/ (gain) on sale/disposal/discard of property, plant and equipment (net)	12	(5)
	Miscellaneous income	(40)	-
	Rent concession as a variable lease payment	(50)	-
	Gain on investment carried at fair value through profit or loss (net)	(93)	(1,006)
	Liabilities/provisions no longer required written back	(33)	(254)
	Allowances for expected credit loss	165	120
	Bad debts written off	33	4
	Allowances for doubtful advances	4	3
	Advances written off (net)	32	3
	Unrealised foreign exchange loss (net)	201	105
	Unrealised foreign exchange (gain)/loss on mark-to-market on forward contracts	(151)	177
	Operating cash flows before working capital changes	11,131	8,689
	(Increase)/decrease in trade receivables	(940)	390
	Decrease/(increase) in loans	43	(24)
	Decrease in other financial assets	61	29
	Decrease/(increase) in other current assets	1,325	(1,389)
	(Increase)/decrease in other non-current assets	(85)	176
	(Decrease) in trade payables	(277)	(102)
	(Decrease)/increase in other financial liabilities	(123)	82
	Increase/(decrease) in other liabilities	907	(452)
	(Decrease) in provisions	(172)	(25)
	Cash generated from operations	11,870	7,374
	Income tax paid (net of refund)	(1,933)	(2,100)
	Net cash generated from operating activities (A)	9,937	5,274
B	Cash flows from investing activities		
	Purchase of property, plant and equipment (including capital work-in-progress)	(587)	(256)
	Purchase of other intangible assets	(87)	(220)
	Sale of property, plant and equipment	8	15
	Acquisition of business (net of cash and cash equivalents acquired)	(4,449)	-
	Purchase of current investments	(18,631)	(23,330)
	Sale of current investments	26,512	36,955
	Purchase of term deposits	(12,336)	(1,307)
	Redemption of term deposits	3,104	2,922
	Rent received	416	-
	Dividend received	-	3
	Interest received	121	382
	Net cash (used in)/generated from investing activities (B)	(5,929)	15,164
C	Cash flow from financing activities		
	Repayment of lease liabilities including interest expenses	(1,065)	(697)
	Buy-back of equity shares	(3,400)	-
	Expenses for buy-back of equity shares	(35)	-
	Tax on buy-back of equity shares	(779)	-
	Finance costs	(14)	(1)
	Dividend paid	-	(13,963)
	Tax on dividend	-	(2,870)
	Net cash used in financing activities (C)	(5,293)	(17,531)
	Net (decrease) / increase in cash and cash equivalents (A+B+C)	(1,285)	2,907
	Impact on cash flows on account of foreign currency translation reserve	(7)	470

Effects of exchange differences on cash and cash equivalents held in foreign currency	(219)	41
Cash and cash equivalents at the beginning of the year	8,170	4,752
Cash and cash equivalents at the end of the year	6,659	8,170

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 26 May 2021. The Statutory auditors of the Company have carried out audit of the financial results for the quarter and year ended 31 March 2021 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 2021 and 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.
- Segment Reporting**
 - Based on the "management approach" as defined in Ind AS 108 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. The CODM has evaluated the segment wise allocation for the business of the new acquisition of HighWire Group into existing segment of Platform Solutions.

(INR in lacs)

S.No.	Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in previous year	Current year ended	Previous year ended
		31-Mar-2021	31-Dec-2020	31-Mar-2020	31-Mar-2021	31-Mar-2020
		(Audited)	(Un-Audited)	(Audited)	(Audited)	(Audited)
I	Segment revenue					
	Content solutions	6,148	5,744	4,865	22,764	20,347
	eLearning solutions	1,457	1,593	1,651	5,731	7,501
	Platform solutions	3,820	4,282	1,100	13,760	5,317
	Total revenue from operations	11,425	11,619	7,616	42,255	33,165
II	Segment results (profit before tax, exceptional items and interest from each segment)					
	Content solutions	1,903	1,930	1,641	7,495	6,457
	eLearning solutions	(11)	(31)	(83)	(242)	650
	Platform solutions	876	1,325	89	3,474	1,599
	Total	2,768	3,224	1,647	10,727	8,706
	Less: Finance costs	63	49	57	204	215
	Less: Un-allocable expenditure (net of un-allocable income)	257	129	233	1,184	349
	Profit before tax	2,448	3,046	1,357	9,339	8,142

- 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.
- On 1 July 2020, the Company has completed the acquisition of the HighWire Press US Business at a purchase consideration of INR 5,181 Lacs through its US branch and the newly incorporated wholly owned subsidiary, HighWire North America LLC. MPS North America LLC, an existing US based wholly owned subsidiary of 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 United Kingdom at a purchase consideration of INR 770 Lacs. This being a Business Combination thus based on the preliminary purchase price allocation to the various identifiable acquired assets and assumed liabilities, provisional goodwill of INR 2,549 Lacs has been recognized subject to working capital and tax adjustments.
 - The Company had opted for the Scheme by the Government under the Income Tax Law in respect of four Assessment Years to avoid protracted litigation and the attendant uncertainty on the issues covered in those years. Consequently, a tax provision of INR 585 Lacs had been made towards this purpose during the quarter ended 31 December 2020.
 - The amendment in the Income Tax Act through the Finance Bill enacted in March 2021 has taken out goodwill from the purview of tax depreciation with effect from 1 April 2020. Consequent to the enactment and as per the requirements of Ind AS 12, the group has recognised a deferred tax expense of INR 561 Lacs for the year ended 31 March 2021 being the Deferred Tax Liability on difference between book base and tax base of goodwill for MPS Interactive Systems Limited in respect of business acquired from Tata Interactive Systems in financial year 2018-19.
 - The Code on Social Security, 2020 (the Code) relating to employee benefits during employment and post-employment benefits has been enacted, which would impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and rules are yet to be framed. The Company and its Indian subsidiary will assess the impact and will give appropriated impact in its financial results in the period in which, the Code becomes effective and the related rules are published.
 - 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.
 - 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	Current year ended	Previous year ended
	31-Mar-2021	31-Dec-2020	31-Mar-2020	31-Mar-2021	31-Mar-2020
	(Audited)	(Un-Audited)	(Audited)	(Audited)	(Audited)
Revenue from operations	8,104	7,583	4,518	27,902	18,765
Profit before tax	2,349	2,707	1,563	8,790	6,969
Tax expenses	572	1,184	344	2,737	1,692
Profit for the period	1,777	1,523	1,219	6,053	5,277
Other comprehensive income, net of income tax	(136)	(15)	(9)	(155)	(16)
Total comprehensive income for the period	1,641	1,508	1,210	5,898	5,261

By Order of the Board of Directors

Rahul Arora