



MPS Limited

Registered Office: 4th Floor, R.R Towers IV, Super A, 16/17, T.V.K. Industrial Estate, Guindy, Chennai 600 032
Tel: +91 44 49162222, Fax: +91 44 49162225, Email: investors@mpslimited.com, Web site: www.mpslimited.com
CIN: L22122TN1970PLC005795

STATEMENT OF UNAUDITED STANDALONE 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) | 4,925 | 4,518 | 4,678 | 18,765 |
| II | Other income | 228 | 427 | 463 | 1,842 |
| III | Total income (I+II) | 5,153 | 4,945 | 5,141 | 20,607 |
| IV | Expenses | | | | |
| | Employee benefit expense | 2,177 | 2,185 | 2,241 | 8,855 |
| | Finance costs | 26 | 37 | 34 | 138 |
| | Depreciation and amortization expense | 191 | 180 | 191 | 745 |
| | Other expenses | 924 | 980 | 923 | 3,900 |
| | Total expenses | 3,318 | 3,382 | 3,389 | 13,638 |
| V | Profit before exceptional items (III-IV) | 1,835 | 1,563 | 1,752 | 6,969 |
| VI | Exceptional items | - | - | - | - |
| VII | Profit before tax (V-VI) | 1,835 | 1,563 | 1,752 | 6,969 |
| VIII | Tax expenses | | | | |
| | Current tax | 440 | 509 | 576 | 2,197 |
| | Adjustment of tax relating to earlier years | - | - | - | 23 |
| | Deferred tax charge | 31 | (165) | (61) | (528) |
| | Total tax expenses | 471 | 344 | 515 | 1,692 |
| IX | Profit for the period (VII-VIII) | 1,364 | 1,219 | 1,237 | 5,277 |
| X | Other comprehensive income | | | | |
| | Items that will not be reclassified to profit or loss | | | | |
| | Remeasurement of the net defined benefit liability/asset | (64) | (12) | (14) | (21) |
| | Income tax relating to items that will not be reclassified to profit or loss | 16 | 3 | 4 | 5 |
| | Total other comprehensive income | (48) | (9) | (10) | (16) |
| XI | Total comprehensive income for the period (IX+X) | 1,316 | 1,210 | 1,227 | 5,261 |
| 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 | 7.32 | 6.55 | 6.64 | 28.34 |

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 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.

(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 | 4,032 | 3,734 | 3,826 | 15,444 |
| | Platform solutions | 893 | 784 | 852 | 3,321 |
| | Total revenue from operations | 4,925 | 4,518 | 4,678 | 18,765 |
| II | Segment results (profit before tax, exceptional items and interest from each segment) | | | | |
| | Content solutions | 1,813 | 1,451 | 1,367 | 5,810 |
| | Platform solutions | 458 | 371 | 466 | 1,747 |
| | Total | 2,271 | 1,822 | 1,833 | 7,557 |
| | Less: Finance costs | 26 | 37 | 34 | 138 |
| | Less: Un-allocable expenditure (net of un-allocable income) | 410 | 222 | 47 | 450 |
| | Profit before tax | 1,835 | 1,563 | 1,752 | 6,969 |

- (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.
- 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 Company 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 Company expects to recover the carrying amount of these assets. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties in future periods.

By Order of the Board of Directors

Rahul Arora

Place: Gurugram

Dated: 11 August 2020

Managing Director