

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2021
(INR in lacs, except per equity share data)

S.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 month in previous period ended	Previous year ended
		30-Sep-2021 (Un-Audited)	30-Jun-2021 (Un-Audited)	30-Sep-2020 (Un-Audited)	30-Sep-2021 (Un-Audited)	30-Sep-2020 (Un-Audited)	31-Mar-2021 (Audited)
I	Revenue from operations	7,278	7,410	7,290	14,688	12,215	27,902
II	Other income	335	262	153	597	381	889
III	Total income (I+II)	7,613	7,672	7,443	15,285	12,596	28,791
IV	Expenses						
	Employee benefits expense	3,128	3,092	3,116	6,220	5,293	11,450
	Finance costs	23	28	32	51	58	136
	Depreciation and amortization expense	329	348	366	677	557	1,246
	Other expenses	1,679	1,777	2,030	3,456	2,954	7,169
	Total expenses	5,159	5,245	5,544	10,404	8,862	20,001
V	Profit before tax (III-IV)	2,454	2,427	1,899	4,881	3,734	8,790
VI	Tax expenses						
	Current tax	623	668	332	1,291	772	2,169
	Adjustment of tax relating to earlier years	-	-	-	-	-	498
	Deferred tax charge	13	-	178	13	209	70
	Total tax expenses	636	668	510	1,304	981	2,737
VII	Profit for the period (V-VI)	1,818	1,759	1,389	3,577	2,753	6,053
VIII	Other comprehensive income						
	Items that will not be reclassified to profit or loss						
	Remeasurement of the net defined benefit liability/asset	19	(44)	22	(25)	(42)	3
	Income tax relating to items that will not be reclassified to profit or loss	(5)	11	(5)	6	11	(1)
	Items that will be reclassified subsequently to profit or loss						
	Exchange differences on translation of foreign operations	(69)	45	27	(24)	27	(157)
	Total other comprehensive income for the period	(55)	12	44	(43)	(4)	(155)
IX	Total comprehensive income for the period (VII+VIII)	1,763	1,771	1,433	3,534	2,749	5,898
X	Paid-up equity share capital (Face value - INR 10 per equity share)	1,805	1,805	1,862	1,805	1,862	1,805
XI	Earnings per equity share (nominal value of share INR 10)						
	Basic and diluted	10.07	9.74	7.46	19.82	14.78	33.00

STATEMENT OF UNAUDITED STANDALONE ASSETS AND LIABILITIES		(INR in lacs)	
S.No.	Particulars	As at 30-Sep-2021 (Un-Audited)	As at 31-Mar-2021 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	1,884	1,824
	Investment property	103	104
	Right-of-use assets	601	742
	Goodwill	3,410	3,406
	Other intangible assets	1,942	2,239
	Financial assets		
	Investments	12,051	12,339
	Other financial assets	8,259	6,608
	Income tax assets (net)	484	147
	Other non-current assets	207	257
	Total non-current assets	28,941	27,666
2	Current assets		
	Financial assets		
	Investments	296	626
	Trade receivables	4,740	5,730
	Cash and cash equivalents	3,575	2,118
	Other bank balances	3,657	2,812
	Loans	1	-
	Other financial assets	893	593
	Other current assets	4,671	4,260
	Total current assets	17,833	16,139
	TOTAL ASSETS	46,774	43,805
B	EQUITY AND LIABILITIES		
1	Equity		
	Equity share capital	1,805	1,805
	Other equity	37,600	34,066
	Total equity	39,405	35,871
2	Liabilities		
	Non-current liabilities		
	Financial liabilities		
	Lease liabilities	530	1,063
	Other financial liabilities	1	-
	Deferred tax liabilities (net)	96	90
	Total non-current liabilities	627	1,153
3	Current liabilities		
	Financial liabilities		
	Lease liabilities	352	163
	Trade payables		
	Due to Micro and Small enterprises	2	56
	Due to Others	3,114	3,152
	Other financial liabilities	482	678
	Other current liabilities	2,426	2,233
	Provisions	147	249
	Income tax liabilities (net)	219	250
	Total current liabilities	6,742	6,781
	TOTAL EQUITY AND LIABILITIES	46,774	43,805

STATEMENT OF UNAUDITED STANDALONE CASH FLOWS

(INR in lacs)

S.No.	Particulars	Year to date figures for six months in current period ended 30-Sep-2021 (Un-Audited)	Year to date figures for six months in previous period ended 30-Sep-2020 (Un-Audited)	Previous year ended 31-Mar-2021 (Audited)
A	Cash flows from operating activities			
	Net profit before tax	4,881	3,734	8,790
	Adjustments:			
	Depreciation and amortisation expense	677	557	1,246
	Interest income	(271)	(150)	(591)
	Net (gain)/loss on sale of current investment	(3)	(31)	(38)
	Finance costs	51	58	136
	Gain on sale/disposal/discard of property, plant and equipment (net)	(4)	-	(4)
	Miscellaneous income	-	-	(40)
	Rent concession as a variable lease payment	-	(35)	(35)
	Gain on investment carried at fair value through profit or loss (net)	(7)	(66)	(78)
	Liabilities/provisions no longer required written back	(2)	(5)	(8)
	Allowances for expected credit loss	(87)	49	107
	Bad debts written off	4	11	7
	Allowances for doubtful advances	(1)	-	5
	Income from government grants	10	-	-
	Advances written off (net)	60	-	32
	Unrealised foreign exchange loss (net)	(4)	134	134
	Unrealised foreign exchange (gain)/loss on mark-to-market on forward contracts	3	(122)	(151)
	Operating cash flows before working capital changes	5,307	4,134	9,512
	Decrease/(increase) in trade receivables	1,068	321	(1,096)
	(Increase)/decrease in loans	-	1	(3)
	(Increase) in other financial assets	(75)	32	16
	(Increase)/decrease in other current assets	(481)	(26)	393
	Decrease/(increase) in other non-current assets	50	(38)	(92)
	(Decrease)/increase in trade payables	(93)	455	739
	(Decrease) in other financial liabilities	(192)	(193)	(159)
	Decrease in other liabilities	220	(134)	557
	(Decrease) in provisions	(126)	(140)	(211)
	Cash generated from operations	5,678	4,412	9,656
	Income tax paid (net of refund)	(1,660)	(830)	(1,966)
	Net cash generated from operating activities (A)	4,018	3,582	7,690
B	Cash flow from investing activities			
	Purchase of property, plant and equipment (including capital work-in-proress)	(257)	(493)	(502)
	Purchase of other intangible assets	(15)	(28)	(84)
	Sale of property, plant and equipment	4	2	6
	Acquisition of business (net of cash and cash equivalents acquired)	-	(4,498)	(4,210)
	Investment in subsidiaries	-	(189)	(189)
	Loan repaid by subsidiary	-	2,053	2,053
	Purchase of current investments	(1,801)	(16,089)	(16,741)
	Sale of current investments	2,141	17,670	21,805
	Purchase of term deposits	(3,233)	(1,514)	(9,489)
	Redemption of term deposits	740	760	1,089
	Redemption of investment in preference shares	-	2,196	2,196
	Rent received	299	125	416
	Interest received	30	168	209
	Net cash generated (used in)/from investing activities (B)	(2,092)	163	(3,441)
C	Cash flow from financing activities			
	Repayment of lease liabilities including interest expenses	(394)	(285)	(684)
	Deposits placed / earmarked for buyback of equity shares	-	(3,490)	-
	Transaction costs related to buy back of shares	-	(27)	-
	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	(4)	-	(14)
	Net cash used in financing activities (C)	(398)	(3,802)	(4,912)

Net increase / (decrease) in cash and cash equivalents (A+B+C)	1,528	(57)	(663)
Impact on cash flows on account of foreign currency translation reserve	(81)	7	5
Effects of exchange differences on cash and cash equivalents held in foreign currency	10	(215)	(219)
Cash and cash equivalents at the beginning of the period	2,118	2,995	2,995
Cash and cash equivalents at the end of the period	3,575	2,730	2,118

NOTES:

1 These results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('Ind AS') notified under section 133 of Companies Act, 2013. These results have been reviewed by the Audit Committee and upon their recommendation, approved by the Board of Directors at their meeting held on 27 October 2021. The Statutory auditors of the Company have carried out limited review of the financial results for the quarter and half year ended 30 September 2021 and an unmodified review report has been issued. The same are available with Stock Exchanges and on the Company's website at www.mpslimited.com.

2 Segment Reporting

(a) Based on the "management approach" as defined in Ind AS 108 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. During the previous quarter, the CODM has evaluated and realigned the composition of the business segments to reflect the changes in the internal organisation structure and accordingly the segment revenue and results have been reclassified for all the reported periods. 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 30-Sep-2021 (Un-Audited)	Preceding three months ended 30-Jun-2021 (Un-Audited)	Corresponding three months ended in previous year 30-Sep-2020 (Un-Audited)	Year to date figures for six months in current period ended 30-Sep-2021 (Un-Audited)	Year to date figures for six months in previous period ended 30-Sep-2020 (Un-Audited)	Previous year ended 31-Mar-2021 (Audited)
I	Segment revenue						
	Content solutions	4,475	4,353	3,847	8,828	7,787	16,017
	Platform solutions	2,803	3,057	3,443	5,860	4,428	11,885
	Total revenue from operations	7,278	7,410	7,290	14,688	12,215	27,902
II	Segment results (profit before tax, exceptional items and interest from each segment)						
	Content solutions	1,920	1,774	1,508	3,694	3,252	6,511
	Platform solutions	779	1,035	771	1,814	1,298	3,661
	Total	2,699	2,809	2,279	5,508	4,550	10,172
	Less: Finance cost	23	28	32	51	58	136
	Less: Un-allocable expenditure (net of un-allocable income)	222	354	348	576	758	1,246
	Profit before tax	2,454	2,427	1,899	4,881	3,734	8,790

(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.

3 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. This being a Business Combination thus based on the purchase price allocation to the various identifiable acquired assets and assumed liabilities, goodwill of INR 3,423 Lacs has been recognised. The measurement period of goodwill has been closed on 30 June 2021 as per applicable accounting standards. 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.

4 The board of directors at its meeting held on 27 October 2021, approved the proposal for buyback of upto 9,44,444 fully paid-up Equity Shares of INR 10 each (representing 5.23% of the total paid up share capital of the Company) at a price of INR 900 per equity share for an aggregate consideration not exceeding INR 8,500 Lacs, subject to the shareholders' approval.

5 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 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.

6 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

Date: 27 October 2021

Chairman and Managing Director