

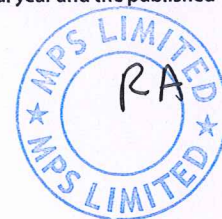
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2018

(INR in lacs, except per equity share data)

Sl No	Particulars	Three months ended 30-Jun-2018 (Un-Audited)	Preceding three months ended 31-Mar-2018 (Audited) (refer note-2)	Corresponding three months ended in previous year 30-Jun-2017 (Un-Audited)	Previous year ended 31-Mar-2018 (Audited)
I	Revenue from operations (net)	7,213	6,358	6,690	26,703
II	Other income	412	498	799	2,298
III	Total income (I+II)	7,625	6,856	7,489	29,001
IV	Expenses				
	Employee benefit expense	3,248	2,696	2,979	11,149
	Finance cost	2	9	1	13
	Depreciation and amortization expense	208	178	226	804
	Other expenses	2,037	1,769	1,662	6,849
	Total expenses	5,495	4,652	4,868	18,815
V	Profit before exceptional items (III-IV)	2,130	2,204	2,621	10,186
VI	Exceptional items	-	-	-	-
VII	Profit before tax (V-VI)	2,130	2,204	2,621	10,186
VIII	Tax expense				
	Current tax	781	829	696	3,195
	Reversal of excess provision for tax relating to earlier years	-	(9)	-	(7)
	Deferred tax charge	(179)	(132)	(120)	(23)
	Total tax expense	602	688	576	3,165
IX	Profit for the period (VII-VIII)	1,528	1,516	2,045	7,021
X	Other comprehensive income				
	Items that will not be reclassified to profit or loss				
	Remeasurement of the net defined benefit liability/asset	9	(16)	(106)	(89)
	Income tax relating to items that will not be reclassified to profit or loss	(3)	1	37	26
	Items that will be reclassified subsequently to profit or loss				
	Exchange differences on translation of foreign operations	246	91	9	91
	Total other comprehensive income	252	76	(60)	28
XI	Total comprehensive income for the period (IX+X)	1,780	1,592	1,985	7,049
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	8.21	8.14	10.98	37.71

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 27 July 2018. The Statutory auditors of the Company have carried out limited review of the financial results for the quarter ended 30 June 2018 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 2018 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)

SI No	Particulars	Three months ended 30-Jun-2018 (Un-Audited)	Preceding three months ended 31-Mar-2018 (Audited) (refer note-2)	Corresponding three months ended in previous year 30-Jun-2017 (Un-Audited)	Previous year ended 31-Mar-2018 (Audited)
I	Segment revenue				
	Content solutions	5,349	5,260	5,385	21,977
	Platform solutions	1,115	1,098	1,305	4,726
	Others*	749	-	-	-
	Total revenue from operations	7,213	6,358	6,690	26,703
II	Segment results (profit before tax, exceptional items and interest from each segment)				
	Content solutions	2,007	1,847	1,858	8,142
	Platform solutions	551	464	379	1,585
	Others*	(108)	-	-	-
	Total	2,450	2,311	2,237	9,727
	Less: Finance cost	2	9	1	13
	Less: Un-allocable expenditure (net of un-allocable income)	318	98	(385)	(472)
	Profit before tax	2,130	2,204	2,621	10,186

*CODM is in the process of evaluating whether the newly acquired e-Learning business will form part of the existing segments or any other reportable segment. Accordingly, figures for the newly acquired business have been reported as others.

- (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 During the quarter ended 30 June 2018, the Company has completed the acquisition of enterprise e-Learning business of Tata Interactive Systems (a division of Tata Industries Limited) having its branches at USA, UK, Canada and UAE through MPS Interactive Systems Limited, a wholly owned subsidiary of the Company. This being a business combination, basis preliminary purchase price allocation to various identifiable acquired assets and assumed liabilities, provisional goodwill of INR 4,091 Lacs has been recognised. The Company has invested INR 6,700 Lacs in MPS Interactive Systems Limited to fund the acquisition cost and working capital requirements related to this acquisition, amounting to INR 5,977 Lacs and INR 723 Lacs respectively.
- 5 The Company has acquired through share purchase agreement the entire paid up equity share capital held by Tata Industries Limited in Tata Interactive Systems GmbH, Germany on 2 July 2018 and Tata Interactive Systems AG, Switzerland on 5 July 2018 on the fulfillment of mutually agreed closing conditions.
- 6 During the quarter ended 30 June 2018, the Company has utilized a sum of INR 6,763 Lacs on acquisition as detailed in note 4 and expenses for acquisitions as detailed in note 4 and 5. The balance proceeds of INR 5,233 Lacs from Qualified Institutional Placement ("QIP") (net of issue expenses) raised during the year ended 31 March 2015, pending utilization for the objects of QIP - growth opportunities such as acquisitions, strategic initiatives, general corporate purposes and any other purposes as may be permissible under applicable law, remains invested in interest/dividend bearing liquid instruments, including money market mutual funds.
- 7 Effective 1 April 2018, the Group has adopted Ind AS 115 "Revenue from Contracts with Customers" using the cumulative catch-up transition method which is applied to contracts that were not completed as of 1 April 2018. The effect on adoption of Ind AS 115 is not material on the financial results.
- 8 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 30-Jun-2018 (Un-Audited)	Preceding three months ended 31-Mar-2018 (Audited) (refer note-2)	Corresponding three months ended in previous year 30-Jun-2017 (Un-Audited)	Previous year ended 31-Mar-2018 (Audited)
Revenue from operations	5,660	5,217	5,434	21,834
Profit before tax	2,431	2,158	2,511	10,056
Tax expense	686	682	699	3,235
Profit for the period	1,745	1,476	1,812	6,821
Other comprehensive income, net of income tax	6	(15)	(70)	(63)
Total comprehensive income for the period	1,751	1,461	1,742	6,758

By Order of the Board of Directors

Rahul Arora

Rahul Arora
Chief Executive Officer and Whole Time Director

Place: Chennai

Dated : 27 July 2018