

24 January 2018

Manager-Listing
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), MUMBAI -400 051

Dear Sir,

Sub: Announcement of financial results for the quarter and nine month period ended 31 December 2017

We wish to inform you that the Board of Directors of the Company, at its meeting held today at 1.40 pm, which concluded at 6.15 pm at Bengaluru, have considered and approved the following:

- a. Audited consolidated Financial Results of Mphasis Group for the quarter and nine month period ended 31 December 2017 in the prescribed format;
- b. Audited Financial Results of Mphasis Limited for the quarter and nine month period ended 31 December 2017 in the prescribed format;
- c. Statement of Consolidated Audited Financial Results of Mphasis Group for the quarter and nine-month period ended 31 December 2017, being the extract of the financial results in the prescribed format, as being published in the Newspapers; and
- d. Report of the Auditors' on the consolidated and standalone Financial Results.

The above together with the related Press Release is enclosed.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the aforesaid financial results together with the report of the Auditors and the Press Release are being uploaded on the Stock Exchanges through <https://www.connect2nse.com/LISTING/> and <http://listing.bseindia.com/>. Further, the financial results are also being uploaded on the Company's website: www.mphasis.com.

We request you to kindly take the above on record as per the provisions of the Listing Regulations.

Thanking You,

Yours faithfully,
For Mphasis Limited



Subramanian Narayan
Vice President & Company Secretary

Encl: As above

Mphasis Limited

Registered Office: Bagmane World Technology Centre, Marathalli Outer Ring Road, Doddanakhundi Village, Mahadevapura, Bangalore 560 048, India. T : +91 080 3352 5000 | CIN : L30007KA1992PLC025294



Mphasis Group
Registered Office : Bagmane World Technology Center, Marathalli Ring Road, Doddanakhundi Village, Mahadevapura, Bengaluru - 560 048.
Telephone: 91 80 3352 5000, Fax: 91 80 6695 9943, Website: www.mphasis.com, E-mail: Investor.relations@mphasis.com

CIN:L30007KA1992PLC025294

Amounts in ₹ millions except share and per share data, unless otherwise stated

Statement of Consolidated Audited Financial Results for the quarter and nine months ended 31 December 2017

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2017 Audited	30 September 2017 Audited	31 December 2016 Audited	31 December 2017 Audited	31 December 2016 Audited	31 March 2017 Audited
Revenue from operations	16,606.91	16,046.87	15,361.03	48,013.48	45,704.26	60,763.57
Other income	353.62	375.64	616.85	1,198.32	1,901.17	2,386.06
Total income (I)	16,960.53	16,422.51	15,977.88	49,211.80	47,605.43	63,149.63
Expenses						
Purchase of stock-in-trade	-	-	-	-	0.24	0.24
Changes in inventories of stock-in-trade	-	-	-	-	40.99	40.99
Employee benefits expense	9,634.42	9,285.13	9,308.12	28,056.74	27,681.41	37,095.61
Finance costs	28.81	37.43	22.52	86.81	121.47	138.75
Depreciation and amortization expense	175.55	180.45	197.58	537.14	606.92	791.49
Other expenses	4,231.01	4,269.27	3,657.05	12,427.71	10,678.08	13,938.77
Total expenses (II)	14,069.79	13,772.28	13,185.27	41,108.40	39,129.11	52,005.85
Profit before exceptional item and tax (III) [(I)-(II)]	2,890.74	2,650.23	2,792.61	8,103.40	8,476.32	11,143.78
Exceptional item (net of tax) (IV)	-	-	-	-	58.52	151.68
Profit before tax (III)-(IV)	2,890.74	2,650.23	2,792.61	8,103.40	8,417.80	10,992.10
Tax expenses						
Current tax	750.37	679.36	766.19	2,156.92	2,267.69	2,861.11
Deferred tax	(9.07)	(6.03)	22.89	(51.79)	75.13	215.23
Total tax expenses	741.30	673.33	789.08	2,105.13	2,342.82	3,076.34
Profit before exceptional item	2,149.44	1,976.90	2,003.53	5,998.27	6,133.50	8,067.44
Profit after exceptional item (A)	2,149.44	1,976.90	2,003.53	5,998.27	6,074.98	7,915.76
Other comprehensive income ('OCI')						
OCI to be reclassified to profit or loss in subsequent periods						
Exchange differences on translation of foreign operations	(447.30)	426.86	308.40	(149.04)	168.44	(641.65)
Net change in fair value of derivatives designated as cash flow hedges	608.98	(582.52)	(86.68)	(182.06)	159.50	784.54
Income tax effect on cash flow hedges	(210.75)	201.59	30.00	63.01	(55.20)	(271.51)
Net OCI to be reclassified to profit or loss in subsequent periods (B)	(49.07)	45.93	251.72	(268.09)	272.74	(128.62)
OCI not to be reclassified to profit or loss in subsequent periods						
Re-measurement gains / (losses) on defined benefit plans	6.66	(21.04)	(1.16)	(23.75)	(0.55)	(34.02)
Income tax effect on the above	(2.30)	7.29	0.40	8.23	0.19	11.77
Net OCI not to be reclassified to profit or loss in subsequent periods (C)	4.36	(13.75)	(0.76)	(15.52)	(0.36)	(22.25)
Total OCI, net of tax (D) [B+C]	(44.71)	32.18	250.96	(283.61)	272.38	(150.87)
Total comprehensive income (A+D)	2,104.73	2,009.08	2,254.49	5,714.66	6,347.36	7,764.89
Profit attributable to:						
Equity owners of the Company	2,149.44	1,976.90	2,003.53	5,998.27	6,074.98	7,915.76
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income attributable to:	2,149.44	1,976.90	2,003.53	5,998.27	6,074.98	7,915.76
Equity owners of the Company	2,104.73	2,009.08	2,254.49	5,714.66	6,347.36	7,764.89
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income attributable to:	2,104.73	2,009.08	2,254.49	5,714.66	6,347.36	7,764.89
Equity share capital	1,931.95	1,931.72	2,103.91	1,931.95	2,103.91	2,104.24
Other equity	50,441.58	48,285.98	57,938.16	50,441.58	57,938.16	59,419.82
Earnings per equity share before exceptional item (par value ₹ 10 per share)						
Basic (₹)	11.13	10.24	9.54	30.39	29.21	38.41
Diluted (₹)	11.08	10.22	9.51	30.33	29.14	38.35
Earnings per equity share after exceptional item (par value ₹ 10 per share)						
Basic (₹)	11.13	10.24	9.54	30.39	28.94	37.69
Diluted (₹)	11.08	10.22	9.51	30.33	28.86	37.63



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Amounts in ₹ millions except share and per share data, unless otherwise stated

Segment reporting	Quarter ended			Nine months ended		Year ended
	31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
Segment revenue						
Banking and Capital Market	7,731.86	7,603.04	7,419.74	22,636.52	22,334.38	29,520.50
Insurance	2,079.30	2,023.66	2,274.55	6,112.12	6,739.80	8,893.30
Information Technology, Communication and Entertainment	2,333.44	2,206.03	1,473.92	6,394.78	4,456.62	6,032.35
Emerging Industries	4,072.08	3,817.11	3,986.27	11,599.39	11,711.00	15,527.64
Unallocated - Hedge	390.23	397.03	206.55	1,270.67	462.46	789.78
Total segment revenue	16,606.91	16,046.87	15,361.03	48,013.48	45,704.26	60,763.57
Segment result (including exceptional item)						
Banking and Capital Market	1,775.95	1,840.19	1,650.66	5,273.83	5,252.46	6,945.17
Insurance	540.70	455.47	595.59	1,435.63	1,568.69	2,058.27
Information Technology, Communication and Entertainment	485.89	400.76	467.46	1,218.30	1,400.34	1,922.95
Emerging Industries	1,242.76	1,163.78	1,234.86	3,543.75	3,729.52	4,939.89
Unallocated - Hedge	390.23	397.03	206.55	1,270.67	462.46	789.78
Total segment result	4,435.53	4,257.23	4,155.12	12,742.18	12,413.47	16,656.06
Interest income	64.50	66.55	96.06	197.37	382.40	516.58
Finance costs	(28.81)	(37.43)	(22.52)	(86.81)	(121.47)	(138.75)
Other unallocable expenditure, net of unallocable income	(1,580.48)	(1,636.12)	(1,436.05)	(4,749.34)	(4,256.60)	(6,041.79)
Profit before taxation	2,890.74	2,650.23	2,792.61	8,103.40	8,417.80	10,992.10
Segment assets						
Banking and Capital Market	9,250.26	9,263.11	9,079.62	9,250.26	9,079.62	9,169.58
Insurance	2,338.18	2,102.59	2,269.45	2,338.18	2,269.45	2,325.59
Information Technology, Communication and Entertainment	2,339.45	2,828.78	1,570.30	2,339.45	1,570.30	1,825.21
Emerging Industries	5,064.34	4,382.27	3,922.01	5,064.34	3,922.01	4,512.76
Total segment assets	18,992.23	18,576.75	16,841.38	18,992.23	16,841.38	17,833.14
Unallocated assets	47,979.60	46,119.93	57,085.63	47,979.60	57,085.63	55,337.75
Total assets	66,971.83	64,696.68	73,927.01	66,971.83	73,927.01	73,170.89
Segment liabilities						
Banking and Capital Market	4,199.41	4,146.47	4,597.08	4,199.41	4,597.08	3,800.98
Insurance	1,648.08	1,437.42	1,693.66	1,648.08	1,693.66	1,459.26
Information Technology, Communication and Entertainment	1,431.19	1,336.12	881.37	1,431.19	881.37	759.28
Emerging Industries	2,238.61	2,074.69	2,217.51	2,238.61	2,217.51	1,890.90
Total segment liabilities	9,517.29	8,994.70	9,389.62	9,517.29	9,389.62	7,910.42
Unallocated liabilities	5,081.01	5,484.28	4,495.32	5,081.01	4,495.32	3,736.41
Total liabilities	14,598.30	14,478.98	13,884.94	14,598.30	13,884.94	11,646.83
Capital employed						
Banking and Capital Market	5,050.85	5,116.64	4,482.54	5,050.85	4,482.54	5,368.60
Insurance	690.10	665.17	575.79	690.10	575.79	866.33
Information Technology, Communication and Entertainment	908.26	1,492.66	688.93	908.26	688.93	1,065.93
Emerging Industries	2,825.73	2,307.58	1,704.50	2,825.73	1,704.50	2,621.86
Unallocated	42,898.59	40,635.65	52,590.31	42,898.59	52,590.31	51,601.34
Total capital employed	52,373.53	50,217.70	60,042.07	52,373.53	60,042.07	61,524.06



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Notes:

1 The above results were taken on record at the Board Meeting held on 24 January 2018.

2 Audited Financial Results of Mphasis Limited (Standalone Information).

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
Revenue from operations	8,278.70	8,056.96	7,808.90	24,195.59	22,579.85	30,185.54
Profit before tax and exceptional item	2,352.85	2,310.76	2,429.16	6,852.46	6,178.83	8,311.51
Profit after tax and exceptional item	1,832.60	1,726.72	1,766.09	5,207.31	4,585.67	6,250.10

The audited results of Mphasis Limited for the above mentioned periods, financials summary, detailed Management Discussion & Analysis, results of operations and financial condition including detailed analysis of revenues, client concentration and human resources are available on our website www.mphasis.com. The information above has been extracted from the audited condensed financial statements as stated.

3 During the quarter ended 30 September 2016, the transfer of control from Hewlett Packard Enterprise Company to Blackstone group has resulted in accelerated vesting of unvested employee stock options and employee bonus, accordingly the Group has provided for deferred employee compensation cost on an accelerated basis over the remaining vesting period amounting to ₹ 58.52 (net of tax of ₹ 33.03) and had accounted the same as exceptional item.

4 The Group had previously prepared its financial results for period through 31 December 2016, in accordance with the recognition and measurement principles of IND AS, based on its preliminary assessment and selection of exemptions and accounting policies. During the year ended 31 March 2017, the Group has opted to apply the optional exemption provided in Ind AS 101, with regard to business combinations wherein the Group has considered 1 August 2011 as the effective date, rather than the date of transition opted till 31 December 2016, for applying business combinations retrospectively and has restated all business combinations as per IND AS 103 post effective date. This has resulted in the Group recognising certain items of intangibles (License, Customer relationship, Technology and Non-Compete agreement) and related amortisation earlier subsumed within goodwill in previous GAAP. Accordingly, the Group has recognised amortisation charges (before related deferred tax adjustment) towards the same amounting to ₹ 246.42, ₹ 66.69 and ₹ 198.60 during the year ended 31 March 2017, quarter and nine months ended 31 December 2016 respectively. Accordingly, financial results for the quarter and nine months ended 31 December 2016 has now been restated effecting the above change in exemption option as per IND AS 103.

5 Previous period's figures have been reclassified to confirm with the current period's classification, wherever applicable.

**By Order of the Board,
Mphasis Limited**

**Bengaluru
24 January 2018**

sd/-
**Nitin Rakesh
Chief Executive Officer**

Statement of Standalone Audited Financial Results for the quarter and nine months ended 31 December 2017

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2017 Audited	30 September 2017 Audited	31 December 2016 Audited	31 December 2017 Audited	31 December 2016 Audited	31 March 2017 Audited
Revenue from operations	8,278.70	8,056.96	7,808.90	24,195.59	22,579.85	30,185.54
Other income	229.71	292.98	526.79	886.51	1,498.84	1,865.83
Total income (I)	8,508.41	8,349.94	8,335.69	25,082.10	24,078.69	32,051.37
Expenses						
Purchase of stock-in-trade	-	-	-	-	0.24	0.24
Changes in inventories of stock-in-trade	-	-	-	-	40.99	40.99
Employee benefits expense	3,427.01	3,412.84	3,362.01	10,334.65	10,166.59	13,564.99
Finance costs	8.60	19.07	5.28	29.80	22.33	24.01
Depreciation and amortization expense	80.04	80.79	66.03	238.78	192.93	263.78
Other expenses	2,639.91	2,526.48	2,473.21	7,626.41	7,476.78	9,845.85
Total expenses (II)	6,155.56	6,039.18	5,906.53	18,229.64	17,899.86	23,739.86
Profit before exceptional item and tax (III) [(I)-(II)]	2,352.85	2,310.76	2,429.16	6,852.46	6,178.83	8,311.51
Exceptional item (net of tax) (IV)	-	-	-	-	39.77	47.98
Profit before tax (III)-(IV)	2,352.85	2,310.76	2,429.16	6,852.46	6,139.06	8,263.53
Tax expenses						
Current tax	556.25	572.97	612.48	1,688.09	1,555.91	2,036.31
Deferred tax	(36.00)	11.07	50.59	(42.94)	(2.52)	(22.88)
Total tax expenses	520.25	584.04	663.07	1,645.15	1,553.39	2,013.43
Profit before exceptional item	1,832.60	1,726.72	1,766.09	5,207.31	4,625.44	6,298.08
Profit after exceptional item (A)	1,832.60	1,726.72	1,766.09	5,207.31	4,585.67	6,250.10
Other comprehensive income ('OCI')						
OCI to be reclassified to profit or loss in subsequent periods						
Net change in fair value of derivatives designated as cash flow hedges	579.90	(530.68)	(91.81)	(121.50)	137.77	727.76
Income tax effect on cash flow hedges	(200.69)	183.66	31.76	42.05	(47.68)	(251.86)
Net OCI to be reclassified to profit or loss in subsequent periods (B)	379.21	(347.02)	(60.05)	(79.45)	90.09	475.90
OCI not to be reclassified to profit or loss in subsequent periods						
Re-measurement gains / (losses) on defined benefit plans	3.40	(18.26)	0.16	(25.27)	(0.25)	(33.85)
Income tax effect on the above	(1.17)	6.32	(0.05)	8.75	0.09	11.72
Net OCI not to be reclassified to profit or loss in subsequent periods (C)	2.23	(11.94)	0.11	(16.52)	(0.16)	(22.13)
Total OCI for the period, net of tax (D) [B+C]	381.44	(358.96)	(59.94)	(95.97)	89.93	453.77
Total comprehensive income for the period (A+D)	2,214.04	1,367.76	1,706.15	5,111.34	4,675.60	6,703.87
Equity Share Capital	1,931.95	1,931.72	2,103.91	1,931.95	2,103.91	2,104.24
Other equity	35,267.46	33,002.55	42,756.62	35,267.46	42,756.62	44,849.02
Earnings per equity share (par value of share ₹ 10)						
Basic (₹)	9.49	8.94	8.41	26.39	22.03	29.99
Diluted (₹)	9.45	8.93	8.38	26.33	21.97	29.94
Earnings per equity share (par value of share ₹ 10)						
Basic (₹)	9.49	8.94	8.41	26.39	21.84	29.76
Diluted (₹)	9.45	8.93	8.38	26.33	21.78	29.71

Segment Reporting	Quarter ended			Nine months ended		Year ended
	31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
Segment revenue						
Banking and Capital Market	3,054.00	2,889.56	2,599.27	8,749.66	7,558.88	10,126.47
Insurance	1,674.11	1,720.50	1,867.61	5,046.67	5,440.50	7,188.98
Information Technology, Communication and Entertainment	1,016.88	960.86	986.18	2,985.20	2,859.64	3,882.28
Emerging Industries	2,161.25	2,109.77	2,161.51	6,218.12	6,290.04	8,256.75
Unallocated - Hedge	372.46	376.27	194.33	1,195.94	430.79	731.06
Total segment revenue	8,278.70	8,056.96	7,808.90	24,195.59	22,579.85	30,185.54
Segment result (including exceptional item)						
Banking and Capital Market	705.37	617.59	533.61	1,867.45	1,359.97	1,989.63
Insurance	453.15	482.52	614.13	1,347.31	1,585.10	2,065.18
Information Technology, Communication and Entertainment	351.36	307.96	347.68	952.96	864.50	1,209.84
Emerging Industries	817.21	787.82	830.15	2,234.71	2,319.05	3,009.71
Unallocated - Hedge	372.46	376.27	194.33	1,195.94	430.79	731.06
Total segment result	2,699.55	2,572.16	2,519.90	7,598.37	6,559.41	9,005.42
Interest income	46.17	47.84	68.13	158.76	309.12	400.37
Finance costs	(8.60)	(19.07)	(5.28)	(22.33)	(22.33)	(24.01)
Other unallocable expenditure, net of unallocable income	(384.27)	(290.17)	(153.59)	(874.87)	(707.14)	(1,118.25)
Profit before taxation	2,352.85	2,310.76	2,429.16	6,852.46	6,139.06	8,263.53
Segment assets						
Banking and Capital Market	5,816.34	6,018.23	6,795.77	5,816.34	6,795.77	6,770.70
Insurance	1,935.06	1,738.44	2,157.91	1,935.06	2,157.91	2,375.43
Information Technology, Communication and Entertainment	1,096.83	1,130.81	1,342.34	1,096.83	1,342.34	1,528.72
Emerging Industries	2,968.85	2,647.99	3,720.56	2,968.85	3,720.56	3,705.65
Total segment assets	11,817.08	11,535.47	14,016.58	11,817.08	14,016.58	14,380.50
Unallocated assets	33,622.40	30,943.95	39,789.06	33,622.40	39,789.06	39,371.45
Total assets	45,439.48	42,479.42	53,805.64	45,439.48	53,805.64	53,751.95
Segment liabilities						
Banking and Capital Market	2,361.09	2,139.00	2,845.50	2,361.09	2,845.50	2,259.45
Insurance	1,403.19	1,241.11	2,467.56	1,403.19	2,467.56	2,142.55
Information Technology, Communication and Entertainment	825.85	692.69	844.40	825.85	844.40	683.37
Emerging Industries	1,593.37	1,284.40	1,543.03	1,593.37	1,543.03	1,201.16
Total segment liabilities	6,183.50	5,357.20	7,700.49	6,183.50	7,700.49	6,286.53
Unallocated liabilities	2,056.57	2,187.95	1,244.62	2,056.57	1,244.62	512.16
Total liabilities	8,240.07	7,545.15	8,945.11	8,240.07	8,945.11	6,798.69
Capital employed						
Banking and Capital Market	3,455.25	3,879.23	3,950.27	3,455.25	3,950.27	4,511.25
Insurance	531.87	497.33	(309.65)	531.87	(309.65)	232.88
Information Technology, Communication and Entertainment	270.98	438.12	497.94	270.98	497.94	845.35
Emerging Industries	1,375.48	1,363.59	2,177.53	1,375.48	2,177.53	2,504.49
Unallocated	31,565.83	28,756.00	38,544.44	31,565.83	38,544.44	38,859.29
Total capital employed	37,199.41	34,934.27	44,860.53	37,199.41	44,860.53	46,953.26

- Notes:**
- The above results were taken on record at the Board Meeting held on 24 January 2018.
 - During the quarter ended 30 September 2016, the transfer of control from Hewlett Packard Enterprise Company to Blackstone Group has resulted in accelerated vesting of unvested employee stock options and employee bonus, accordingly the Company has provided for deferred employee compensation cost on an accelerated basis over the remaining vesting period amounting to ₹ 39.77 (net of tax of ₹ 21.45) and had accounted the same as exceptional item.
 - Previous period's figures have been reclassified to confirm with the current period's classification, wherever applicable.

**By Order of the Board,
Mphasis Limited**

**Bengaluru
24 January 2018**

sd/-
Nitin Rakesh
Chief Executive Officer



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Statement of Consolidated Audited Financial Results for the quarter and nine months ended 31 December 2017

Sl.No	Particulars	Quarter ended	Nine months ended	Quarter ended
		31 December 2017	31 December 2017	31 December 2016
1	Revenue from operations	16,606.91	48,013.48	15,361.03
2	Net profit (before tax, exceptional items)	2,890.74	8,103.40	2,792.61
3	Net profit before tax (after exceptional items)	2,890.74	8,103.40	2,792.61
4	Net profit after tax (after exceptional items)	2,149.44	5,998.27	2,003.53
5	Total comprehensive income (comprising Net profit after tax and other comprehensive income after tax)	2,104.73	5,714.66	2,254.49
6	Equity Share capital	1,931.95	1,931.95	2,103.91
7	Reserves excluding Revaluation Reserve	50,441.58	50,441.58	57,938.16
8	Earnings per equity share before exceptional item (par value ₹ 10 per share)			
	Basic (₹)	11.13	30.39	9.54
	Diluted (₹)	11.08	30.33	9.51
9	Earnings per equity share after exceptional item (par value ₹ 10 per share)			
	Basic (₹)	11.13	30.39	9.54
	Diluted (₹)	11.08	30.33	9.51

- Notes:**
- The above results were taken on record at the Board Meeting held on 24 January 2018.
 - Audited Financial Results of Mphasis Limited (Standalone Information).
- | Particulars | Quarter ended | Nine months ended | Quarter ended |
|---|------------------|-------------------|------------------|
| | 31 December 2017 | 31 December 2017 | 31 December 2016 |
| Revenue from operations | 8,278.70 | 24,195.59 | 7,808.90 |
| Net profit for the period (before tax, exceptional items) | 2,352.85 | 6,852.46 | 2,429.16 |
| Net profit for the period after tax (after exceptional items) | 1,832.60 | 5,207.31 | 1,766.09 |
- The Group had previously prepared its financial results for period through 31 December 2016, in accordance with the recognition and measurement principles of IND AS, based on its preliminary assessment and selection of exemptions and accounting policies. During the year ended 31 March 2017, the Group has opted to apply the optional exemption provided in Ind AS 101, with regard to business combinations wherein the Group has considered 1 August 2011 as the effective date, rather than the date of transition opted till 31 December 2016, for applying business combinations retrospectively and has restated all business combinations as per IND AS 103 post effective date. This has resulted in the Group recognising certain items of intangibles (License, Customer relationship, Technology and Non-Compete agreement) and related amortisation earlier subsumed within goodwill in previous GAAP. Accordingly, the Group has recognised amortisation charges towards the same amounting to ₹ 246.42, ₹ 66.69 and ₹ 198.60 during the year ended 31 March 2017, quarter and nine months ended 31 December 2016 respectively. Accordingly, financial results for the quarter and nine months ended 31 December 2016 has now been restated effecting the above change in exemption option as per IND AS 103.
 - Previous period's figures have been reclassified to confirm with the current period's classification, wherever applicable.
 - The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly Financial Results is available on the Stock Exchange websites, www.nseindia.com and www.bseindia.com and on the Company's website

Bengaluru
24 January 2018

**By Order of the Board,
Mphasis Limited**

sd/-
Nitin Rakesh
Chief Executive Officer

Auditor's Report on Quarterly Consolidated Ind AS Financial Results and Consolidated Year to Date Results of Mphasis Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of Mphasis Limited

1. We have audited the accompanying statement of quarterly consolidated Ind AS financial results of Mphasis Limited (the 'Company') and its subsidiaries (together referred to as 'Mphasis Group') for the quarter ended 31 December 2017 and the consolidated year-to-date results for the period 1 April 2017 to 31 December 2017 (the 'Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016. The Statement has been prepared on the basis of the interim condensed consolidated Ind AS financial statements in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Company's management and has been approved by the Board of Directors of the Company.
2. Our responsibility is to express an opinion on this Statement based on our audit of such interim condensed consolidated Ind AS financial statements, which was prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting", specified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion and to the best of our information and according to the explanations given to us, this Statement:
 - (i) includes the quarterly financial results and year-to-date results of the following entities;;
 - Mphasis Limited
 - Mphasis Corporation
 - Mphasis Deutschland GmbH
 - Mphasis Australia Pty Limited
 - Mphasis (Shanghai) Software & Services Company Limited
 - Mphasis Consulting Limited
 - Mphasis Ireland Limited
 - Mphasis Belgium BVBA
 - Mphasis Europe BV
 - Mphasis Pte Limited
 - Mphasis UK Limited

- Mphasis Software and Services (India) Private Limited
 - Msource Mauritius Inc.
 - Msource (India) Private Limited
 - Mphasis Lanka (Private) Limited
 - Mphasis Poland s.p.z.o.o.
 - Mphasis Infrastructure Services Inc.
 - PT. Mphasis Indonesia
 - Mphasis Wyde Inc.
 - Wyde Corporation Inc.
 - Mphasis Wyde SASU
 - Wyde Solutions Canada Inc.
 - Mphasis Philippines Inc.
 - Digital Risk, LLC
 - Digital Risk Valuation Services, LLC
 - Investor Services, LLC
 - Digital Risk Mortgage Services, LLC
 - Digital Risk Europe, OOD
 - Mphasis Employees Benefit Trust
 - Mphasis Employees Equity Reward Trust
- (ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, in this regard; and
- (iii) give a true and fair view of the consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information for the quarter ended 31 December 2017 as well as the consolidated year-to-date results for the period from 1 April 2017 to 31 December 2017.

For S.R. Batliboi & Associates LLP
Chartered Accountants
ICAI Firm Registration Number: 101049W/E300004

per Adarsh Ranka
Partner
Membership No.:209567

Place: Bengaluru
Date: 24 January 2018

Auditor's Report On Quarterly Standalone Ind AS Financial Results and Year to Date Results of Mphasis Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of Mphasis Limited

1. We have audited the accompanying statement of quarterly standalone Ind AS financial results of Mphasis Limited (the 'Company') for the quarter ended 31 December 2017 and the year-to-date results for the period 1 April 2017 to 31 December 2017 (the 'Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016. The Statement has been prepared on the basis of the interim condensed standalone Ind AS financial statements in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.
2. Our responsibility is to express an opinion on this Statement based on our audit of such interim condensed standalone Ind AS financial statements, which was prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting", specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion and to the best of our information and according to the explanations given to us this Statement:
 - i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, in this regard; and

- ii. give a true and fair view of the total comprehensive income (comprising of net profit and other comprehensive income) and other financial information for the quarter ended 31 December 2017 as well as the year-to-date results for the period from 1 April 2017 to 31 December 2017.

For S.R. Batliboi & Associates LLP
Chartered Accountants
ICAI Firm Registration Number: 101049W/E300004

per Adarsh Ranka
Partner
Membership No.: 209567

Place: Bengaluru
Date: 24 January 2018

Mphasis Net revenue grew by 12.2% YoY in constant currency

Net profit and EPS grew 8.7% QoQ in Q3 FY18

Bangalore, 24 January, 2018: [Mphasis](#) Limited (BSE - [526299](#); NSE - [MPHASIS](#)), an Information Technology (IT) solutions provider, today announced its financial results for the third quarter ended 31st December 2017.

Highlights of quarter ended 31st December 2017

- Net revenue grew to INR 16,607 million in Q3 FY18 by 3.5% QoQ and 8.1% YoY; 3.7% QoQ and 12.2% YoY in constant currency terms
- Direct International revenue grew 3.6% QoQ and 5.5% YoY. On constant currency basis, growth was 3.7% QoQ and 9.6% YoY
- Direct Core revenue grew 3.4% QoQ and 9.5% YoY. On constant currency basis, growth was 3.5% QoQ and 13.8% YoY
- DXC/HP Revenue grew 3.1% QoQ and 15.8% YoY. In constant currency terms, growth was 3.6% QoQ and 20.5% YoY
- Robust new deal wins of USD 130 million TCV in Direct International business of which 83% in focus areas of Digital, NextGen and Governance, Risk and Compliance (GRC) services
- Deal wins in the Direct International business stands at (YTD) USD 435 million as compared to USD 276 million in YTD FY17, higher by 58% YoY
- Net profit grew 8.7% QoQ and 7.3% YoY. Net Margin improved 60 bps QoQ
- Digital Risk signs up CitiMortgage as a marquee client for its digital mortgage platform, LoanFx™
- Guru Grewal joins as Head of Europe to drive Mphasis' growth strategy in the region

“With the knowledge that ‘every business is a digital business’, we are proactively providing a roadmap to enable our enterprise clients to reimagine their digital future. The Mphasis X2C²™ and Front to Back™ (F2B) transformation are solid foundations aimed at delivering high-impact business outcomes of speed, innovation and cost-effectiveness. Our deal wins and strong pipeline this year is a proof of this strategy in action”, said **Nitin Rakesh, Chief Executive Officer and Executive Director, Mphasis.**

About Mphasis

Mphasis (BSE: 526299; NSE: MPHASIS) enables customers to reimagine their digital future by applying a unique formula of integrated cloud and cognitive technology. Mphasis [X2C²™](#) formula for success, (anything to cloud powered by cognitive), drives multi-dimensions of business value with an integrated consumer-centric [Front to Back Digital Transformation™](#), enabling Business Operations and Technology Transformation. Mphasis applies advancements in cognitive and cloud to traditional application and infrastructure services to bring much needed efficiency and cost effectiveness. Mphasis’ core reference architectures and tools, combined with domain expertise and hyper specialization are the foundation for building strong relationships with marquee clients. Click [here](#) to know more.

Safe Harbor:

Certain statements in this release concerning our future growth prospects are forward-looking statements, which involve a number of risks, and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding fluctuations in our earnings, revenue and profits, our ability to generate and manage growth, intense competition in IT services, wage increases in India, our ability to attract and retain highly skilled professionals, our ability to manage our international operations, reduced demand for technology in our key focus areas, withdrawal of fiscal governmental incentives, political instability, war, legal restrictions on raising capital or acquiring companies, and general economic conditions affecting our business and industry. We may, from time to time, make additional written and oral forward-looking statements. We do not undertake to update any forward-looking statement that may be made from time to time by us or on our behalf.

Corporate Communications

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Mphasis Limited

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ANNEXURE

Signed Copies of the aforesaid document

Statement of Consolidated Audited Financial Results for the quarter and nine months ended 31 December 2017

Amounts in ₹ millions except share and per share data, unless otherwise stated

Particulars	Quarter ended			Nine months ended			Year ended
	31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017	
	Audited	Audited	Audited	Audited	Audited	Audited	Audited
Revenue from operations	16,606.91	16,046.87	15,361.03	48,013.48	45,704.26	60,763.57	
Other income	353.62	375.64	616.85	1,198.32	1,901.17	2,386.06	
Total income (I)	16,960.53	16,422.51	15,977.88	49,211.80	47,605.43	63,149.63	
Expenses	-	-	-	-	0.24	0.24	
Purchase of stock-in-trade	-	-	-	-	40.99	40.99	
Changes in inventories of stock-in-trade	9,634.42	9,285.13	9,308.12	28,056.74	27,681.41	37,095.61	
Employee benefits expense	28.81	37.43	22.52	86.81	121.47	138.75	
Finance costs	175.55	180.45	197.58	537.14	606.92	791.49	
Depreciation and amortization expense	4,231.01	4,269.27	3,657.05	12,427.71	10,678.08	13,938.77	
Other expenses	14,069.79	13,772.28	13,185.27	41,108.40	39,129.11	52,005.85	
Total expenses (II)	2,890.74	2,650.23	2,792.61	8,103.40	8,476.52	11,143.78	
Profit before exceptional item and tax (III) [(I)-(II)]	2,890.74	2,890.74	2,890.74	8,103.40	8,476.52	11,143.78	
Exceptional item (net of tax) (IV)	-	-	-	-	58.52	151.68	
Profit before tax (III)-(IV)	2,890.74	2,890.74	2,890.74	8,103.40	8,476.52	11,143.78	
Tax expenses	-	-	-	-	-	-	
Current tax	750.37	679.36	766.19	2,156.92	2,267.69	2,861.11	
Deferred tax	(9.07)	(6.03)	(22.89)	(51.79)	75.13	215.23	
Total tax expenses	741.30	673.33	789.08	2,105.13	2,342.82	3,076.34	
Profit before exceptional item	2,149.44	1,976.90	2,003.53	5,998.27	6,133.50	8,067.44	
Profit after exceptional item (A)	2,149.44	1,976.90	2,003.53	5,998.27	6,074.98	7,915.76	
Other comprehensive income ('OCI')							
OCI to be reclassified to profit or loss in subsequent periods	(447.30)	426.86	308.40	(149.04)	168.44	(641.65)	
Exchange differences on translation of foreign operations	608.98	(582.52)	(86.68)	(182.06)	159.50	784.54	
Net change in fair value of derivatives designated as cash flow hedges	(210.75)	201.59	30.00	63.01	(55.20)	(271.51)	
Income tax effect on cash flow hedges	(49.07)	45.93	251.72	(268.09)	272.74	(128.62)	
Net OCI to be reclassified to profit or loss in subsequent periods (B)	(49.07)	45.93	251.72	(268.09)	272.74	(128.62)	
OCI not to be reclassified to profit or loss in subsequent periods	6.66	(21.04)	(1.16)	(23.75)	(0.55)	(34.02)	
Re-measurement gains / (losses) on defined benefit plans	(2.30)	7.29	0.40	8.23	0.19	11.77	
Income tax effect on the above	4.36	(13.75)	(0.76)	(15.52)	(0.36)	(22.25)	
Net OCI not to be reclassified to profit or loss in subsequent periods (C)	(44.71)	32.18	250.96	(283.61)	272.38	(150.87)	
Total OCI, net of tax (D) [B+C]	2,104.73	2,009.08	2,254.49	5,714.66	6,347.36	7,764.89	
Total comprehensive income (A+D)	2,104.73	2,009.08	2,254.49	5,714.66	6,347.36	7,764.89	
Profit attributable to:							
Equity owners of the Company	2,149.44	1,976.90	2,003.53	5,998.27	6,074.98	7,915.76	
Non-controlling interests	-	-	-	-	-	-	
Total comprehensive income attributable to:	2,149.44	1,976.90	2,003.53	5,998.27	6,074.98	7,915.76	
Equity owners of the Company	2,104.73	2,009.08	2,254.49	5,714.66	6,347.36	7,764.89	
Non-controlling interests	-	-	-	-	-	-	
Equity share capital	2,104.73	2,009.08	2,254.49	5,714.66	6,347.36	7,764.89	
Other equity	1,931.95	1,931.72	2,103.91	1,931.95	2,103.91	2,104.24	
Earnings per equity share before exceptional item (par value ₹ 10 per share)	50,441.58	48,285.98	57,938.16	50,441.58	57,938.16	59,419.82	
Basic (₹)	11.13	10.24	9.54	30.39	29.21	38.41	
Diluted (₹)	11.08	10.22	9.51	30.33	29.14	38.35	
Earnings per equity share after exceptional item (par value ₹ 10 per share)	11.13	10.24	9.54	30.39	28.94	37.69	
Basic (₹)	11.08	10.22	9.51	30.33	28.86	37.63	
Diluted (₹)	11.08	10.22	9.51	30.33	28.86	37.63	

Segment reporting	Amounts in ₹ millions except share and per share data, unless otherwise stated					
	31 December 2017	Quarter ended 30 September 2017	31 December 2016	Nine months ended		Year ended 31 March 2017
Segment revenue						
Banking and Capital Market	7,731.86	7,603.04	7,419.74	22,636.52	22,334.38	29,520.50
Insurance	2,079.30	2,023.66	2,274.55	6,112.12	6,739.80	8,893.30
Information Technology, Communication and Entertainment	2,333.44	2,206.03	1,473.92	6,394.78	4,456.62	6,032.35
Emerging Industries	4,072.08	3,817.11	3,986.27	11,599.39	11,711.00	15,527.64
Unallocated - Hedge	390.23	397.03	206.55	1,270.67	462.46	789.78
Total segment revenue	16,006.91	16,046.87	15,361.03	48,013.48	45,704.26	60,753.57
Segment result (including exceptional item)						
Banking and Capital Market	1,775.95	1,840.19	1,650.66	5,273.83	5,252.46	6,945.17
Insurance	454.70	455.47	595.59	1,435.63	1,568.69	2,058.27
Information Technology, Communication and Entertainment	485.89	400.76	467.46	1,218.30	1,400.34	1,922.95
Emerging Industries	1,242.76	1,163.78	1,234.86	3,543.75	3,729.52	4,939.89
Unallocated - Hedge	390.23	397.03	206.55	1,270.67	462.46	789.78
Total segment result	4,435.53	4,257.23	4,155.12	12,742.18	12,413.47	16,656.06
Interest income	64.50	66.55	96.06	197.37	382.40	516.58
Finance costs	(28.81)	(37.43)	(22.52)	(86.81)	(121.47)	(138.75)
Other unallocable expenditure, net of unallocable income	(1,580.48)	(1,636.12)	(1,436.05)	(4,749.34)	(4,256.60)	(6,041.79)
Profit before taxation	2,890.74	2,650.23	2,792.61	8,103.40	8,417.80	10,992.10
Segment assets						
Banking and Capital Market	9,250.26	9,263.11	9,079.62	9,250.26	9,079.62	9,169.58
Insurance	2,338.18	2,102.59	2,269.45	2,338.18	2,269.45	2,325.59
Information Technology, Communication and Entertainment	2,339.45	2,828.78	1,570.30	2,339.45	1,570.30	1,825.21
Emerging Industries	5,064.34	4,382.27	3,922.01	5,064.34	3,922.01	4,512.76
Total segment assets	18,992.23	18,576.75	16,841.38	18,992.23	16,841.38	17,833.14
Unallocated assets	47,979.60	46,119.93	57,085.63	47,979.60	57,085.63	55,337.75
Total assets	66,971.83	64,696.68	73,927.01	66,971.83	73,927.01	73,170.89
Segment liabilities						
Banking and Capital Market	4,199.41	4,146.47	4,597.08	4,199.41	4,597.08	3,800.98
Insurance	1,648.08	1,437.42	1,693.66	1,648.08	1,693.66	1,459.26
Information Technology, Communication and Entertainment	1,431.19	1,336.12	881.37	1,431.19	881.37	759.28
Emerging Industries	2,238.61	2,074.69	2,217.51	2,238.61	2,217.51	1,890.90
Total segment liabilities	9,517.29	8,994.70	9,389.62	9,517.29	9,389.62	7,910.42
Unallocated liabilities	5,081.01	5,484.28	4,495.32	5,081.01	4,495.32	3,736.41
Total liabilities	14,598.30	14,478.98	13,884.94	14,598.30	13,884.94	11,646.83
Capital employed						
Banking and Capital Market	5,050.85	5,116.64	4,482.54	5,050.85	4,482.54	5,368.60
Insurance	690.10	665.17	575.79	690.10	575.79	866.33
Information Technology, Communication and Entertainment	908.26	1,492.66	688.93	908.26	688.93	1,065.93
Emerging Industries	2,825.73	2,307.58	1,704.50	2,825.73	1,704.50	2,621.86
Unallocated	42,898.59	40,635.65	52,590.31	42,898.59	52,590.31	51,601.34
Total capital employed	52,373.53	50,217.70	60,042.07	52,373.53	60,042.07	61,524.06

Amounts in ₹ millions except share and per share data, unless otherwise stated

Notes:

1 The above results were taken on record at the Board Meeting held on 24 January 2018.

2 Audited Financial Results of Mphasis Limited (Standalone Information).

Particulars	Quarter ended		Nine months ended		Year ended
	31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 March 2017
Revenue from operations	8,278.70	8,056.96	7,808.90	24,195.59	30,185.54
Profit before tax and exceptional item	2,352.85	2,310.76	2,429.16	6,852.46	8,311.51
Profit after tax and exceptional item	1,832.60	1,726.72	1,766.09	5,207.31	6,250.10

The audited results of Mphasis Limited for the above mentioned periods, financials summary, detailed Management Discussion & Analysis, results of operations and financial condition including detailed analysis of revenues, client concentration and human resources are available on our website www.mphasis.com. The information above has been extracted from the audited condensed financial statements as stated.

3 During the quarter ended 30 September 2016, the transfer of control from Hewlett Packard Enterprise Company to Blackstone group has resulted in accelerated vesting of unvested employee stock options and employee bonus, accordingly the Group has provided for deferred employee compensation cost on an accelerated basis over the remaining vesting period amounting to ₹ 58.52 (net of tax of ₹ 33.03) and had accounted the same as exceptional item.

4 The Group had previously prepared its financial results for period through 31 December 2016, in accordance with the recognition and measurement principles of IND AS, based on its preliminary assessment and selection of exemptions and accounting policies. During the year ended 31 March 2017, the Group has opted to apply the optional exemption provided in Ind AS 101, with regard to business combinations wherein the Group has considered 1 August 2011 as the effective date, rather than the date of transition opted till 31 December 2016, for applying business combinations retrospectively and has restated all business combinations as per IND AS 103 post effective date. This has resulted in the Group recognising certain items of intangibles (License, Customer relationship, Technology and Non-Compete agreement) and related amortisation earlier subsumed within goodwill in previous GAAP. Accordingly, the Group has recognised amortisation charges (before related deferred tax adjustment) towards the same amounting to ₹ 246.42, ₹ 66.69 and ₹ 198.60 during the year ended 31 March 2017, quarter and nine months ended 31 December 2016 respectively. Accordingly, financial results for the quarter and nine months ended 31 December 2016 has now been restated effecting the above change in exemption option as per IND AS 103.

5 Previous period's figures have been reclassified to confirm with the current period's classification, wherever applicable.

By Order of the Board,
 Mphasis Limited

Bengaluru
 24 January 2018

Nitin Rakesh
 Chief Executive Officer



Statement of Standalone Audited Financial Results for the quarter and nine months ended 31 December 2017

Particulars	Quarter ended				Nine months ended		Year ended
	31 December 2017 Audited	30 September 2017 Audited	31 December 2016 Audited	31 December 2017 Audited	31 December 2016 Audited	31 March 2017 Audited	
Revenue from operations	8,278.70	8,056.96	7,808.90	24,195.59	22,579.85	30,185.54	
Other income	229.71	292.98	526.79	886.51	1,498.84	1,865.83	
Total income (I)	8,508.41	8,349.94	8,335.69	25,082.10	24,078.69	32,051.37	
Expenses	-	-	-	-	0.24	0.24	
Purchase of stock-in-trade	-	-	-	-	40.99	40.99	
Changes in inventories of stock-in-trade	-	-	-	-	40.99	40.99	
Employee benefits expense	3,427.01	3,412.84	3,362.01	10,334.65	10,166.59	13,564.99	
Finance costs	8.60	19.07	5.28	29.80	22.33	24.01	
Depreciation and amortization expense	80.04	80.79	66.03	238.78	192.93	263.78	
Other expenses	2,639.91	2,526.48	2,473.21	7,626.41	7,476.78	9,845.83	
Total expenses (II)	6,155.56	6,039.18	5,906.53	18,229.64	17,899.86	23,739.86	
Profit before exceptional item and tax (III) [(I)-(II)]	2,352.85	2,310.76	2,429.16	6,852.46	6,178.83	8,311.51	
Exceptional item (net of tax) (IV)	-	-	-	-	39.77	47.98	
Profit before tax (III)-(IV)	2,352.85	2,310.76	2,429.16	6,852.46	6,139.06	8,263.53	
Tax expenses							
Current tax	556.25	572.97	612.48	1,688.09	1,555.91	2,036.31	
Deferred tax	(36.00)	11.07	50.59	(42.94)	(2.52)	(22.88)	
Total tax expenses	520.25	584.04	663.07	1,645.15	1,553.39	2,013.43	
Profit before exceptional item	1,832.60	1,726.72	1,766.09	5,207.31	4,625.44	6,298.08	
Profit after exceptional item (A)	1,832.60	1,726.72	1,766.09	5,207.31	4,585.67	6,250.10	
Other comprehensive income ('OCI')							
OCI to be reclassified to profit or loss in subsequent periods	579.90	(530.68)	(91.81)	(121.50)	137.77	727.76	
Net change in fair value of derivatives designated as cash flow hedges	(200.69)	183.66	31.76	42.05	(47.68)	(251.86)	
Income tax effect on cash flow hedges	379.21	(347.02)	(60.05)	(79.45)	90.09	475.90	
Net OCI to be reclassified to profit or loss in subsequent periods (B)	3.40	(18.26)	0.16	(25.27)	(0.25)	(33.85)	
Re-measurement gains / (losses) on defined benefit plans	(1.17)	6.32	(0.05)	8.75	0.09	11.72	
Income tax effect on the above	2.23	(11.94)	0.11	(16.52)	(0.16)	(22.13)	
Net OCI not to be reclassified to profit or loss in subsequent periods (C)	381.44	(358.96)	(59.94)	(95.97)	89.93	453.77	
Total OCI for the period, net of tax (D) [B+C]	2,214.04	1,367.76	1,706.15	5,111.34	4,675.60	6,703.87	
Total comprehensive income for the period (A+D)	1,931.95	1,931.72	2,103.91	1,931.95	2,103.91	2,104.24	
Equity Share Capital	35,267.46	33,002.55	42,756.62	35,267.46	42,756.62	44,849.02	
Other equity							
Earnings per equity share (par value of share ₹ 10)	9.49	8.94	8.41	26.39	22.03	29.99	
Basic (₹)	9.45	8.93	8.38	26.33	21.97	29.94	
Diluted (₹)							
Earnings per equity share (par value of share ₹ 10)	9.49	8.94	8.41	26.39	21.84	29.76	
Basic (₹)	9.45	8.93	8.38	26.33	21.78	29.71	
Diluted (₹)							

Segment Reporting		Quarter ended		Nine months ended		Year ended
	31 December 2017	30 September 2017	31 December 2016	31 December 2017	31 December 2016	31 March 2017
Segment revenue						
Banking and Capital Market	3,054.00	2,889.56	2,599.27	8,749.66	7,558.88	10,126.47
Insurance	1,674.11	1,720.50	1,867.61	5,046.67	5,440.50	7,188.98
Information Technology, Communication and Entertainment	1,016.88	960.86	986.18	2,985.20	2,859.64	3,882.26
Emerging Industries	2,161.25	2,109.77	2,161.51	6,218.12	6,290.04	8,256.75
Unallocated - Hedge	372.46	376.27	194.33	1,195.94	430.79	731.00
Total segment revenue	8,278.70	8,056.96	7,808.90	24,195.59	22,579.85	30,185.54
Segment result (including exceptional item)						
Banking and Capital Market	705.37	617.59	533.61	1,867.45	1,359.97	1,989.63
Insurance	453.15	482.52	614.13	1,347.31	1,585.10	2,065.18
Information Technology, Communication and Entertainment	351.36	307.96	347.68	952.96	864.50	1,209.86
Emerging Industries	817.21	787.82	830.15	2,234.71	2,319.05	3,009.71
Unallocated - Hedge	372.46	376.27	194.33	1,195.94	430.79	731.00
Total segment result	2,699.55	2,572.16	2,519.90	7,598.37	6,559.41	9,005.42
Interest income	46.17	47.84	68.13	158.76	309.12	400.37
Finance costs	(8.60)	(19.07)	(5.28)	(29.80)	(22.33)	(24.01)
Other unallocable expenditure, net of unallocable income	(384.27)	(290.17)	(153.59)	(874.87)	(707.14)	(1,118.25)
Profit before taxation	2,352.85	2,310.76	2,429.16	6,852.46	6,139.06	8,263.53
Segment assets						
Banking and Capital Market	5,816.34	6,018.23	6,795.77	5,816.34	6,795.77	6,770.70
Insurance	1,935.06	1,738.44	2,157.91	1,935.06	2,157.91	2,375.43
Information Technology, Communication and Entertainment	1,096.83	1,130.81	1,342.34	1,096.83	1,342.34	1,528.72
Emerging Industries	2,968.85	2,647.99	3,720.56	2,968.85	3,720.56	3,705.66
Total segment assets	11,817.08	11,535.47	14,016.58	11,817.08	14,016.58	14,380.50
Unallocated assets	33,622.40	30,943.95	39,789.06	33,622.40	39,789.06	39,371.45
Total assets	45,439.48	42,479.42	53,805.64	45,439.48	53,805.64	53,751.95
Segment liabilities						
Banking and Capital Market	2,361.09	2,139.00	2,845.50	2,361.09	2,845.50	2,259.45
Insurance	1,403.19	1,241.11	2,467.56	1,403.19	2,467.56	2,142.55
Information Technology, Communication and Entertainment	825.85	692.69	844.40	825.85	844.40	683.37
Emerging Industries	1,593.37	1,284.40	1,543.03	1,593.37	1,543.03	1,201.16
Total segment liabilities	6,183.50	5,357.20	7,700.49	6,183.50	7,700.49	6,286.55
Unallocated liabilities	2,056.57	2,187.95	1,244.62	2,056.57	1,244.62	512.16
Total liabilities	8,240.07	7,545.15	8,945.11	8,240.07	8,945.11	6,798.66
Capital employed						
Banking and Capital Market	3,455.25	3,879.23	3,950.27	3,455.25	3,950.27	4,511.25
Insurance	531.87	497.33	(309.65)	531.87	(309.65)	232.88
Information Technology, Communication and Entertainment	270.98	438.12	497.94	270.98	497.94	845.33
Emerging Industries	1,375.48	1,363.59	2,177.53	1,375.48	2,177.53	2,504.49
Unallocated	31,565.83	28,756.00	38,544.44	31,565.83	38,544.44	38,859.29
Total capital employed	37,199.41	34,934.27	44,860.53	37,199.41	44,860.53	46,953.26

- Notes:
- The above results were taken on record at the Board Meeting held on 24 January 2018.
 - During the quarter ended 30 September 2016, the transfer of control from Hewlett Packard Enterprise Company to Blackstone Group has resulted in accelerated vesting of unvested employee stock options and employee bonus, accordingly the Company has provided for deferred employee compensation cost on an accelerated basis over the remaining vesting period amounting to ₹ 39.77 (net of tax of ₹ 21.45) and had accounted the same as exceptional item.
 - Previous period's figures have been reclassified to confirm with the current period's classification, wherever applicable.

By Order of the Board,
Mphasis Limited

Nitin Rakesh

Chief Executive Officer

Bengaluru
24 January 2018



Mphasis
Unleash the Next

Mphasis Group

Registered Office : Bagmane World Technology Center, Marathalli Ring Road, Doddanakhundi Village, Mahadevapura, Bengaluru - 560 048.
Telephone: 91 80 3352 5000, Fax: 91 80 6695 9943, Website: www.mphasis.com, E-mail: Investor.relations@mphasis.com

CIN:L30007KA1992PLC025294

Amounts in ₹ millions except share and per share data, unless otherwise stated

Statement of Consolidated Audited Financial Results for the quarter and nine months ended 31 December 2017

Sl.No	Particulars	Quarter ended	Nine months ended	Quarter ended
		31 December 2017	31 December 2017	31 December 2016
1	Revenue from operations	16,606.91	48,013.48	15,361.03
2	Net profit (before tax, exceptional items)	2,890.74	8,103.40	2,792.61
3	Net profit before tax (after exceptional items)	2,890.74	8,103.40	2,792.61
4	Net profit after tax (after exceptional items)	2,149.44	5,998.27	2,003.53
5	Total comprehensive income (comprising Net profit after tax and other comprehensive income after tax)	2,104.73	5,714.66	2,254.49
6	Equity Share capital	1,931.95	1,931.95	2,103.91
7	Reserves excluding Revaluation Reserve	50,441.58	50,441.58	57,938.16
8	Earnings per equity share before exceptional item (par value ₹ 10 per share)			
	Basic (₹)	11.13		9.54
	Diluted (₹)	11.08		9.51
9	Earnings per equity share after exceptional item (par value ₹ 10 per share)			
	Basic (₹)	11.13		9.54
	Diluted (₹)	11.08		9.51

Notes:

- The above results were taken on record at the Board Meeting held on 24 January 2018.
- Audited Financial Results of Mphasis Limited (Standalone Information).

Particulars

	Quarter ended	Nine months ended	Quarter ended
	31 December 2017	31 December 2017	31 December 2016
Revenue from operations	8,278.70	24,195.59	7,808.90
Net profit for the period (before tax, exceptional items)	2,352.85	6,852.46	2,429.16
Net profit for the period after tax (after exceptional items)	1,832.60	5,207.31	1,766.09

- The Group had previously prepared its financial results for period through 31 December 2016, in accordance with the recognition and measurement principles of IND AS, based on its preliminary assessment and selection of exemptions and accounting policies. During the year ended 31 March 2017, the Group has opted to apply the optional exemption provided in Ind AS 101, with regard to business combinations wherein the Group has considered 1 August 2011 as the effective date, rather than the date of transition opted till 31 December 2016, for applying business combinations retrospectively and has restated all business combinations as per IND AS 103 post effective date. This has resulted in the Group recognising certain items of intangibles (License, Customer relationship, Technology and Non-Compete agreement) and related amortisation earlier subsumed within goodwill in previous GAAP. Accordingly, the Group has recognised amortisation charges towards the same amounting to ₹ 246.42, ₹ 66.69 and ₹ 198.60 during the year ended 31 March 2017, quarter and nine months ended 31 December 2016 respectively. Accordingly, financial results for the quarter and nine months ended 31 December 2016 has now been restated effecting the above change in exemption option as per IND AS 103.

- Previous period's figures have been reclassified to confirm with the current period's classification, wherever applicable.

- The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly Financial Results is available on the Stock Exchange websites, www.nseindia.com and www.bseindia.com and on the Company's website

By Order of the Board,
Mphasis Limited

Nitin Rakesh
Chief Executive Officer

Bengaluru
24 January 2018

Auditor's Report On Quarterly Standalone Ind AS Financial Results and Year to Date Results of Mphasis Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of Mphasis Limited

1. We have audited the accompanying statement of quarterly standalone Ind AS financial results of Mphasis Limited (the 'Company') for the quarter ended 31 December 2017 and the year-to-date results for the period 1 April 2017 to 31 December 2017 (the 'Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016. The Statement has been prepared on the basis of the interim condensed standalone Ind AS financial statements in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.
2. Our responsibility is to express an opinion on this Statement based on our audit of such interim condensed standalone Ind AS financial statements, which was prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting", specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion and to the best of our information and according to the explanations given to us this Statement:
 - i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, in this regard; and



S.R. BATLIBOI & ASSOCIATES LLP

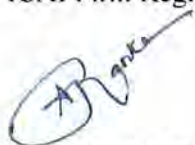
Chartered Accountants

- ii. give a true and fair view of the total comprehensive income (comprising of net profit and other comprehensive income) and other financial information for the quarter ended 31 December 2017 as well as the year-to-date results for the period from 1 April 2017 to 31 December 2017.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per Adarsh Ranka

Partner

Membership No.: 209567



Place: Bengaluru

Date: 24 January 2018

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

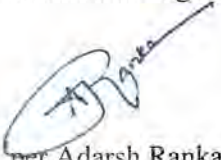
- Mphasis Software and Services (India) Private Limited
- Msource Mauritius Inc.
- Msource (India) Private Limited
- Mphasis Lanka (Private) Limited
- Mphasis Poland s.p.z.o.o.
- Mphasis Infrastructure Services Inc.
- PT. Mphasis Indonesia
- Mphasis Wyde Inc.
- Wyde Corporation Inc.
- Mphasis Wyde SASU
- Wyde Solutions Canada Inc.
- Mphasis Philippines Inc.
- Digital Risk, LLC
- Digital Risk Valuation Services, LLC
- Investor Services, LLC
- Digital Risk Mortgage Services, LLC
- Digital Risk Europe, OOD
- Mphasis Employees Benefit Trust
- Mphasis Employees Equity Reward Trust

- (ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, in this regard; and
- (iii) give a true and fair view of the consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information for the quarter ended 31 December 2017 as well as the consolidated year-to-date results for the period from 1 April 2017 to 31 December 2017.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per Adarsh Ranka
Partner

Membership No.:209567



Place: Bengaluru

Date: 24 January 2018

Mphasis Net revenue grew by 12.2% YoY in constant currency

Net profit and EPS grew 8.7% QoQ in Q3 FY18

Bangalore, 24 January, 2018: [Mphasis](#) Limited (BSE - [526299](#); NSE - [MPHASIS](#)), an Information Technology (IT) solutions provider, today announced its financial results for the third quarter ended 31st December 2017.

Highlights of quarter ended 31st December 2017

- Net revenue grew to INR 16,607 million in Q3 FY18 by 3.5% QoQ and 8.1% YoY; 3.7% QoQ and 12.2% YoY in constant currency terms
- Direct International revenue grew 3.6% QoQ and 5.5% YoY. On constant currency basis, growth was 3.7% QoQ and 9.6% YoY
- Direct Core revenue grew 3.4% QoQ and 9.5% YoY. On constant currency basis, growth was 3.5% QoQ and 13.8% YoY
- DXC/HP Revenue grew 3.1% QoQ and 15.8% YoY. In constant currency terms, growth was 3.6% QoQ and 20.5% YoY
- Robust new deal wins of USD 130 million TCV in Direct International business of which 83% in focus areas of Digital, NextGen and Governance, Risk and Compliance (GRC) services
- Deal wins in the Direct International business stands at (YTD) USD 435 million as compared to USD 276 million in YTD FY17, higher by 58% YoY
- Net profit grew 8.7% QoQ and 7.3% YoY. Net Margin improved 60 bps QoQ
- Digital Risk signs up CitiMortgage as a marquee client for its digital mortgage platform, LoanFx™
- Guru Grewal joins as Head of Europe to drive Mphasis' growth strategy in the region

“With the knowledge that ‘every business is a digital business’, we are proactively providing a roadmap to enable our enterprise clients to reimagine their digital future. The Mphasis X2C²™ and Front to Back™ (F2B) transformation are solid foundations aimed at delivering high-impact business outcomes of speed, innovation and cost-effectiveness. Our deal wins and strong pipeline this year is a proof of this strategy in action”, said **Nitin Rakesh, Chief Executive Officer and Executive Director, Mphasis.**

About Mphasis

Mphasis (BSE: 526299; NSE: MPHASIS) enables customers to reimagine their digital future by applying a unique formula of integrated cloud and cognitive technology. Mphasis X2C²™ formula for success, (anything to cloud powered by cognitive), drives multi-dimensions of business value with an integrated consumer-centric [Front to Back Digital Transformation™](#), enabling Business Operations and Technology Transformation. Mphasis applies advancements in cognitive and cloud to traditional application and infrastructure services to bring much needed efficiency and cost effectiveness. Mphasis’ core reference architectures and tools, combined with domain expertise and hyper specialization are the foundation for building strong relationships with marquee clients. Click [here](#) to know more.

Safe Harbor:

Certain statements in this release concerning our future growth prospects are forward-looking statements, which involve a number of risks, and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding fluctuations in our earnings, revenue and profits, our ability to generate and manage growth, intense competition in IT services, wage increases in India, our ability to attract and retain highly skilled professionals, our ability to manage our international operations, reduced demand for technology in our key focus areas, withdrawal of fiscal governmental incentives, political instability, war, legal restrictions on raising capital or acquiring companies, and general economic conditions affecting our business and industry. We may, from time to time, make additional written and oral forward-looking statements. We do not undertake to update any forward-looking statement that may be made from time to time by us or on our behalf.

Nitin Rakesh
24/1/18

For further information please contact:

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