

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2017

(INR in lacs, except per equity share data)

Sl No	Particulars	Three months ended 31-Dec-2017 (Un-Audited)	Preceding three months ended 30-Sep-2017 (Un-Audited)	Corresponding three months ended in previous year 31-Dec-2016 (Un-Audited)	Year to date figures for nine months in current period ended 31-Dec-2017 (Un-Audited)	Year to date figures for nine months in previous period ended 31-Dec-2016 (Un-Audited)	Previous Year ended 31-Mar-2017 (Audited)
I	Revenue from operations (net)	6,788	6,867	8,001	20,345	21,707	28,870
II	Other income	512	489	265	1,800	1,464	1,942
III	Total income (I+II)	7,300	7,356	8,266	22,145	23,171	30,812
IV	Expenses						
	Employee benefit expense	2,717	2,757	3,336	8,453	9,387	12,129
	Finance cost	2	1	10	4	12	17
	Depreciation and amortization expense	190	210	160	626	418	588
	Other expenses	1,677	1,741	2,067	5,080	5,238	7,411
	Total expenses	4,586	4,709	5,573	14,163	15,055	20,145
V	Profit before exceptional items (III-IV)	2,714	2,647	2,693	7,982	8,116	10,667
VI	Exceptional items	-	-	-	-	-	411
VII	Profit before tax (V-VI)	2,714	2,647	2,693	7,982	8,116	10,256
VIII	Tax Expense						
	Current tax	774	896	912	2,366	2,578	3,167
	Reversal of excess provision for tax relating to earlier years	2	-	-	2	-	(133)
	Deferred tax charge	182	47	(8)	109	64	179
	Total tax expense	958	943	904	2,477	2,642	3,213
IX	Profit for the period (VII-VIII)	1,756	1,704	1,789	5,505	5,474	7,043
X	Other comprehensive income						
	Items that will not be reclassified to profit or loss						
	Remeasurement of the net defined benefit liability/asset	20	14	-	(72)	(60)	(59)
	Income tax relating to items that will not be reclassified to profit or loss	(7)	(5)	-	25	21	20
	Items that will be reclassified subsequently to profit or loss						
	Exchange differences on translation of foreign operations	(104)	95	84	-	41	(230)
	Total other comprehensive income	(91)	104	84	(47)	2	(269)
XI	Total comprehensive income for the period (IX+X)	1,665	1,808	1,873	5,458	5,476	6,774
XII	Paid-up equity share capital (Face Value - Rs 10 per Equity Share)	1,862	1,862	1,862	1,862	1,862	1,862
XIII	Earnings per equity share (nominal value of share Rs. 10) (previous year: Rs. 10)						
	Basic and Diluted	9.43	9.15	9.61	29.57	29.40	37.82

NOTES:

- The above results were reviewed by the Audit Committee and upon their recommendation, approved by the Board of Directors at their meeting held on 22 January 2018. The Statutory auditors of the Company have carried out limited review of the financial results for the quarter ended and nine months ended 31 December 2017 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.adi-mps.com.
- These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5 July 2016. Accordingly, the figures for the year ended 31 March 2017 have been presented after incorporating the applicable Ind AS adjustments in addition to the figures for the quarter and nine months ended 31 December 2016.
- The consolidated financial results of MPS Limited (the Company), its Subsidiaries (collectively known as "the Group") are prepared in accordance with Accounting Standard (Ind AS-110) "Consolidated Financial Statements" as specified under the section 133 of the Companies Act, 2013.
- Transition to Ind-AS:**
The Company adopted Ind AS from 01 April 2017. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Sec 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP) and Companies (Accounting Standards) Amendment Rules, 2016, which was the previous GAAP (referred to as 'Previous GAAP').
Impact of transition has been provided in the Equity as at 01 April 2016 and results for the quarter and nine months ended 31 December 2016 and previous year ended 31 March 2017 have been restated to comply with Ind-AS to make them comparable.



Reconciliations between financial results, as previously reported (as per 'Previous GAAP') and Ind AS for quarter/nine months/year presented are as under:

(INR in lacs)

Particulars	Corresponding three months ended in previous year	Year to date figures for nine months in previous period ended	Previous Year ended
	31-Dec-2016	31-Dec-2016	31-Mar-2017
Net Profit under Previous GAAP	1,720	5,410	6,996
Impact of fair valuation of current investment	23	27	(7)
Impact of fair valuation of forward exchange contracts	1	(86)	(87)
Impact of expected credit loss	38	11	(20)
Impact on depreciation due to business combination accounting	27	54	80
Others (refer note i below)	-	60	58
Consequential tax adjustments	(20)	(2)	23
Net Profit for the period under Ind AS	1,789	5,474	7,043
Other Comprehensive Income/(loss) (net of taxes)	84	2	(269)
Total Comprehensive Income under Ind AS	1,873	5,476	6,774
i) Others include adjustments resulting from classification of actuarial gain/(loss) to OCI, etc.			

5 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.

During the quarter ended December 2017, segment revenue and cost has been realigned as per the changes in the evaluation of performance by CODM. Accordingly figures for the previous quarters, previous periods and previous year have been realigned to confirm current period presentation.

(INR in lacs)

SI No	Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in previous year	Year to date figures for nine months in current period ended	Year to date figures for nine months in previous period ended	Previous Year ended
		31-Dec-2017 (Un-Audited)	30-Sep-2017 (Un-Audited)	31-Dec-2016 (Un-Audited)	31-Dec-2017 (Un-Audited)	31-Dec-2016 (Un-Audited)	31-Mar-2017 (Audited)
I	Segment revenue						
	Content solutions	5,572	5,760	6,968	16,717	18,781	24,857
	Platform solutions	1,216	1,107	1,033	3,628	2,926	4,013
	Total revenue from operations	6,788	6,867	8,001	20,345	21,707	28,870
II	Segment results (profit before tax, exceptional items and interest from each segment)						
	Content solutions	2,174	2,263	2,651	6,295	6,940	8,868
	Platform solutions	524	218	168	1,121	943	1,149
	Total	2,698	2,481	2,819	7,416	7,883	10,017
	Less: Finance cost	2	1	10	4	12	17
	Less: Exceptional item and un-allocable expenditure (net of un-allocable income)	(18)	(167)	116	(570)	(245)	(256)
	Profit before tax	2,714	2,647	2,693	7,982	8,116	10,256

- (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.

- 6 The Group acquired group of assets including application platform business from Digital River, Inc. a company based in USA vide asset purchase agreement dated 3 February 2017 for the consideration of Rs.428 Lacs which qualifies for business combination accounting. The customary conditions for consummation of the said acquisition have been complied with effect from 1 April 2017. As a result, the Company has recorded net assets amounting to Rs.378 lacs at fair value and the differential consideration is allocated to Goodwill amounting to Rs.50 Lacs.
- 7 The Group utilized a sum of Rs.2,756 Lacs, out of total proceeds of Rs.14,780 Lacs from Qualified Institutional Plan ('QIP') (net of issue expenses) raised during the financial year ended 31 March 2015. The balance proceeds of Rs.12,024 Lacs, 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, remain invested in interest/dividend bearing liquid instruments, including money market mutual funds.
- 8 During the quarter ended 31 December 2017, MAG+ AB a wholly owned subsidiary, at Sweden has been liquidated and ceased to be subsidiary of the Company.



9 The Standalone results of the Company are available on the Company's website www.adi-mps.com. The key standalone financial information of the Company is given below:

(INR in lacs)

Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in previous year	Year to date figures for nine months in current period ended	Year to date figures for nine months in previous period ended	Previous Year ended
	31-Dec-2017 (Un-Audited)	30-Sep-2017 (Un-Audited)	31-Dec-2016 (Un-Audited)	31-Dec-2017 (Un-Audited)	31-Dec-2016 (Un-Audited)	31-Mar-2017 (Audited)
Revenue from operations	5,304	5,879	5,866	16,617	16,650	22,356
Profit before tax	2,588	2,799	2,357	7,898	7,467	10,064
Tax expense	856	998	778	2,553	2,395	3,149
Profit for the period	1,732	1,801	1,579	5,345	5,072	6,915
Other comprehensive income, net of income tax	13	9	-	(48)	(39)	(39)
Total comprehensive income for the period	1,745	1,810	1,579	5,297	5,033	6,876

By Order of the Board of Directors

Rahul Arora



Chief Executive Officer and Whole Time Director



Place: Gurugram

Dated : 22 January 2018