

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020
(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 nine months in current period ended	Year to date figures for nine months in previous period ended	Previous year ended
		31-Dec-2020 (Un-Audited)	30-Sep-2020 (Un-Audited)	31-Dec-2019 (Un-Audited)	31-Dec-2020 (Un-Audited)	31-Dec-2019 (Un-Audited)	31-Mar-2020 (Audited)
I	Revenue from operations (net)	7,583	7,290	4,467	19,798	14,247	18,765
II	Other income	377	153	292	758	1,415	1,842
III	Total income (I+II)	7,960	7,443	4,759	20,556	15,662	20,607
IV	Expenses						
	Employee benefits expense	3,090	3,116	2,236	8,383	6,670	8,855
	Finance costs	31	32	34	89	101	138
	Depreciation and amortization expense	345	366	186	902	565	745
	Other expenses	1,787	2,030	1,010	4,741	2,920	3,900
	Total expenses	5,253	5,544	3,466	14,115	10,256	13,638
V	Profit before exceptional items (III-IV)	2,707	1,899	1,293	6,441	5,406	6,969
VI	Exceptional items	-	-	-	-	-	-
VII	Profit before tax (V-VI)	2,707	1,899	1,293	6,441	5,406	6,969
VIII	Tax expenses						
	Current tax	625	332	629	1,397	1,688	2,197
	Adjustment of tax relating to earlier years	497	-	2	497	23	23
	Deferred tax charge	62	178	(295)	271	(363)	(528)
	Total tax expenses	1,184	510	336	2,165	1,348	1,692
IX	Profit for the period (VII-VIII)	1,523	1,389	957	4,276	4,058	5,277
X	Other comprehensive income						
	Items that will not be reclassified to profit or loss						
	Remeasurement of the net defined benefit liability/asset	(19)	22	8	(61)	(9)	(21)
	Income tax relating to items that will not be reclassified to profit or loss	5	(5)	(2)	16	2	5
	Items that will be reclassified subsequently to profit or loss						
	Exchange differences on translation of foreign operations	(1)	27	-	26	-	-
	Total other comprehensive income	(15)	44	6	(19)	(7)	(16)
XI	Total comprehensive income for the period (IX+X)	1,508	1,433	963	4,257	4,051	5,261
XII	Paid-up equity share capital (Face value - INR 10 per equity share)	1,805	1,862	1,862	1,805	1,862	1,862
XIII	Earnings per equity share (nominal value of share INR 10)						
	Basic and diluted	8.42	7.46	5.14	23.19	21.79	28.34

Notes:

1 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 28 January 2021. The Statutory auditors of the Company have carried out limited review of the financial results for the quarter and nine months ended 31 December 2020 and an unmodified report has been issued. The same has been filed with Stock Exchanges and is also available on the Company's website at www.mpslimited.com.

2 Segment Reporting

(a) Based on the "management approach" as defined in Ind AS108 Operating Segments, the Chief Operating Decision Maker ('CODM') evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along with these business segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments. The CODM has evaluated the segment wise allocation for the US business of the new acquisition of HighWire into existing segment of Platform Solutions.

(INR in lacs)

S.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-2020	30-Sep-2020	31-Dec-2019	31-Dec-2020	31-Dec-2019	31-Mar-2020
		(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Audited)
I	Segment revenue						
	Content solutions	4,305	3,940	3,664	12,277	11,710	15,444
	Platform solutions	3,278	3,350	803	7,521	2,537	3,321
	Total revenue from operations	7,583	7,290	4,467	19,798	14,247	18,765
II	Segment results (profit before tax, exceptional items and interest from each segment)						
	Content solutions	1,841	1,577	1,167	5,231	4,359	5,810
	Platform solutions	1,048	702	403	2,208	1,376	1,747
	Total	2,889	2,279	1,570	7,439	5,735	7,557
	Less: Finance costs	31	32	34	89	101	138
	Less: Un-allocable expenditure (net of un-allocable income)	151	348	243	909	228	450
	Profit before tax	2,707	1,899	1,293	6,441	5,406	6,969

(b) Assets and liabilities used in the Company's business are not identified to any of the reportable segments, as these are used interchangeably between segments and the management believes that it is not practicable to provide segment disclosures relating to total assets and liabilities.

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 preliminary purchase price allocation to the various identifiable acquired assets and assumed liabilities, provisional goodwill of INR 3,207 Lacs has been recognized subject to working capital and tax adjustments. 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 the United Kingdom at a purchase consideration of INR 770 Lacs.

4 The Company has decided to opt for the recently introduced Scheme by the Government under the Income Tax Law in respect of four Assessment Years. This is to avoid protracted litigation and the attendant uncertainty on the issues covered in those years. Consequently a tax provision of INR 585 Lacs has been made towards this purpose during the quarter ended 31 December 2020.

5 During the quarter ended 31 December 2020, the Company has completed Buyback of 5,66,666 equity shares. All the equity shares bought back have been extinguished on 12 October 2020.

6 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.

7 In assessing the recoverability of receivables including unbilled receivables, contract assets, goodwill, intangible assets and investments, the Company has considered internal and external information up to the date of approval of these financial results including economic forecasts considering emerging situations due to COVID-19. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties in future periods.

By Order of the Board of Directors**Rahul Arora**

Place: Gurugram

Dated: 28 January 2021

Managing Director