

Datamatics Global Services Limited

Regd. Office :
Knowledge Centre, Plot No. 58, Street No.17, MIDC,
Andheri (East), Mumbai - 400 093. INDIA
Tel. : +91 (22) 6102 0000/1/2 • Fax : +91 (22) 2834 3669
CIN : L72200MH1987PLC045205
www.datamatics.com



September 14, 2017

To,
Corporate Communication Department
BSE Limited
Phiroze Jeejeeboy Towers
Dalal Street, Mumbai – 400 001

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East) Mumbai 400 051

Sub: Board Meeting Outcome
BSE Scrip Code: 532528 | NSE Code: DATAMATICS

Dear Sir/Madam,

The Board of Directors of the Company has, at its Meeting held today, i.e., Thursday, September 14, 2017, at Mumbai, inter alia, considered and approved the Unaudited Financial Results for the quarter ended June 30, 2017.

Pursuant to Regulation 33(3)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, attached herewith please find the Unaudited Financial Results alongwith the Limited Review Report for the quarter ended June 30, 2017.

The Meeting of Board of Directors commenced at 9.30 A.M and concluded at 10.45 A.M.

Kindly take the above on your record.

For **Datamatics Global Services Limited**

Divya Kumat
Executive Vice President,
Chief Legal Officer & Company Secretary.



UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

(Rupees in millions)

	STANDALONE		CONSOLIDATED	
	30-Jun-17	30-Jun-16	30-Jun-17	30-Jun-16
	Unaudited	Unaudited	Unaudited	Unaudited
Income from Operations				
Revenue from operations	759.55	706.05	2,085.67	2,073.04
Other income	22.20	28.39	29.66	38.32
Fair valuation gain on investments	17.82	8.76	21.29	11.38
Total income	799.57	743.20	2,136.62	2,122.74
Expenses				
Operational expenses	1.50	0.04	14.45	24.38
Employees benefits expense	487.66	432.09	1,288.89	1,238.56
Depreciation and amortisation expense	26.20	26.88	43.41	64.54
Finance costs	5.55	12.60	6.05	17.11
Other expenses	202.29	187.24	591.66	560.93
Total expenses	723.20	658.85	1,944.46	1,905.52
Share of net profits of associates and joint ventures accounted for using the equity method	-	-	6.91	7.66
Profit before tax	76.37	84.35	199.07	224.88
Tax Expense (including deferred tax and MAT Credit)	11.63	12.60	38.36	33.90
Net Profit (+) / Loss (-) from Ordinary Activities after tax	64.74	71.75	160.71	190.98
Other Comprehensive Income				
Items that will be reclassified to profit or loss	-	-	-	-
Incometax relating to Items that will be reclassified to profit or loss	-	-	-	-
Items that will not be reclassified to profit or loss				
Actuarial gains and losses	(1.31)	(1.44)	(6.00)	(2.66)
Fair Value gain on FVOCI investments	0.02	1.22	0.02	1.22
Tax relating to Items that will not be reclassified to profit or loss	0.45	0.08	2.07	0.50
Total comprehensive income for the year	63.90	71.61	156.80	190.04
Profit attributable to :				
Owners of the company	63.90	71.61	151.98	188.83
Non Controlling Interest	-	-	8.73	2.15
Net Profit/Loss after taxes, non controlling interest	63.90	71.61	160.71	190.98
Total comprehensive income attributable to :				
Owners of the company	-	-	148.07	187.89
Non Controlling Interest	-	-	3.73	2.15
Total comprehensive income for the year	63.90	71.61	156.80	190.04
Paid-up equity share capital (Face Value per share Rs. 5/-)	294.75	294.75	294.75	294.75
Earnings Per Share (EPS) (Not Annualised)				
- Basic	1.08	1.21	2.73	3.24
- Diluted	1.08	1.21	2.70	3.24

NOTES:

- The unaudited consolidated financial results and the unaudited standalone financial results of the Company for the quarter ended June 30, 2017 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on September 14, 2017.
- The financial result for the quarter ended June 30, 2016 has not been reviewed and has been presented based on the information compiled by the management after making the necessary adjustments to give a true and fair view of the results in accordance with Ind AS.
- The statement does not include IND AS compliant results for preceding quarter and previous year ended March 31, 2017, as it is not mandatory as per SEBI's circular dated July 5, 2016.
- The Company has presented, for the first time, its financial results under Indian Accounting Standards ("Ind AS") which is applicable w.e.f 1st April 2017 and accordingly these financial results have been prepared in accordance with recognition and measurement principles laid down in the Ind AS 34 - Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Financial results for the comparative period have also been presented in accordance with the recognition and measurement principles of Ind AS 34.
- The format for un-audited quarterly results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 has been modified to comply with requirement of SEBI's circular dated July 5, 2016, Ind AS and Schedule III to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
- The Company has an investment of Rs. 644.04 million in one of its wholly owned subsidiary and has also extended loans and advances of Rs. 9.62 million to this subsidiary as on June 30, 2017. The net worth of this subsidiary has declined. This investment is for long term and of strategic nature. As the management is confident of turning around the subsidiary in the near future, provision for diminution in the value, if at all required is not made.
- Previous quarter figures have been appropriately regrouped and reclassified wherever necessary to conform to the current quarter presentations.
- Operating segments are components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker, in deciding how to allocate resources and assessing performance. The Group's chief operating decision maker is Vice Chairman and CEO.

The Group organised itself into two business units, which form the operating segments for segment reporting.

The operating segments are :

- IT Services
- Business Process Outsourcing (BPO)

Particulars	Period	In Rs. Millions		
		IT Services	BPO	Total
Revenue	30-Jun-17	1,062.59	1,023.08	2,085.67
	30-Jun-16	1,165.23	907.81	2,073.04
Identifiable expenses	30-Jun-17	989.56	905.45	1,895.01
	30-Jun-16	1,052.70	771.17	1,823.87
Segment results	30-Jun-17	73.03	117.63	190.66
	30-Jun-16	112.53	136.64	249.17
Unallocable expenses	30-Jun-17			49.45
	30-Jun-16			81.64
Other income	30-Jun-17			50.95
	30-Jun-16			49.70
Profit before taxes	30-Jun-17			199.07
	30-Jun-16			224.88
Tax expenses	30-Jun-17			38.36
	30-Jun-16			33.90
Profit after tax	30-Jun-17			160.71
	30-Jun-16			190.98

- Reconciliations between consolidated and standalone financial results, as previously reported (referred to as 'Previous GAAP') and Ind AS for quarter presented are as under:

Particulars	In Rs. Millions	
	Consolidated	Standalone
Net Profit as per previous GAAP	169.60	51.98
Fair valuation of investments	11.38	8.76
Amortisation of leasehold land	(1.17)	(1.17)
Deferred tax on freehold land	(0.79)	(0.79)
Amortisation of transaction costs on borrowings	(0.11)	(0.11)
Reversal of amortisation of goodwill	6.20	6.20
Unwinding of interest on DGTL preference shares	-	3.17
Actuarial valuation loss reclassification to OCI	2.66	1.44
Tax on OCI items	(0.50)	(0.08)
Deferred tax impact on Ind AS adjustments	(4.20)	2.35
Ind AS impact on Equity Accounting of CDIS	(4.77)	-
Ind AS impact on Equity Accounting of LDERL	12.68	-
Net profit for the period under Ind AS	190.98	71.75
Other Comprehensive Income	(0.94)	(0.14)
Total Comprehensive income under Ind AS	190.04	71.61

For and on behalf of the Board
Datamatics Global Services Limited

Place : Mumbai
Date : September 14, 2017




Rahul L. Kanodia
Vice Chairman & CEO

Limited Review Report

To,
The Board of Directors of Datamatics Global Services Limited ("Company")

1. We have reviewed the accompanying statement of unaudited standalone financial results of **DATAMATICS GLOBAL SERVICES LIMITED ("Company")** for the quarter ended June 30, 2017 (the 'Statement'), attached herewith, being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement which is the responsibility of the Company's management and has been approved by Board of Directors. Our responsibility is to issue a report on these financial statements based on our review. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited Balance sheet as at April 1, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information performed by Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The Company has an investment of Rs. 644.04 million in one of its wholly owned subsidiaries and also extended loans and advances of Rs. 9.62 million to this subsidiary as on June 30, 2017. The net worth of this subsidiary has declined. We are given to understand that this investment is for long term and of strategic in nature and the management is confident of turning around the subsidiary in the near future. In view of this, we are unable to comment on whether provision if any, for the diminution in the value of investment is required to be made.
4. Based on our review conducted and read together with paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable Indian Accounting Standards (Ind AS) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

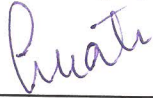


5. We draw attention to the following matters:

- a) Note 4 to the statement which states that the Company has adopted Ind AS for the financial year commencing from April 01, 2017, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.
- b) We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended on June 30, 2016 and accordingly, we do not express any conclusion on the results in the Statement for the quarter ended June 30, 2016. As set out in note 2 to the Statement, these figures have been furnished by the Management.

Our conclusion is not qualified in respect of these matters.

For Kanu Doshi Associates LLP
Chartered Accountants
Firm Registration No: 104746W/W100096



Arati Parmar
Partner
Membership No.: 102888
Place: Mumbai
Date: 14th September, 2017

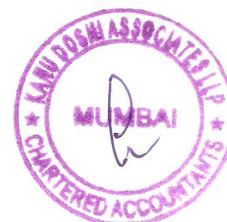


Independent Auditor's Review Report on Quarterly Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors of Datamatics Global Services Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ("the statement") of Datamatics Global Services Limited ("the Holding Company"), its subsidiaries (including step down subsidiaries) and its joint ventures (the Holding Company, its subsidiaries and its Joint Ventures together referred to as 'the Group') with respect to the quarter ended June 30, 2017, attached herewith, being submitted by the Holding Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement which is the responsibility of the Holding Company's management and has been approved by Board of Directors. Our responsibility is to issue a report on the statement based on our review. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited Consolidated Balance sheet as at April 1, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the statement in accordance with the standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Holding company personnel and analytical procedures applied to the financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The statement includes the results of the subsidiaries (including step down subsidiaries) and joint ventures mentioned in "Annexure A".
4. The financial results of eight subsidiaries including three step down subsidiaries included in Statement which reflects total revenue of Rs. 1,785.59 million for the quarter ended June 30, 2017 and net profit after tax of Rs. 79.65 million for the quarter ended as at June 30, 2017 have been reviewed by us. The statement also includes the Group's share of net profit of Rs. 6.29 Million for the quarter ended June 30, 2017 as considered in the Statement in respect of one joint venture, whose financial result has been reviewed by us.



5. The financial results of fifteen subsidiaries including eleven step down subsidiaries included in the statement whose financial results are unaudited or not reviewed and certified by their management, which reflects total revenues of Rs. 105.68 million and net profit after tax of Rs. 11.22 million, for the quarter ended June 30, 2017. The statement also include the Group's share of net loss of Rs. 0.26 Million for the quarter ended June 30, 2017 as considered in the Statement in respect of three joint ventures whose financial results are unaudited or not reviewed and certified by their management.

Our report on the Statement in so far as it relates to amount included in respect of these subsidiaries including step down subsidiaries and joint ventures is solely based on the management certified financial results of those subsidiaries and joint ventures.

We are unable to comment upon the resultant impact, if any, on the profit and net assets of the unaudited consolidated financial results of the Company as at June 30, 2017, had the subsidiaries including step down subsidiaries and joint ventures been reviewed.

However our opinion is not modified in respect of this matter.

6. Based on our review conducted as above and based on the consideration of management certified accounts referred to in note no. 5 above, nothing has come to our attention that causes us to believe that the information contained in accompanying statement prepared in accordance with the Indian Accounting Standards (Ind AS) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw attention to the following matters:
- a) Note 4 to the statement which states that the Company has adopted Ind AS for the financial year commencing from April 01, 2017, and accordingly, the Statement has been prepared by the Holding Company's Management in compliance with Ind AS.
- b) We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended on June 30, 2016 and accordingly, we do not express any conclusion on the results in the Statement for the quarter ended June 30, 2016. As set out in note 2 to the Statement, these figures have been furnished by the Holding Company's Management.

Our conclusion is not qualified in respect of these matters.

For Kanu Doshi Associates LLP

Chartered Accountants

Firm Registration No: 104746W/W100096



Arati Parmar

Partner

Membership No: 102888

Place: Mumbai

Date: 14th September, 2017



Annexure A

S.R.No	NAME	Subsidiary / Joint Venture
1	Datamatics Global Services Inc.	Subsidiary
2	Datamatics Global Services Gmbh	Subsidiary
3	Datamatics Infotech Limited	Subsidiary
4	Datamatics Global Services Pty Limited	Subsidiary
5	Datamatics Global Technologies Ltd - Mauritius	Subsidiary
6	Datamatics Global Technologies AG	Subsidiary
7	Cignex Datamatics technologies Private Limited	Step down Subsidiary
8	Cybercom Datamatics Information Solutions Limited	Joint Venture
9	Cignex Datamatics Corporation BVI	Step down Subsidiary
10	CIGNEX Datamatics, Inc. Michigan	Step down Subsidiary
11	CIGNEX Datamatics Pte Ltd- Singapore	Step down Subsidiary
12	CIGNEX Datamatics GmbH	Step down Subsidiary
13	Cignex Datamatics UK Limited	Step down Subsidiary
14	Lumina Datamatics Limited	Subsidiary
15	Datamatics Global Services FZLLC - Dubai	Subsidiary
16	Lumina Datamatics US Inc	Step down Subsidiary
17	Lumina Datamatics GmbH	Step down Subsidiary
18	LDR eRetail Limited	Step down Subsidiary
19	Lumina Datamatics Assessment & Analytics, LLC	Step down Subsidiary
20	Duo Design LLC	Step down Subsidiary
21	Elevondata Inc	Joint Venture
22	Elevondata LLC	Joint Venture
23	Elevondata India	Joint Venture
24	LD Publishing and eRetail Limited	Subsidiary
25	Attune Infocom Private Limited	Step down Subsidiary
26	Scalysis Technologies Private Limited	Step down Subsidiary
27	Datamatics Global Services Corp	Step down Subsidiary

