

September 10, 2020

To,
Corporate Communication Department
BSE Limited
Phiroze Jeejeeboy Towers,
Dalal street, Mumbai - 400 001.
BSE Scrip Code : 532528

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051.
Symbol: DATAMATICS

Sub: Outcome of the Board Meeting.

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to intimate that the Board of Directors of the Company have, at their meeting held today, i.e., Thursday, September 10, 2020, inter alia, transacted following businesses:

1. The Board considered and approved the Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2020, read with the Limited Review Report issued by the Auditors.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, attached herewith please find Unaudited Standalone and Consolidated Financial Results alongwith Limited Review Report for the quarter ended June 30, 2020.

2. Based on the recommendation of Nomination and Remuneration Committee, the Board of Directors has appointed Mrs. Asha L. Kanodia as an Additional Director designated as Non Executive Non Independent Director of the Company with effect from September 10, 2020 till the date of ensuing Annual General Meeting of the Company.

Brief Profile of Mrs. Asha L. Kanodia:

Mrs. Asha L. Kanodia is an arts graduate in Psychology from University of Mumbai. She studied Social Psychology at Massachusetts Institute of Technology (MIT), Boston, (USA). She has also completed several part time courses while in England at the Stanhope Institute.

Mrs. Kanodia is an Interior Designer. She has designed most of the Datamatics's Offices. She has over 45 years of experience in Interior Designs.

Mrs. Kanodia is also on the Board of Anemone Management Consultancy Services Private Limited and partner in Datamatics Management Services LLP and India Realty Excellence Fund II LLP.



Mrs. Asha Kanodia is wife of Chairman Dr. Lalit Kanodia and mother of Mr. Rahul Kanodia and Sameer Kanodia, Directors of the Company.

We hereby confirm that Mrs. Asha L. Kanodia is not debarred from holding the office of Director by virtue of any Securities and Exchange Board of India (SEBI) order or any such other authority.

The Meeting of the Board of Directors commenced at 11.15 A.M. and concluded at 1.10 P.M.

Kindly take the above on your record and acknowledge the receipt.

Thanking you,

For Datamatics Global Services Limited

Divya Kumat
EVP, Chief Legal Officer and Company Secretary
(FCS: 4611)
Encl. : As above.

DATAMATICS

DATAMATICS GLOBAL SERVICES LIMITED

Registered Office : Knowledge Centre, Plot No. 58, Street No. 17, MIDC, Andheri (E), Mumbai -4000093.

CIN: L72200MH1987PLC045205, Tel. No.: - +91-22-61020000/1/2 Fax. No.: - +91-22-28343669

Website : www.datamatics.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rupees in millions)

	STANDALONE				CONSOLIDATED			
	Quarter ended		Year ended		Quarter ended		Year ended	
	30-Jun-20	31-Mar-20	30-Jun-19	31-Mar-20	30-Jun-20	31-Mar-20	30-Jun-19	31-Mar-20
	Unaudited	Audited (Refer Note 4)	Unaudited	Audited	Unaudited	Audited (Refer Note 4)	Unaudited	Audited
Income from Operations								
Revenue from operations	900.01	1,026.02	1,010.84	4,158.35	2,770.91	3,103.81	2,901.72	12,033.24
Other income	15.17	46.65	6.23	143.36	23.95	73.74	17.27	205.10
Total income	915.18	1,072.67	1,017.07	4,301.71	2,794.86	3,177.55	2,918.99	12,238.34
Expenses								
Purchase of products and licenses	10.65	49.52	17.75	99.73	29.25	78.50	34.29	169.84
Employees benefits expense	661.32	703.34	621.11	2,660.05	1,938.95	2,036.81	1,831.86	7,750.70
Finance costs	13.59	4.91	8.26	24.35	21.38	10.04	13.59	46.26
Depreciation and amortisation expense	30.13	32.20	32.55	129.15	94.22	92.14	88.21	369.97
Impairment of goodwill and other assets	-	-	-	-	-	157.72	-	157.72
Other expenses	176.84	224.73	221.82	969.40	517.08	706.39	681.21	2,876.97
Total expenses	892.53	1,014.70	901.49	3,882.68	2,600.88	3,081.60	2,649.16	11,371.46
Share of net profits of associates and joint ventures accounted for using the equity method	-	-	-	-	1.79	4.35	3.95	12.03
Profit before tax	22.65	57.97	115.58	419.03	195.77	100.30	273.78	878.91
Tax Expense								
Current tax	6.74	15.31	33.14	102.91	61.78	79.80	73.04	264.43
Deferred tax	(1.35)	(2.65)	(4.93)	8.72	(6.59)	(17.79)	(8.33)	(3.79)
Net Profit (+) / Loss (-) from Ordinary Activities after tax	17.26	45.31	87.37	307.40	140.58	38.29	209.07	618.27
Other Comprehensive Income								
Items that will be reclassified to profit or loss	23.58	(30.29)	31.60	(87.12)	1.45	93.11	(34.91)	9.69
Income tax relating to Items that will be reclassified to profit or loss	(5.93)	7.62	(11.04)	29.14	(12.88)	28.55	(12.51)	57.24
Items that will not be reclassified to profit or loss								
Actuarial gains and losses	(6.71)	(11.06)	(0.99)	(26.84)	(12.47)	(10.85)	(2.52)	(49.59)
Fair Value gain on FVOCI investments	1.65	(5.84)	1.31	(7.17)	1.65	(5.84)	1.31	(7.17)
Tax relating to Items that will not be reclassified to profit or loss	1.63	3.06	0.24	6.03	3.08	2.36	0.66	11.14
Total comprehensive income	31.48	8.80	108.49	221.44	121.41	145.62	161.10	639.58
Profit attributable to :								
Owners of the company	17.26	45.31	87.37	307.40	140.58	115.50	192.39	638.64
Non Controlling Interest	-	-	-	-	-	(77.21)	16.68	(20.37)
Net Profit/Loss after taxes, non controlling interest	17.26	45.31	87.37	307.40	140.58	38.29	209.07	618.27
Total comprehensive income attributable to :								
Owners of the company	31.48	8.80	108.49	221.44	125.25	215.19	148.45	674.44
Non Controlling Interest	-	-	-	-	(3.84)	(69.57)	12.65	(34.86)
Total comprehensive income	31.48	8.80	108.49	221.44	121.41	145.62	161.10	639.58
Paid-up equity share capital (Face Value per share Rs. 5/-)	294.75	294.75	294.75	294.75	294.75	294.75	294.75	294.75
Earnings Per Share (EPS) (Not Annualised)								
- Basic	0.29	0.77	1.48	5.21	2.38	1.96	3.26	10.83
- Diluted	0.29	0.77	1.48	5.21	2.38	1.96	3.26	10.83

Datamatics Global Services Limited**Segment Reporting**

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 :

- a. IT Services (IT)
- b. Business Process Management (BPM)

(Rupees in million)

Particulars	Q1'20-21	Q4'19-20	Q1'19-20	FY 19-20
Segment Revenue				
IT	1,561.59	1,781.34	1,694.24	7,071.14
BPM	1,209.32	1,322.47	1,207.48	4,962.10
Total	2,770.91	3,103.81	2,901.72	12,033.24
Less: Inter Segment Revenue	-	-	-	-
Revenue from Operations	2,770.91	3,103.81	2,901.72	12,033.24
Segment results				
IT	163.11	186.32	200.48	785.11
BPM	122.52	95.79	153.88	450.62
Total	285.63	282.11	354.36	1,235.73
Less: Inter Segment Revenue	-	-	-	-
Total Segment results	285.63	282.11	354.36	1,235.73
unallocable expenses	115.60	259.90	101.80	573.95
Share in profit of JV	1.79	4.35	3.95	12.03
Other income	23.95	73.74	17.27	205.10
Profit before taxes	195.77	100.30	273.78	878.91
Tax expenses	55.19	62.01	64.71	260.64
Profit after tax	140.58	38.29	209.07	618.27

Segment Assets and Liabilities

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

NOTES:

- 1 The unaudited consolidated financial results and the unaudited standalone financial results of the Company for the quarter ended June 30, 2020 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on September 10, 2020. The statutory auditors have reviewed consolidated and standalone unaudited financial results.
- 2 The unaudited standalone / consolidated financial results have been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI).
- 3 The Company has an investment in the standalone financial statements of Rs. 646.30 million in two of its wholly owned subsidiaries and has also extended advances of Rs. 14.54 million to these subsidiaries as on June 30, 2020. The net worth of these subsidiaries as on June 30, 2020 is Rs. 545.82 million (As on March 31, 2020 Rs. 539.57 million) which is lower than the amount of investment. The investment is for long term and of strategic nature. As the management is confident of turning around these subsidiaries in the near future and hence, no provision for diminution in the value of investment and advances has been considered necessary by the management.
- 4 Figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year and published year to date figure upto the third quarter of financial year ended March 31, 2020.
- 5 On April 20, 2020, Duo Consulting Inc. ("Duo"), a subsidiary of Cignex Datamatics Inc. (Cignex USA), entered into a sale and assignment agreement ("Asset Purchase Agreement") with a third party. Under the terms of the agreement, Duo has agreed to sell contracts and computer system, assign its employees along with customer contracts, and business IT systems. Consequently, the Management of the Holding Company, in its annual assessment for goodwill impairment, has impaired the goodwill associated with Duo amounting to Rs. 157.72 million in the consolidated financial results ended March 31, 2020.
- 6 The outbreak of corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Group's operations and revenue during the current quarter were impacted due to COVID-19. The Group has taken into account the possible impact of COVID-19 in preparation of the unaudited financial results, including its assessment of recoverable value of its assets based on internal and external information upto the date of approval of these unaudited financial results and current indicators of future economic conditions.
- 7 Previous quarter / year figures have been appropriately regrouped, recasted and reclassified wherever necessary to conform to the current year presentations.

For and on behalf of the Board
Datamatics Global Services Limited

Place : Mumbai
Date : September 10, 2020

Rahul L. Kanodia
Vice Chairman & CEO

M L BHUWANIA AND CO LLP

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY UNAUDITED STANDALONE FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED

Review Report to The Board of Directors of DATAMATICS GLOBAL SERVICES LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **DATAMATICS GLOBAL SERVICES LIMITED** ("Company") for the quarter ended June 30, 2020 ("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, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Management and is approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Attention is drawn to Note No. 3, the Company has an investment of Rs. 646.30 million in two of its wholly owned subsidiaries and has also extended loans and advances of Rs. 14.54 million to these subsidiaries as on June 30, 2020. The total net worth of these subsidiaries as on June 30, 2020 is Rs. 545.82 million which is lower



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than the total amount of investment. As per the Management, the investment is for long term and of strategic nature and the Management is confident of turning around these subsidiaries in the near future and hence, no provision for diminution in the value of investment and loans and advances has been considered necessary by the Management.

Our opinion is not modified in respect of this matter.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The standalone financial results for the quarter ended on March 31, 2020 are the balancing figures between the audited figures in respect of the year ended on March 31, 2020 and the published year to date figures up to the period December 31, 2019, being the date of the end of the third quarter of the respective financial year, which were subject to limited review, as required under the Listing Regulations.

For and behalf of
M L BHUWANIA AND CO LLP
Chartered Accountants
FRN: 101484W / W100197



Ashishkumar Bairagra
Partner
Membership No. 109931
UDIN: 20109931AAAABW8322



Place: Mumbai
Date: September 10, 2020

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED

**Review Report to
The Board of Directors of
DATAMATICS GLOBAL SERVICES LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **DATAMATICS GLOBAL SERVICES LIMITED** ("Holding Company") and its subsidiaries (including step down subsidiaries) (the Holding Company and its subsidiaries together referred to as the "Group"), and its share of the net profit after tax and total comprehensive income of its joint venture for the quarter ended June 30, 2020 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2013 as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and is approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India ("SEBI") under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

4. The Statement includes the results of the subsidiaries (including step down subsidiaries) and the joint venture mentioned in "Annexure A".
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the unaudited interim financial results of four subsidiaries (including three step down subsidiaries) included in the Statement, whose unaudited interim financial results include total revenue of Rs. 1,401.83 million, total net profit after tax of Rs. 99.73 million and total comprehensive income of Rs. 118.54 million, for the quarter ended June 30, 2020, as considered in the Statement. The Statement also includes Group's share of net profit after tax of Rs. 1.79 million and total comprehensive income of Rs. 1.82 million, for the quarter ended June 30, 2020, as considered in the Statement, in respect of a joint venture, whose unaudited interim financial results have not been reviewed by us.

These unaudited interim financial results have been reviewed by other auditors whose independent auditor's reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph 3 above.

7. We did not review the unaudited interim financial results / information of eighteen subsidiaries (including fourteen step down subsidiaries), whose unaudited interim financial results / information include total revenue of Rs. 229.67 million and total net loss after tax of Rs. 20.66 million and total comprehensive loss of Rs. 18.04 for the quarter ended June 30, 2020 as considered in the Statement.



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These unaudited interim financial results / information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these unaudited interim financial results / information are not material to the Group.

8. Our conclusion on the Statement in respect of matters stated in para 6 and 7 is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results / information certified by the Management.
9. The consolidated financial results for the quarter ended on March 31, 2020 are the balancing figures between the audited figures in respect of the year ended on March 31, 2020 and the published year to date figures up to the period December 31, 2019, being the date of the end of the third quarter of the respective financial year, which were subject to limited review, as required under the Listing Regulations.

For and on behalf of
M L BHUWANIA AND CO LLP
Chartered Accountants
FRN: 101484W/W100197

Ashishkumar Bairagra
Partner
Membership No. 109931
UDIN: 20109931AAAABX5900



Place: Mumbai
Date: September 10, 2020

M L BHUWANIA AND CO LLP

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Annexure A to our Independent Auditor's Review Report dated September 10, 2020

Sr. No.	Name	Subsidiary / Step down Subsidiary / Joint Venture
1	Datamatics Global Services Inc	Subsidiary
2	Datamatics Infotech Limited	Subsidiary
3	Datamatics Global Services Pty Limited	Subsidiary
4	Datamatics Global Technologies Limited	Subsidiary
5	Datamatics Global Technologies AG	Subsidiary
6	Datamatics Global Services FZLLC	Subsidiary
7	Datamatics Global Services BV	Step down Subsidiary
8	Datamatics Global Services Corp	Step down Subsidiary
9	Datamatics Robotics Software Inc	Step down Subsidiary
10	Datamatics Robotics Software Limited	Step down Subsidiary
11	LD Publishing and eRetail Limited	Subsidiary
12	Datamatics Digital Limited	Subsidiary
13	Datamatics Staffing Services Limited	Step down Subsidiary
14	RJ Globus Solutions Inc	Step down Subsidiary
15	RJ Globus Inc	Step down Subsidiary
16	RJ Globus Solutions Private Limited	Step down Subsidiary
17	Cignex Datamatics Corporation	Step down Subsidiary
18	Cignex Datamatics, Inc	Step down Subsidiary
19	Cignex Datamatics Technologies Limited	Step down Subsidiary
20	Cignex Datamatics Pte Limited	Step down Subsidiary
21	Cignex Datamatics UK Ltd	Step down Subsidiary
22	Cignex Datamatics GmbH	Step down Subsidiary
23	Lumina Datamatics Limited	Subsidiary
24	Lumina Datamatics Inc	Step down Subsidiary
25	Lumina Datamatics GMBH	Step down Subsidiary
26	LDR eRetail Limited	Step down Subsidiary
27	Lumina Datamatics Assessment & Analytics, LLC	Step down Subsidiary
28	Cybercom Datamatics Information Solutions Limited	Joint Venture

