

INTELLECT DESIGN ARENA LIMITED

CIN : L72900TN2011PLC080183

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UNAUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS OF INTELLECT DESIGN ARENA LIMITED FOR THE PERIOD ENDED SEPTEMBER 30, 2018

(Rs in Lakhs)

| PARTICULARS | Standalone | | | | | | Consolidated | | | | | |
|---|----------------------------------|---|--|------------------------------------|--|---|----------------------------------|-----------------------------|----------------------------------|------------------------------------|------------------------------------|---------------------------|
| | Quarter ended September 30, 2018 | Quarter ended June 30, 2018 (Refer Note 2) | Quarter ended September 30, 2017 (Refer Note 2) | Half year ended September 30, 2018 | Half year ended September 30, 2017 (Refer Note 2) | Year ended March 31, 2018 (Refer Note 2) | Quarter ended September 30, 2018 | Quarter ended June 30, 2018 | Quarter ended September 30, 2017 | Half year ended September 30, 2018 | Half year ended September 30, 2017 | Year ended March 31, 2018 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| Income | | | | | | | | | | | | |
| Revenue from Operations | 253,04.12 | 194,67.37 | 154,16.15 | 447,71.49 | 279,10.68 | 675,16.92 | 380,37.09 | 298,85.24 | 268,47.46 | 679,22.33 | 509,64.26 | 1,087,29.07 |
| Other income (Refer Note 6) | 10,60.51 | 41,37.40 | 7,15.06 | 51,97.91 | 9,55.96 | 31,56.85 | 15,55.72 | 42,59.23 | 6,75.71 | 58,14.95 | 9,74.36 | 26,67.82 |
| Total Income | 263,64.63 | 236,04.77 | 161,31.21 | 499,69.40 | 288,66.64 | 706,73.77 | 395,92.81 | 341,44.47 | 275,23.17 | 737,37.28 | 519,38.62 | 1,113,96.89 |
| Expenditure | | | | | | | | | | | | |
| Employee benefit expenses | 156,98.79 | 131,71.67 | 114,27.67 | 288,70.46 | 209,64.35 | 473,24.81 | 251,77.77 | 226,68.52 | 193,28.33 | 478,46.29 | 355,74.85 | 767,11.78 |
| Depreciation/Amortisation | 8,49.77 | 7,95.73 | 5,61.59 | 16,45.50 | 11,19.98 | 25,14.33 | 10,72.89 | 8,42.87 | 5,92.96 | 19,15.76 | 11,81.76 | 26,53.49 |
| Finance Cost | 3,41.02 | 3,07.86 | 3,93.23 | 6,48.88 | 8,04.37 | 13,73.13 | 3,41.02 | 3,07.86 | 3,94.03 | 6,48.88 | 8,12.42 | 13,82.62 |
| Other expenses | 44,21.78 | 37,03.56 | 32,21.42 | 81,25.34 | 77,14.30 | 159,40.97 | 90,32.86 | 59,96.31 | 56,82.26 | 150,29.17 | 119,37.63 | 247,79.11 |
| Total Expenses | 213,11.36 | 179,78.82 | 156,03.91 | 392,90.18 | 306,03.00 | 671,53.24 | 356,24.54 | 298,15.56 | 259,97.58 | 654,40.10 | 495,06.66 | 1,055,27.00 |
| Profit / (Loss) before share of profit / (loss) of associates, joint venture and tax | 50,53.27 | 56,25.95 | 5,27.30 | 106,79.22 | (17,36.36) | 35,20.53 | 39,68.27 | 43,28.91 | 15,25.59 | 82,97.18 | 24,31.96 | 58,69.89 |
| Share of profit/(loss) of associates and joint venture (net of tax) | - | - | - | - | - | - | (1,67.55) | 13.41 | (3,49.13) | (1,54.14) | (3,11.82) | 5,04.05 |
| Profit / (Loss) before tax | 50,53.27 | 56,25.95 | 5,27.30 | 106,79.22 | (17,36.36) | 35,20.53 | 38,00.72 | 43,42.32 | 11,76.46 | 81,43.04 | 21,20.14 | 63,73.94 |
| Tax expenses: | | | | | | | | | | | | |
| Current Tax | - | - | 1.00 | - | 1.00 | - | 5,76.68 | 1,68.96 | 1,83.84 | 7,45.64 | 5,47.08 | 4,83.69 |
| Deferred Tax | - | (2,20.43) | - | (2,20.43) | - | 2,20.43 | - | (2,20.43) | - | (2,20.43) | - | 2,19.29 |
| Profit / (Loss) after tax | 50,53.27 | 58,46.38 | 5,26.30 | 108,99.65 | (17,37.36) | 33,00.10 | 32,24.04 | 43,93.79 | 9,92.62 | 76,17.83 | 15,73.06 | 56,70.96 |
| Profit / (Loss) for the year / period attributable to | | | | | | | | | | | | |
| Owners of the Company | 50,53.27 | 58,46.38 | 5,26.30 | 108,99.65 | (17,37.36) | 33,00.10 | 31,46.61 | 43,52.44 | 7,95.30 | 74,99.05 | 8,69.10 | 46,72.62 |
| Non controlling interest | - | - | - | - | - | - | 77.43 | 41.35 | 1,97.32 | 1,18.78 | 7,03.96 | 9,98.34 |
| Other Comprehensive Income (net of tax) | | | | | | | | | | | | |
| Items that will be reclassified subsequently to profit or loss | | | | | | | | | | | | |
| Net movement on cash flow hedges | (23,76.06) | (22,24.45) | (4,63.37) | (46,00.51) | (9,58.10) | (18,14.18) | (23,76.06) | (22,24.45) | (4,63.37) | (46,00.51) | (9,58.10) | (18,14.18) |
| Exchange differences on translation of foreign operations | - | - | - | - | - | - | 10,36.75 | (57.33) | 1,60.13 | 9,79.42 | 6,80.05 | 13,33.54 |
| Items that will not be reclassified subsequently to profit or loss | | | | | | | | | | | | |
| Re-measurement gains/ (losses) on defined benefit plans | 7.90 | 68.76 | (42.84) | 76.66 | 10.52 | (19.90) | 7.97 | 69.10 | (40.63) | 77.07 | 8.58 | (11.99) |
| Other Comprehensive Income for the year / period (net of tax) | (23,68.16) | (21,55.69) | (5,06.21) | (45,23.85) | (9,47.58) | (18,34.08) | (13,31.34) | (22,12.68) | (3,43.87) | (35,44.02) | (2,69.47) | (4,92.63) |
| Total Comprehensive Income for the year / period | 26,85.11 | 36,90.69 | 20.09 | 63,75.80 | (26,84.94) | 14,66.02 | 18,92.70 | 21,81.11 | 6,48.75 | 40,73.81 | 13,03.59 | 51,78.33 |
| Total Comprehensive Income for the year / period attributable to | | | | | | | | | | | | |
| Owners of the Company | 26,85.11 | 36,90.69 | 20.09 | 63,75.80 | (26,84.94) | 14,66.02 | 18,15.27 | 21,39.76 | 4,51.43 | 39,55.03 | 5,99.63 | 41,79.99 |
| Non controlling interest | - | - | - | - | - | - | 77.43 | 41.35 | 1,97.32 | 1,18.78 | 7,03.96 | 9,98.34 |
| Paid-up Equity share Capital | | | | | | | | | | | | |
| Equity shares of Rs 5 each | 65,58.15 | 62,92.90 | 62,53.67 | 65,58.15 | 62,53.67 | 62,76.45 | 65,58.15 | 62,92.90 | 62,53.67 | 65,58.15 | 62,53.67 | 62,76.45 |
| Other Equity | - | - | - | 794,65.20 | 591,28.83 | 639,59.60 | - | - | 866,02.91 | 697,10.60 | 739,15.37 | - |
| Earning Per Share (EPS) of Rs.5 each | | | | | | | | | | | | |
| Basic | 3.97 | 4.65 | 0.48 | 8.61 | (1.58) | 2.81 | 2.47 | 3.46 | 0.72 | 5.93 | 0.79 | 3.97 |
| Diluted | 3.83 | 4.48 | 0.47 | 8.34 | (1.58) | 2.73 | 2.39 | 3.34 | 0.71 | 5.74 | 0.78 | 3.87 |

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| Statement of Asset and Liabilities | | (Rs in Lakhs) | | | |
|---|-----------------------|---------------------------|-----------------------|---------------------------|--|
| Particulars | Standalone | | Consolidated | | |
| | As at | | As at | | |
| | September 30, 2018 | March 31, 2018 | September 30, 2018 | March 31, 2018 | |
| | Unaudited | Audited (Refer Note 2) | Unaudited | Audited (Refer Note 2) | |
| ASSETS | | | | | |
| Non-current assets | | | | | |
| Property, Plant and Equipment | 140,84.60 | 146,50.47 | 184,01.22 | 185,43.53 | |
| Capital work-in-progress | 4,29.86 | 4,29.06 | 4,29.86 | 4,29.06 | |
| Goodwill on consolidation | - | - | 37,78.67 | 34,84.91 | |
| Other Intangible assets | 60,35.27 | 53,70.11 | 91,45.50 | 53,70.11 | |
| Intangible assets under development | 137,14.15 | 104,01.24 | 205,54.47 | 191,96.52 | |
| Investment in subsidiary, associate and a joint venture | 91,07.62 | 91,07.62 | 45,61.59 | 47,15.74 | |
| Deferred tax assets (net) | 38,30.33 | 11,24.60 | 42,77.09 | 15,57.04 | |
| Financial Assets | | | | | |
| (i) Investments | 1,57.44 | 1,48.55 | 1,56.99 | 1,48.10 | |
| (ii) Loans and deposits | 7,79.83 | 7,27.63 | 11,95.80 | 11,05.99 | |
| (iii) Non current bank balances | 12,76.49 | 9,13.83 | 12,76.49 | 9,13.83 | |
| (iv) Derivative instruments | - | 3.66 | - | 3.66 | |
| Income tax assets (net) | 51,19.47 | 69,61.83 | 58,67.46 | 77,61.36 | |
| Other non-current assets | 36,16.75 | 23,66.72 | 44,26.47 | 31,27.88 | |
| Current assets | | | | | |
| Investment in subsidiary | 15,44.53 | 15,44.53 | - | - | |
| Financial Assets | | | | | |
| (i) Investments | 15,10.13 | 20,64.61 | 15,10.13 | 20,64.61 | |
| (ii) Trade receivables | 344,40.01 | 259,98.16 | 287,23.61 | 241,17.34 | |
| (iii) Cash and cash equivalents | 17,99.38 | 13,80.17 | 73,37.03 | 61,47.37 | |
| (iv) Bank balances other than (iii) above | 11,39.83 | 78,75.39 | 11,39.83 | 78,75.39 | |
| (v) Loans and deposits | 4,46.45 | 5,17.04 | 4,58.70 | 5,33.37 | |
| (vi) Derivative Instruments | - | 1.82 | - | 1.82 | |
| (vii) Other financial assets | 228,40.89 | 115,26.68 | 333,83.82 | 238,12.10 | |
| Other current assets | 76,96.62 | 46,37.51 | 86,65.95 | 52,05.50 | |
| Total Assets | 1,295,69.65 | 1,077,51.23 | 1,552,90.68 | 1,361,15.23 | |
| EQUITY AND LIABILITIES | | | | | |
| EQUITY | | | | | |
| Equity Share capital | 65,58.15 | 62,76.45 | 65,58.15 | 62,76.45 | |
| Other Equity | 794,65.20 | 639,59.60 | 866,02.91 | 739,15.37 | |
| Share application money pending allotment | 1,04.88 | - | 1,04.88 | - | |
| Non-controlling interests | - | - | 10,78.53 | 9,98.34 | |
| LIABILITIES | | | | | |
| Non-current liabilities | | | | | |
| Financial Liabilities | | | | | |
| (i) Borrowings | 84,25.52 | 90,49.54 | 84,25.52 | 90,49.54 | |
| (ii) Derivative instruments | 28,36.62 | - | 28,36.62 | - | |
| Deferred Tax Liabilities (Net) | - | - | 9.35 | 8.42 | |
| Current liabilities | | | | | |
| Financial Liabilities | | | | | |
| (i) Borrowings | 25,88.56 | 38,19.78 | 25,88.56 | 38,19.78 | |
| (ii) Trade payables | | | | | |
| A) total outstanding dues of micro enterprises and small enterprises | - | - | - | - | |
| B) total outstanding dues of creditors other than micro enterprises and small enterprises | 100,50.16 | 73,56.28 | 148,67.88 | 116,59.12 | |
| (iii) Other financial liabilities | 73,21.65 | 88,10.82 | 107,52.23 | 128,92.84 | |
| (iv) Derivative instruments | 17,58.42 | - | 17,58.42 | - | |
| Other current liabilities | 82,53.83 | 62,73.52 | 159,43.77 | 142,82.11 | |
| Provisions | 22,06.66 | 22,05.24 | 37,63.86 | 32,13.26 | |
| Total Equity and Liabilities | 1,295,69.65 | 1,077,51.23 | 1,552,90.68 | 1,361,15.23 | |

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NOTES:

1. The standalone and consolidated financial results for the quarter and period ended September 30, 2018 were approved by the Board of Directors at its meeting held on October 25, 2018. The statutory auditors have conducted a limited review of the above standalone and consolidated financial results. These financial results are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter.
2. The Company had entered into a Scheme of Arrangement ("the Scheme") for merger of two of its subsidiaries, namely Indigo TX Software Private Limited ("ITSPL") and Laser Soft Infosystems Limited ("LSIL") with the Company. The Scheme was approved by the stock exchanges, shareholders and National Company Law Tribunal (NCLT) and the NCLT order was filed with the Registrar of Companies on July 31, 2018. The appointed date under the Scheme is April 1, 2016 for the purpose of tax and regulatory requirements. Accordingly, the Company has accounted for the scheme of arrangement in accordance with Ind AS 103 - 'Business Combinations' as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter as a common control transaction. Pursuant to the requirement of Appendix C to Ind AS 103, all periods presented in the accompanying financial results have been restated for the merger of ITSPL and LSIL into the Company.
3. Based on the "Management Approach" as defined under Ind AS 108 Operating Segments, the Company's performance is evaluated and resources are allocated based on an analysis of various performance indicators by a single business segment i.e. 'Software Product License & related services'.
4. Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces the existing revenue recognition requirements. The Company has applied the modified retrospective approach and debited the retained earnings as at April 1, 2018 by Rs.1,196.55 lakhs and Rs.807.97 lakhs of the consolidated and standalone financial statements respectively.
5. After the requisite shareholders' approval in the Annual General Meeting held on August 23, 2018, the Company, during the quarter, issued and allotted 5,208,330 Equity Shares of face value of Rs 5/- on preferential basis at a price of Rs 192/- per Equity Share, including a premium of Rs 187/- per Equity Share (in line with SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009), aggregating Rs 9,999.99 lakhs.
6. Other Income for the quarter ended June 30, 2018 and half year ended September 30, 2018 includes an amount of Rs. 3,769.05 lakhs, which represents gain on sale of land held by the Company.
7. Figures of the earlier period, wherever necessary, have been regrouped to conform with those of the current periods.

For Intellect Design Arena Limited

Place : Chennai

Date : October 25, 2018

Arun Jain

Chairman and Managing Director

Venkateswarlu Saranu

Chief Financial Officer