

HCL INFOSYSTEMS LIMITED
Unaudited Financial Results for the quarter ended June 30, 2018
 Regd.Off. 806, Siddharth, 96 Nehru Place, New Delhi 110 019.
 CIN - L72200DL1986PLC023955
 Phone number +91 120 2520977, 2526518-19 Fax +91 120 2523791
 Website www.hclinfosystems.com
 Email ID: cosec@hcl.com

Particulars		Standalone			
		Three months ended			Year ended
		30.06.2018	31.03.2018	30.06.2017	31.03.2018
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from operations	96,758	89,118	40,668	295,030
	Other income	1,549	1,668	1,089	5,272
	Total Income	98,307	90,786	41,757	300,302
2	Expenses				
(a)	Cost of materials consumed	4	14	19	35
(b)	Purchase of stock-in-trade	85,161	85,866	43,193	303,798
(c)	Changes in inventories of finished goods and stock-in-trade	8,071	26	(5,080)	(21,973)
(d)	Employee benefits expense	1,808	1,648	1,506	5,896
(e)	Finance costs	2,756	2,963	2,621	11,269
(f)	Depreciation and amortisation expense	228	110	113	444
(g)	Other expenses	2,379	2,589	2,137	8,521
	Total expenses	100,407	93,216	44,509	307,990
3	Profit / (Loss) before exceptional items and tax (1 - 2)	(2,100)	(2,430)	(2,752)	(7,688)
4	Exceptional Items loss / (gain) (Refer note 2)	1,460	11,252	1,682	55,362
5	Profit / (Loss) before tax (3 - 4)	(3,560)	(13,682)	(4,434)	(63,050)
6	Tax expense / (credit)				
(a)	Current tax	-	-	-	-
(b)	Deferred tax expense / (credit)	-	670	(563)	107
7	Net Profit / (Loss) for the period (5 - 6)	(3,560)	(14,352)	(3,871)	(63,157)
8	Other comprehensive income				
A (i)	Items that will not be reclassified to profit or loss	-	24	1	25
(ii)	Income tax relating to items that will not be reclassified to profit or loss	-	8	-	8
B (i)	Items that will be reclassified to profit or loss	-	-	-	-
(ii)	Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Total other comprehensive income, net of income tax	-	16	1	17
9	Total comprehensive income for the period (7 + 8)	(3,560)	(14,336)	(3,870)	(63,140)
10	Paid-up equity share capital (Face value per share in Rs. 2/-)	6,584	6,584	4,458	6,584
11	Reserve as per balance sheet of previous accounting year				42,031
12	Earnings per share (of Rs 2/- each) (not annualised):				
(a)	Basic	(1.08)	(4.36)	(1.74)	(24.66)
(b)	Diluted	(1.08)	(4.36)	(1.74)	(24.66)

(Rs. In Lakhs)

Notes

1. After recommendation by the Audit Committee, these results have been approved and taken on record by the Board of Directors at its meeting held on July 25, 2018. The results have been subjected to a limited review by the statutory auditors.

2. Exceptional items include :

Particulars	Three months ended			Year ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Unaudited	Audited	Unaudited	Audited
a. Impairment of investment in HCL Services Limited	-	4,896	-	42,897
b. Impairment of investment in HCL Learning Limited	-	4,446	-	4,446
c. Provision against loan given to Subsidiary	1,624	1,910	1,682	8,019
d. Gain on sale of Subsidiary	164	-	-	-
Total (a+b+c-d) - (Gain) / Loss	1,460	11,252	1,682	55,362

3. Pursuant to the approval by the Board of Directors of Company in its meeting held on January 31, 2018, the CARE business division has been transferred to QDigi Services Limited on March 31, 2018 and subsequently the entire shareholding of QDigi Services Limited has been divested to M/s Quess Corp Limited on April 11, 2018.

4. Pursuant to the approval by the Board of Directors of Company in its meeting held on February 9, 2018, the Company has divested its investments (both Equity and Optionally Convertible Debentures(OC)) in HCL Services Limited to M/s Karvy Data Management Services Limited for a consideration of Rs 112.10 crore (Equity Rs 17.45 crore and OCD Rs 94.65 crore, the consideration for OCD is equivalent to the Income Tax refund and is receivable as and when the Tax refund is received by HCL Services Limited). The Company signed a Share Purchase Agreement on May 31, 2018 and the shareholding was divested on June 15, 2018.

This transaction excludes;

i) Care Business (divested to M/s Quess Corp Limited)

ii) IT & Facility unit (transferred to HCL Infosystems Limited)

iii) Investment in HCL Insys PTE Limited, Singapore including its subsidiaries (transferred to HCL Learning Limited)

5. During the current quarter, Apple India Pvt. Ltd. has informed the company that the Distribution Agreement for iPhone and other Apple Products will not be extended beyond March 30, 2019. Revenue in the current quarter from Apple business is Rs 347 crore.

6. Effective April 1, 2018, the Company adopted Ind AS 115 "Revenue from Contracts with Customers" using the cumulative catch-up transition method which is applied to contracts that were not completed as of April 1, 2018. Accordingly, the comparatives have not been retrospectively adjusted. The effect on adoption of Ind AS 115 was insignificant on the financial statements.

7. Figures for previous periods have been regrouped and rearranged, wherever necessary, to conform with the relevant current period's classification.

By order of the Board
for HCL Infosystems Limited

Rangarajan Raghavan
Managing Director

Place : Noida
Date : July 25, 2018