

NSE & BSE / 2023-24 / 202

January 20, 2024

The Manager
Corporate Services,
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai 400 051

The Manager
Corporate Services,
BSE Limited
14th Floor, P J Towers, Dalal Street,
Mumbai 400 001

Ref: Symbol: PERSISTENT

Ref: Scrip Code: 533179

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on January 19, 2024, and continued on January 20, 2024

Ref: Our earlier intimation under reference no. NSE & BSE / 2023-24 /190 dated December 20, 2023, and update thereto under reference no. NSE & BSE / 2023-24/198 dated January 16, 2024, and NSE & BSE / 2023-24/199 dated January 17, 2024 ('Intimations')

Pursuant to the above-referred intimations, we wish to inform you that, the Board of Directors, at its meeting, held on January 20, 2024, commenced at 0800 Hrs (IST) and concluded at 1532 Hrs (IST), has *inter-alia* taken the following decisions:

A. Approval of the Audited Financial Results for the quarter and nine months ended December 31, 2023

Pursuant to Regulation 33 and all other applicable regulations, if any of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Audited Financial Results for the quarter and nine months ended December 31, 2023, have been approved. Accordingly, we enclose the following documents:

1. Auditors' Report dated January 20, 2024, on the Consolidated Financial Results of the Company for the quarter and nine months ended December 31, 2023;
2. Consolidated Financial Results of the Company for the quarter and nine months ended December 31, 2023;
3. Auditors' Report dated January 20, 2024, on the Standalone Financial Results of the Company for the quarter and nine months ended December 31, 2023; and
4. Standalone Financial Results of the Company for the quarter and nine months ended December 31, 2023.

B. Approval of the payment of Interim Dividend for the FY 2023-24:

The Board of Directors has approved the payment of an Interim Dividend of INR 32 (INR Thirty-Two only) per Equity Share of INR 10 each for the Financial Year 2023-24.

C. Approval for issuance of 1,000,000 (One million Only) Equity Shares of INR 10 (INR Ten) each to the PSPL ESOP Management Trust of the Company

The shareholders had approved a resolution at the Annual General Meeting of Persistent Systems Limited ('the Company') held in July 2021 enabling the Company to issue fresh Equity Shares to the PSPL ESOP Management Trust ('ESOP Trust'), which administers the ESOP Schemes of the Company.

In accordance with the same, the Board of Directors approved the issuance of 1,000,000 (One Million only) Equity Shares of INR 10 each to the ESOP Trust in multiple tranches during the calendar year 2024.

Further, the Board of Directors authorized the Stakeholders Relationship and ESG Committee to allot the said Equity Shares to the ESOP Trust at the respective exercise price of the underlying options as per the above referred resolution approved in the Annual General Meeting held in July 2021, and delegated the other procedural authorities in this regard.

The requisite details as required under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the applicable SEBI Circular bearing ref. no. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 ('the SEBI Circular') are as follows:

Sr. No	Particulars	Details
1.	Type of security proposed to be issued	Equity Shares
2.	Type of issuance	Issuance of Equity Shares of the Company to the ESOP Trust pursuant to the provisions of Section 62(1)(b) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, and Regulation 3(1) of the Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014
3.	Total number of securities proposed to be issued or the total amount for which the securities will be issued	1,000,000 (One million only) Equity Shares of INR 10 each in multiple tranches at the respective exercise price of the underlying options
4.	Any cancellation or termination of the proposal for issuance of securities including reasons thereof.	Not applicable

Note – Since this is the issuance of the Equity Shares to the ESOP Trust which will be utilized for the transfer of Equity Shares to the eligible employees upon their exercise of options, the Company has disclosed the requisite details prescribed under the SEBI circular referred above to the extent applicable.

D. Approval of the Merger of Capiot Software Private Limited (Wholly Owned Subsidiary – Transferor) by absorption into Persistent Systems Limited (Holding Company – Transferee)

The proposal of Merger of Capiot Software Private Limited (Wholly Owned Subsidiary) into Persistent Systems Limited (Holding Company) has been approved by the Board of Directors of the Company subject to the receipt of necessary approvals through the National Company Law Tribunal route.

The requisite details as required under Regulation 30 of the SEBI Circular are as follows:

Sr. No.	Particulars	Details		
1.	Name of the entity, forming part of the amalgamation/merger, details in brief such as, size, turnover etc.	Particulars	Capiot Software Private Limited (Wholly Owned Company/ Transferor)	Persistent Systems Limited (Holding Company/Transferee)
		Paid up Capital (as of December 31, 2023)	186,703 Equity Shares of Rs. 10 each	76,925,000 Equity Shares of INR 10 each
		Turnover for the 9 months period ended December 31, 2023	Nil	INR 48,833,150,924
2.	Whether the transaction would fall within related party transactions? If yes, whether the same is done at “arm’s length”	Capiot Software Private Limited is a Wholly Owned Subsidiary of Persistent Systems Limited (Holding Company).		
3.	Area of business of the entity	ITES		
4.	Rationale for amalgamation/ merger	To achieve entity rationalization and operational efficiency within the group		
5.	In case of cash consideration – amount or otherwise share exchange ratio	Not applicable		
6.	Brief details of the change in shareholding pattern (if any) of the listed entity	Not applicable		

E. Approval of the alteration of the share capital by sub-division/split of the existing Equity Shares of the Company:

The proposal of sub-division/split of the existing Equity Shares having a face value of INR 10 each, fully paid up by alteration of the Capital Clause of the Memorandum of Association of the Company has been approved by the Board of Directors subject to the approval of Members of the Company.

The requisite details as required under Regulation 30 of the SEBI Circular are as follows:

Sr. No	Particulars	Details		
1.	Split/ consolidation ratio	1:2 i.e., existing 1 (one) Equity Share having a face value of INR 10/- (INR Ten only) each, into 2 (Two) Equity Shares having a face value of INR 5 (INR Five only) each, fully paid-up		
2.	Rationale behind the split/ consolidation ;	To enhance the liquidity of the Company's Equity Shares and making it affordable to the investors		
3.	Pre and Post Share Capital – authorized, paid-up and subscribed	Particulars	Pre-Sub-Division	Post Sub-Division
		Authorized Share Capital	200,000,000 Equity Shares having a face value of INR 10 each aggregating to INR 2,000,000,000	400,000,000 Equity Shares having a face value of INR 5 each aggregating to INR 2,000,000,000
		Paid up Share Capital	76,925,000 Equity Shares having a face value of INR 10 each aggregating to INR 769,250,000	153,850,000 Equity Shares having a face value of INR 5 each aggregating to INR 769,250,000
4.	Expected time of completion	Approximately within 3 months from the date of approval of the Members of the Company and subject to completion of the necessary formalities		
5.	Class of shares which are consolidated or subdivided	Equity shares, ranking pari-passu		
6.	Number of shares of each class pre and post-split or consolidation ;	The Company has issued only one class of Equity Shares		
7.	Number of shareholders who did not get any shares in consolidation and their pre-consolidation shareholding.	Not Applicable		

Please acknowledge the receipt.

Thanking you,

Yours Sincerely,

For **Persistent Systems Limited**

Amit Atre
Company Secretary
ICSI Membership No.: A20507

Encl: As above

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To the Board of Directors of Persistent Systems Limited**Independent Auditor's Report on Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)****Opinion**

1. We have audited the accompanying consolidated financial results ('the Statement') of **Persistent Systems Limited** ('the Holding Company'), its subsidiaries and its controlled trust (the Holding Company, its subsidiaries and its controlled trust together referred to as 'the Group'), for the quarter and nine months ended 31 December 2023, attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditors on separate audited condensed interim financial statements of the subsidiaries, and controlled trust, as referred to in paragraph 11 below, the Statement:
 - (i) includes the financial results of the entities listed in Annexure 1;
 - (ii) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
 - (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the consolidated net profit after tax and other comprehensive income and other financial information of the Group, for the quarter and nine months ended 31 December 2023.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in *the Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act, and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us together with the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 11 of the Other Matter section below, is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Statement

4. The Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared on the basis of the consolidated financial

Persistent Systems Limited

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

statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net profit or loss and other comprehensive income, and other financial information of the Group in accordance with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of the Statement. Further, in terms of the provisions of the Act, the respective Board of Directors/ management of the companies included in the Group, covered under the Act, are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively, for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results, that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial results have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

5. In preparing the Statement, the respective Board of Directors of the companies included in the Group, are responsible for assessing the ability of the Group, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
6. The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the companies included in the Group.

Auditor's Responsibilities for the Audit of the Statement

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Act will always detect a material misstatement, when it exists. Misstatements can arise from fraud or error, and are considered material if, individually, or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.
8. As part of an audit in accordance with the Standards on Auditing specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

Persistent Systems Limited
Independent Auditor's Report on Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

- Conclude on the appropriateness of Board of Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group, to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement, of which we are the independent auditors. For the other entities included in the Statement, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
9. We communicate with those charged with governance of the Holding Company and such other entities included in the Statement, of which we are the independent auditors, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter(s)

11. We did not audit the financial results of twenty-nine subsidiaries and one controlled trust included in the Statement, whose financial information reflects total assets of ₹ 12,128.32 million as at 31 December 2023, total revenues of ₹ 5,810.72 million, total net loss after tax of ₹ 469.69 million, total comprehensive loss of ₹ 419.95 million and cash outflows (net) of ₹ 141.42 million for the nine months ended on that date, as considered in the Statement. These financial results have been audited by other auditors whose audit report(s) have been furnished to us by the management, and our opinion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the audit report(s) of such other auditors.

Our opinion is not modified in respect of this/these matter(s) with respect to our reliance on the work done by and the reports of the other auditors.

For Walker Chandio & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013

SHASHI

Digitally signed by SHASHI
TADWALKAR

TADWALKAR

Date: 2024.01.20 14:38:21
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Shashi Tadwalkar

Partner

Membership No. 101797

UDIN: 24101797BKCOYU9014

Place Pune

Date 20 January 2024

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Persistent Systems Limited
Independent Auditor's Report on Consolidated Financial Results of the Company Pursuant to
the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,
2015 (as amended)

Annexure 1

List of entities included in the Statement

Sr. No.	Name of entity	Relationship
1	Persistent Systems Limited (PSL)	Holding Company
2	Persistent Systems, Inc. (PSI)	Wholly owned subsidiary of PSL
3	Persistent Systems Pte Ltd.	Wholly owned subsidiary of PSL
4	Persistent Systems France SAS	Wholly owned subsidiary of PSL
5	Persistent Systems Malaysia Sdn. Bhd.	Wholly owned subsidiary of PSL
6	Persistent Systems Germany GmbH (PSGG)	Wholly owned subsidiary of PSL
7	Persistent Telecom Solutions Inc.	Wholly owned subsidiary of PSI
8	Aepona Group Limited (AGL)	Wholly owned subsidiary of PSI
9	Persistent Systems UK Ltd. (Formerly known as Aepona Limited, UK)	Wholly owned subsidiary of AGL
10	Youperience GmbH (YGmbH) (Dissolved w.e.f. 21 August 2023)	Wholly owned subsidiary of PSGG
11	Youperience Limited (Dissolved w.e.f. 27 June 2023)	Wholly owned subsidiary of YGmbH
12	Persistent Systems Lanka (Private) Limited	Wholly owned subsidiary of AGL
13	Persistent Systems Mexico, S.A. de C.V.	Wholly owned subsidiary of PSI
14	Persistent Systems Israel Ltd.	Wholly owned subsidiary of PSI
15	Persistent Systems Switzerland AG (Formerly known as PARX Werk AG)	Wholly owned subsidiary of PSGG
16	PARX Consulting GmbH (Dissolved w.e.f. 25 August 2023)	Wholly owned subsidiary of Persistent Systems Switzerland AG
17	CAPIOT Software Private Limited	Wholly owned subsidiary of PSL
18	CAPIOT Software Inc. (CAPIOT US) (Dissolved w.e.f. 29 December 2023)	Wholly owned subsidiary of PSI
19	Persistent Systems Australia Pty Ltd (Formerly known as CAPIOT Software Pty Ltd)	Wholly owned subsidiary of CAPIOT US
20	CAPIOT Software Pte Limited (Dissolved w.e.f. 06 April 2023)	Wholly owned subsidiary of CAPIOT US
21	Persistent Systems S.R.L. Romania (Formed w.e.f. June 17 2022)	Wholly owned subsidiary of PSI
22	Software Corporation International	Wholly owned subsidiary of PSI
23	SCI Fusion360 LLC (Dissolved w.e.f. 31 May 2023)	Wholly owned subsidiary of PSI
24	Persistent Systems Costa Rica Limitada (Formerly known as "Data Glove IT Solutions Limitada")	Wholly owned subsidiary of PSGG
25	Persistent Systems S.R.L. Romania (Formed w.e.f. June 17,2022)	Wholly owned subsidiary of PSGG
26	MediaAgility Inc. (MAI) (Acquired w.e.f. May 4,2022)	Wholly owned subsidiary of Persistent Systems Inc.
27	MediaAgility Pte. Ltd. (Acquired w.e.f. May 4,2022)	Wholly owned subsidiary of MAI
28	MediaAgility UK Ltd. (Acquired w.e.f. May 4,2022)	Wholly owned subsidiary of MAI

Persistent Systems Limited

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

Sr. No.	Name of entity	Relationship
29	Digitalagility S de RL de CV (Acquired w.e.f. May 4,2022)	Wholly owned subsidiary of MAI
30	MediaAgility India Private Limited (Acquired w.e.f. April 29,2022)	Wholly owned subsidiary of PSL
31	PSPL ESOP Management Trust (Controlled w.e.f. April 1, 2022)	Controlled ESOP Trust
32	Persistent Systems Poland spolkaz.o.o (Formed w.e.f. April 05,2023)	Wholly owned subsidiary of PSI

Persistent Systems Limited

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Statement of Consolidated audited results of Persistent Systems Limited for the quarter and nine months ended December 31, 2023

In ₹ Million

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
	Income						
1	Revenue from operations (net)	24,982.16	24,116.70	21,693.68	72,310.61	60,961.20	83,505.92
2	Other income	383.10	372.82	327.57	972.37	617.90	706.17
3	Total income	25,365.26	24,489.52	22,021.25	73,282.98	61,579.10	84,212.09
4	Expenses						
	- Employee benefits expense	15,035.70	15,343.60	12,754.19	44,319.64	36,232.08	49,695.65
	- Cost of professionals	3,059.90	2,415.55	2,861.93	7,847.19	8,102.75	10,426.01
	- Finance costs	121.12	122.83	135.18	369.92	325.09	473.40
	- Depreciation and amortisation expense	787.31	743.97	683.51	2,294.56	2,021.70	2,718.95
	- Other expenses	2,468.22	2,305.94	2,062.01	7,930.53	5,598.26	8,193.01
	Total expenses	21,472.25	20,931.89	18,496.82	62,761.84	52,279.88	71,507.02
5	Profit before exceptional item and tax	3,893.01	3,557.63	3,524.43	10,521.14	9,299.22	12,705.07
6	Exceptional item						
	Provision for export incentives	-	-	296.55	-	296.55	296.55
7	Profit before tax	3,893.01	3,557.63	3,227.88	10,521.14	9,002.67	12,408.52
8	Tax expense						
	- Current tax	1,022.81	977.87	701.14	2,915.13	2,121.87	3,115.31
	- Tax credit in respect of earlier period / year	86.95	(6.61)	4.57	79.92	11.88	(3.54)
	- Deferred tax (credit) / charge	(78.09)	(46.31)	142.63	(255.61)	173.12	85.82
	Total tax expense	1,031.67	924.95	848.34	2,739.44	2,306.87	3,197.59
9	Profit for the period / year	2,861.34	2,632.68	2,379.54	7,781.70	6,695.80	9,210.93
10	Other comprehensive income						
	A. Items that will not be reclassified to profit or loss						
	- Remeasurements of the defined benefit (liabilities) / asset	(15.73)	1.92	(45.68)	(34.06)	(1.32)	(17.69)
	- Income tax effect on above	1.05	0.54	11.44	5.66	1.08	5.31
		(14.68)	2.46	(34.24)	(28.40)	(0.24)	(12.38)
	B. Items that may be reclassified to profit or loss						
	- Effective portion of cash flow hedge	27.62	(202.83)	111.54	32.86	(351.30)	(63.55)
	- Income tax effect on above	(6.55)	52.10	(28.08)	(6.82)	88.41	15.99
	- Exchange differences in translating the financial statements of foreign operations	(1,250.84)	1,566.42	193.43	129.99	657.93	798.19
		(1,229.77)	1,415.69	276.89	156.03	395.04	750.63
	Total other comprehensive income for the period / year	(1,244.45)	1,418.15	242.65	127.63	394.80	738.25
11	Total comprehensive income for the period / year (Comprising Profit and Other Comprehensive Income for the period / year)	1,616.89	4,050.83	2,622.19	7,909.33	7,090.60	9,949.18
12	Paid-up equity share capital (Face value of share ₹ 10 each)	769.25	769.25	764.25	769.25	764.25	764.25
13	Other equity excluding revaluation reserves						38,886.53
14	Earnings per equity share (in ₹) (Nominal value of share ₹ 10 each)						
	- Basic	37.83	35.00	31.90	103.37	90.08	123.73
	- Diluted	37.20	34.22	31.14	101.17	87.61	120.52
15	Dividend per share (in ₹) (Nominal value per share ₹ 10)						
	Interim dividend	32.00	-	28.00	32.00	28.00	28.00
	Final dividend	-	-	-	-	-	22.00
	Total dividend	32.00	-	28.00	32.00	28.00	50.00

Audited unconsolidated financial information

In ₹ Million

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
Revenue from operations (net)	16,694.13	16,693.74	13,072.29	48,833.15	36,340.71	51,175.53
Profit before tax	3,481.33	3,889.61	2,417.12	10,601.14	7,060.66	10,502.72
Profit after tax	2,597.65	2,983.94	1,827.46	8,017.08	5,327.30	7,911.28

Segment wise revenue, results and capital employed

The operating segments are:

- a. Banking, Financial Services and Insurance (BFSI)
- b. Healthcare & Life Sciences
- c. Software, Hi-Tech and Emerging Industries

In ₹ Million

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
1	Segment revenue						
	- Banking, Financial Services and Insurance (BFSI)	7,786.31	7,791.18	6,960.39	23,314.76	19,940.93	27,231.45
	- Healthcare & Life Sciences	5,447.97	4,657.41	4,139.74	14,414.36	11,722.83	16,161.07
	- Software, Hi-Tech and Emerging Industries	11,747.88	11,668.11	10,593.55	34,581.49	29,297.44	40,113.40
	Total	24,982.16	24,116.70	21,693.68	72,310.61	60,961.20	83,505.92
2	Less: Inter segment revenue	-	-	-	-	-	-
3	Net sales / income from operations	24,982.16	24,116.70	21,693.68	72,310.61	60,961.20	83,505.92
4	Segment results i.e. profit before tax, interest and depreciation and amortisation						
	- Banking, Financial Services and Insurance (BFSI)	2,657.84	2,990.29	2,594.67	8,643.39	7,191.58	10,004.47
	- Healthcare & Life Sciences	1,979.29	2,178.12	2,080.29	6,224.82	5,841.37	8,013.54
	- Software, Hi-Tech and Emerging Industries	3,497.80	2,939.29	3,566.12	9,020.53	9,232.45	12,282.50
	Total	8,134.93	8,107.70	8,241.08	23,888.74	22,265.40	30,300.51
5	Less:						
	- Finance costs	121.12	122.83	135.18	369.92	325.09	473.40
	- Other un-allocable expenses	4,503.90	4,800.06	5,205.59	13,970.05	13,555.54	18,124.76
6	Un-allocable income	383.10	372.82	327.57	972.37	617.90	706.17
7	Profit before tax	3,893.01	3,557.63	3,227.88	10,521.14	9,002.67	12,408.52

8	Segment assets	As at		
		December 31, 2023	December 31, 2022	March 31, 2023
	- Banking, Financial Services and Insurance (BFSI)	5,636.77	4,263.41	5,245.50
	- Healthcare & Life Sciences	4,691.95	3,450.02	3,381.92
	- Software, Hi-Tech and Emerging Industries	13,028.53	12,738.87	12,006.48
	Total allocable segment assets	23,357.25	20,452.30	20,633.90
	Unallocable assets	48,781.16	45,720.63	46,092.22
	Total assets	72,138.41	66,172.93	66,726.12

Note for segment wise information:

Operating segments are components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision makers, in deciding how to allocate resources and assessing performance. The Group's chief operating decision makers are the Chief Executive Officer and Chairman & Managing Director.

Segment wise capital employed

Segregation of assets (other than trade receivables and unbilled revenue), liabilities, depreciation and amortisation and other non-cash expenses into various reportable segments have not been presented as the assets and liabilities are used interchangeably among segments and the Group is of the view that it is not practical to reasonably allocate the other assets, liabilities and other non-cash expenses to individual segments and an ad-hoc allocation will not be meaningful.

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Notes:

- 1 The audited condensed interim consolidated financial statements for the quarter and nine months ended December 31, 2023, have been taken on record by the Board of Directors at its meeting held on January 20, 2024 as recommended by the Audit Committee at its meeting held on January 19, 2024. The statutory auditors have expressed an unmodified audit opinion. The information presented above is extracted from the audited condensed interim consolidated financial statements.
- 2 The above consolidated financial results have been prepared from the condensed interim consolidated financial statements, which are prepared in accordance with Indian Accounting Standards ("Ind AS"), the provisions of the Companies Act, 2013 ("the Companies Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Companies Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and amendments issued thereafter. All amounts included in the consolidated financial results (including notes) are reported in millions of Indian rupees (in ₹ Millions) except share and per share data, unless otherwise stated.
- 3 The Business Transfer Agreement has been executed for the transfer of business of the Australian Branch of Persistent Systems Limited to Persistent Systems Australia Pty Limited (Step Down Subsidiary) effective from October 1, 2023.
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- 5 CAPIOT Software, Inc. (Step Down Subsidiary) has been dissolved effective from December 29, 2023, pursuant to the Certificate of Dissolution issued by the Secretary of the State of Delaware on January 16, 2024.
- 6 The Board of Directors of Persistent Systems Limited, at its meeting held on January 19, 2024, and concluded on January 20, 2024, declared an interim dividend of ₹ 32 per equity share of the face value of ₹ 10 each for the Financial Year 2023-24 on January 20, 2024. The Record Date for the payment of the dividend will be January 30, 2024. The payment of the interim dividend will be made within the prescribed time as per the provisions of the Companies Act, 2013.
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- 10 In respect of export incentives pertaining to previous periods amounting to ₹ 255.52 million, which have been refunded under protest with interest of ₹ 41.03 million, aggregating to ₹ 296.55 million, the Holding Company had filed an application with Directorate General of Foreign Trade (DGFT). The Parent Company believes that its services were eligible for the export incentives and the dispute is purely an interpretation issue given the highly technical nature. With the intention of avoiding litigation and settling the dispute, the Company had applied before the Settlement Commission for settlement of the case and had offered to forego ₹ 296.55 million. The Parent Company had recognized a provision of ₹ 296.55 million for the quarter ended 31 December 2022, which was presented as an "exceptional item" in the statement of profit and loss for that period. During the quarter, the Settlement Commission has approved the Parent Company's application and has settled the liability of ₹ 296.55 million including interest. As the amount has already been provided for in full by the Company, no further adjustment is necessary in these results.
- 11 In accordance with para 4 of notified Indian Accounting Standard 108 (Ind AS-108) "Operating Segments", the Group has disclosed segment information only on the basis of consolidated financial results.
- 12 The investors are requested to visit the following website of the Company and stock exchanges for further details:
 - Company's website: <https://www.persistent.com/investors>
 - BSE Ltd: www.bseindia.com
 - National Stock Exchange of India Ltd.: www.nseindia.com

By order of Board of Directors of Persistent Systems Limited

Anand Deshpande

Place : Pune
Date : January 20, 2024

Dr. Anand Deshpande
Chairman and Managing Director

"For risks and uncertainties relating to forward-looking statements, please visit our website :- www.persistent.com"

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To the Board of Directors of Persistent Systems Limited

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

Opinion

1. We have audited the accompanying standalone financial results ('the Statement') of Persistent Systems Limited ('the Company') for the quarter and nine months ended 31 December 2023, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations and
 - (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013 ('the Act'), read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the standalone net profit after tax and other comprehensive income and other financial information of the Company for the quarter and nine months ended 31 December 2023.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Statement

4. This Statement has been prepared on the basis of the Condensed Interim standalone financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the Ind AS specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.
5. In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.
8. As part of an audit in accordance with the Standards on Auditing, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls;
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

Persistent Systems Limited

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

- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For **Walker Chandio & Co LLP**

Chartered Accountants

Firm Registration No.: 001076N/N500013

SHASHI

TADWALKAR

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TADWALKAR
Date: 2024.01.20 14:37:39
+05'30'

Shashi Tadwalkar

Partner

Membership No. 101797

UDIN: 24101797BKCOYS6126

Place: Pune

Date: 20 January 2024

Persistent Systems Limited

Registered Office : Bhageerath, 402, Senapati Bapat Road, Pune 411016, India
Ph. No. +91(20)67030000; Fax +91(20)67030009; Email : info@persistent.com, 'www.persistent.com'. CIN L72300PN1990PLC056696

Statement of Standalone audited results of Persistent Systems Limited for the quarter and nine months ended December 31, 2023

(In ₹ Million)

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
	Income						
1	Revenue from operations (net)	16,694.13	16,693.74	13,072.29	48,833.15	36,340.71	51,175.53
2	Other income	396.31	607.27	283.03	1,293.04	627.96	738.71
3	Total income	17,090.44	17,301.01	13,355.32	50,126.19	36,968.67	51,914.24
4	Expenses						
	- Employee benefits expense	9,799.13	9,807.19	8,229.98	28,426.17	22,943.85	31,417.30
	- Cost of professionals	1,630.70	1,422.94	609.06	4,341.98	1,638.51	2,517.83
	- Finance costs	43.87	43.64	35.34	129.27	84.52	130.97
	- Depreciation and amortisation expense	412.78	404.20	341.65	1,209.67	958.42	1,344.87
	- Other expenses	1,722.63	1,733.43	1,425.62	5,417.96	3,986.16	5,704.00
	Total expenses	13,609.11	13,411.40	10,641.65	39,525.05	29,611.46	41,114.97
5	Profit before exceptional items and tax	3,481.33	3,889.61	2,713.67	10,601.14	7,357.21	10,799.27
6	Exceptional items						
	Provision for export incentives	-	-	296.55	-	296.55	296.55
7	Profit before tax	3,481.33	3,889.61	2,417.12	10,601.14	7,060.66	10,502.72
8	Tax expense						
	- Current tax	991.34	880.95	596.20	2,724.42	1,812.16	2,706.50
	- Deferred tax credit	(107.66)	24.72	(6.54)	(140.36)	(78.80)	(115.06)
	Total tax expense	883.68	905.67	589.66	2,584.06	1,733.36	2,591.44
9	Profit for the period / year	2,597.65	2,983.94	1,827.46	8,017.08	5,327.30	7,911.28
10	Other comprehensive income						
	A. Items that will not be reclassified to profit or loss						
	- Remeasurements of the defined benefit liabilities	(4.20)	(2.17)	(29.93)	(22.53)	(5.69)	(21.08)
	- Income tax effect on above	1.05	0.54	6.83	5.66	1.08	5.31
		(3.15)	(1.63)	(23.10)	(16.87)	(4.61)	(15.77)
	B. Items that may be reclassified to profit or loss						
	- Effective portion of cash flow hedge	27.62	(202.83)	172.49	32.86	(351.30)	(63.55)
	- Income tax effect on above	(6.55)	52.10	(43.40)	(6.82)	88.41	15.99
		21.07	(150.73)	129.09	26.04	(262.89)	(47.56)
	Total other comprehensive income for the period / year	17.92	(152.36)	105.99	9.17	(267.50)	(63.33)
11	Total comprehensive income for the period / year (Comprising Profit and Other Comprehensive Income for the period / year)	2,615.57	2,831.58	1,933.45	8,026.25	5,059.80	7,847.95
12	Paid-up equity share capital (Nominal value of share ₹ 10 each)	769.25	769.25	764.25	769.25	764.25	764.25
13	Other equity excluding revaluation reserves						38,652.25
14	Earnings per equity share (in ₹) (Nominal value of share ₹ 10 each)						
	- Basic	33.77	38.79	23.91	104.23	69.71	103.52
	- Diluted	33.77	38.79	23.91	104.23	69.71	103.52
15	Dividend per share (in ₹) (Nominal value of share ₹ 10 each)						
	Interim dividend	32.00	-	28.00	32.00	28.00	28.00
	Final dividend	-	-	-	-	-	22.00
	Total dividend	32.00	-	28.00	32.00	28.00	50.00

Notes:

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 - National Stock Exchange of India Ltd.: www.nseindia.com

By order of Board of Directors of Persistent Systems Limited


Dr. Anand Deshpande

Chairman and Managing Director

Pune

Date : January 20, 2024

"For risks and uncertainties relating to forward-looking statements, please visit our website :- www.persistent.com"

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