

NSE & BSE / 2024-25 / 171

October 22, 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  
14<sup>th</sup> 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 October 21, 2024, and concluded on October 22, 2024**

**Ref: Our earlier Intimation under Regulation 29 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 bearing Ref. No. NSE & BSE / 2024-25 / 159 dated September 23, 2024**

Pursuant to the above-referred intimation, we wish to inform you that, the Board of Directors, at its meeting, held on October 22, 2024, commenced at 0830 Hrs. (IST) and concluded at 1516 Hrs. (IST), has *inter-alia* taken the following decision:

**Approval of the Audited Financial Results for the quarter and half year ended September 30, 2024**

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 half year ended September 30, 2023, have been approved. Accordingly, we enclose the following documents:

1. Auditors' Report dated October 22, 2024, on the Consolidated Financial Results of the Company for the quarter and half year ended September 30, 2024;
2. Consolidated Financial Results of the Company for the quarter and half year ended September 30, 2024;
3. Auditors' Report dated October 22, 2024, on the Standalone Financial Results of the Company for the quarter and half year ended September 30, 2024; and
4. Standalone Financial Results of the Company for the quarter and half year ended September 30, 2024.

Please acknowledge the receipt.

Thanking you,

Yours Sincerely,

**For Persistent Systems Limited**

Amit Atre  
Company Secretary  
ICSI Membership No.: A20507

Encl: As above

---

**Walker Chandio & Co LLP**

3rd floor, Unit No. 310 to 312,  
West Wing, Nyati Unitree  
Nagar Road, Yerwada,  
Pune - 411 006  
Maharashtra, India

T +91 20 6744 8888

F +91 20 6744 8899

## **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)**

### **To the Board of Directors of Persistent Systems Limited**

#### **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 half year ended 30 September 2024, 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 12 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 half year ended 30 September 2024.

#### **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, its associates and joint ventures, 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 12 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 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.
  - 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.
11. We also performed procedures in accordance with SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019, issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

**Other Matter(s)**

12. We did not audit the financial results of twenty four subsidiaries and one controlled trust included in the Statement, whose financial information reflects total assets of ₹ 15,565.56 Million as at 30 September 2024, total revenues of ₹ 4,591.63 Million total net profit after tax of ₹ 117.78 Million total comprehensive income of ₹ (59.90) Million and cash outflows (net) of ₹ 120.33 Million for the half year 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 Chandiook & Co LLP**

Chartered Accountants

Firm Registration No.: 001076N/N500013

**SHASHI**

**PURUSHOTTAM**

**TADWALKAR**

**Shashi Tadwalkar**

Partner

Membership No. 101797

Digitally signed by SHASHI

PURUSHOTTAM

TADWALKAR

Date: 2024.10.22 14:33:47

+05'30'

**UDIN: 24101797BKCPHA3841**

Place: Pune

Date: 22 October 2024

## 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) (formerly Wholly owned subsidiary of AGL)	Wholly owned subsidiary of PSL
10	Persistent Systems Lanka (Private) Limited	Wholly owned subsidiary of AGL
11	Persistent Systems Mexico, S.A. de C.V.	Wholly owned subsidiary of PSI
12	Persistent Systems Israel Ltd.	Wholly owned subsidiary of PSI
13	Persistent Systems Switzerland AG (Formerly known as PARX Werk AG)	Wholly owned subsidiary of PSGG
14	CAPIOT Software Private Limited	Wholly owned subsidiary of PSL
15	Persistent Systems Australia Pty Ltd (Formerly known as CAPIOT Software Pty Ltd)	Wholly owned subsidiary of CAPIOT US
16	Persistent Systems S.R.L. Romania	Wholly owned subsidiary of PSI
17	Software Corporation International LLC	Wholly owned subsidiary of PSI
17	Persistent Systems Costa Rica Limitada (Formerly known as "Data Glove IT Solutions Limitada")	Wholly owned subsidiary of PSGG
18	Persistent Systems S.R.L. Romania	Wholly owned subsidiary of PSGG
19	MediaAgility Inc. (MAI)	Wholly owned subsidiary of PSI
20	MediaAgility Pte. Ltd.	Wholly owned subsidiary of MAI
21	MediaAgility UK Ltd.	Wholly owned subsidiary of MAI
22	Digitalagility S de RL de CV	Wholly owned subsidiary of MAI
23	MediaAgility India Private Limited	Wholly owned subsidiary of PSL
24	Persistent India Foundation (incorporated w.e.f. 1st May 2024)	Wholly owned subsidiary of PSL
25	PSPL ESOP Management Trust	Controlled ESOP Trust
26	Persistent India Foundation	Wholly owned subsidiary of PSL
27	Starfish Associates, LLC (Acquired w.e.f. 1st August 2024)	Wholly owned subsidiary of PSI



**Audited consolidated statement of assets and liabilities**

(In ₹ Million)

Particulars	As at	As at	As at
	September 30, 2024	September 30, 2023	March 31, 2024
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4,553.76	4,457.94	4,420.03
Capital work-in-progress	151.89	415.68	218.73
Right of use assets	3,034.90	2,286.44	2,307.18
Goodwill	10,967.39	10,865.27	10,912.56
Other intangible assets	5,810.07	5,052.16	4,574.95
Intangible assets under development	361.79	-	116.53
Financial assets			
- Trade receivables	577.23	741.49	730.18
- Investments	6,283.24	4,554.24	5,539.14
- Other financial assets	786.78	626.37	691.06
Deferred tax assets (net)	1,508.69	1,310.06	1,462.80
Income tax assets (net)	162.22	-	387.05
Other non-current assets	1,213.23	1,025.31	1,247.28
<b>Total non-current assets</b>	<b>35,411.19</b>	<b>31,334.96</b>	<b>32,607.49</b>
<b>Current assets</b>			
Financial assets			
- Investments	1,758.24	3,284.77	2,726.54
- Trade receivables	21,221.66	15,797.87	16,761.13
- Cash and cash equivalents	5,999.64	4,394.72	6,625.15
- Bank balances other than cash and cash equivalents	3,870.77	3,235.24	3,603.71
- Other financial assets	8,031.69	6,166.15	6,621.83
Current tax assets (net)	-	389.41	-
Other current assets	6,497.04	3,835.97	5,230.49
<b>Total current assets</b>	<b>47,379.04</b>	<b>37,104.13</b>	<b>41,568.85</b>
<b>TOTAL ASSETS</b>	<b>82,790.23</b>	<b>68,439.09</b>	<b>74,176.34</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	779.25	769.25	770.25
Other equity	54,863.93	43,417.35	48,806.82
<b>Total Equity</b>	<b>55,643.18</b>	<b>44,186.60</b>	<b>49,577.07</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
- Borrowings	-	931.44	99.15
- Lease liabilities	2,158.03	1,627.03	1,608.09
- Other financial liabilities	541.06	-	-
Other non-current liabilities	63.09	25.63	44.44
Deferred tax liabilities (net)	133.49	-	121.92
Provisions	2.18	481.55	546.96
<b>Total Non-current liabilities</b>	<b>2,897.85</b>	<b>3,065.65</b>	<b>2,420.56</b>
<b>Current liabilities</b>			
Financial liabilities			
- Borrowings	2,632.38	2,242.08	1,974.04
- Lease liabilities	975.42	748.50	830.01
- Trade payables			
- Total outstanding dues of micro and small enterprises	61.58	19.15	49.63
- Total outstanding dues of creditors other than micro and small enterprises	10,308.80	6,406.61	8,088.99
- Other financial liabilities	1,984.28	5,702.71	3,718.27
Other current liabilities	5,042.22	2,168.38	3,639.82
Provisions	2,912.71	3,245.66	3,330.66
Income tax liabilities (net)	331.81	653.75	547.29
<b>Total current liabilities</b>	<b>24,249.20</b>	<b>21,186.84</b>	<b>22,178.71</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>82,790.23</b>	<b>68,439.09</b>	<b>74,176.34</b>



**Audited unconsolidated financial information**

(In ₹ Million)

Particulars	Quarter ended			Half Year ended		Year ended
	September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
Revenue from operations (net)	28,474.06	26,913.96	16,693.74	55,388.02	32,139.02	65,142.17
Profit before tax	4,090.61	3,402.83	3,889.61	7,493.39	7,119.81	13,165.29
Profit after tax	2,859.58	2,479.41	2,983.95	5,338.94	5,419.44	9,856.65

**Segment 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			Half Year ended		Year ended
		September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
1	Segment revenue						
	- Banking, Financial Services and Insurance	9,117.37	8,431.59	7,791.18	17,548.96	15,528.12	31,385.58
	- Healthcare & Life Sciences	8,065.27	7,310.97	4,657.41	15,376.24	8,966.65	20,880.32
	- Software, Hi-Tech and Emerging Industries	11,788.87	11,629.14	11,668.11	23,418.00	22,833.68	45,949.97
	<b>Total</b>	<b>28,971.51</b>	<b>27,371.70</b>	<b>24,116.70</b>	<b>56,343.20</b>	<b>47,328.45</b>	<b>98,215.87</b>
2	Less: Inter segment revenue						
3	Net sales / income from operations	28,971.51	27,371.70	24,116.70	56,343.20	47,328.45	98,215.87
4	Segment results i.e. profit before tax, interest and depreciation and amortisation						
	- Banking, Financial Services and Insurance	3,387.63	2,780.78	2,990.29	6,168.41	5,985.21	11,523.86
	- Healthcare & Life Sciences	3,108.66	2,698.59	2,178.12	5,807.25	4,245.79	8,671.22
	- Software, Hi-Tech and Emerging Industries	3,233.94	2,788.70	2,939.29	6,022.64	5,522.80	11,804.66
	<b>Total</b>	<b>9,730.23</b>	<b>8,268.07</b>	<b>8,107.70</b>	<b>17,998.30</b>	<b>15,753.80</b>	<b>31,999.74</b>
5	Less:						
	- Finance costs	182.33	141.14	122.83	323.47	248.80	467.27
	- Other un-allocable expenses	5,667.90	4,427.91	4,800.06	10,095.81	9,466.17	18,336.61
6	Un-allocable income	465.20	306.40	372.82	771.60	589.29	1,280.20
7	<b>Profit before tax</b>	<b>4,345.20</b>	<b>4,005.42</b>	<b>3,557.63</b>	<b>8,350.62</b>	<b>6,628.12</b>	<b>14,476.06</b>

**Segment assets**

(In ₹ Million)

	As at		
	September 30, 2024	September 30, 2023	March 31, 2024
- Banking, Financial Services and Insurance (BFSI)	7,682.20	5,800.70	6,128.36
- Healthcare & Life Sciences	6,496.33	4,080.11	4,236.24
- Software, Hi-Tech and Emerging Industries	15,612.83	12,753.93	13,648.05
<b>Total allocable segment assets</b>	<b>29,791.36</b>	<b>22,634.74</b>	<b>24,012.65</b>
Unallocable assets	52,998.87	45,804.35	50,163.69
<b>Total assets</b>	<b>82,790.23</b>	<b>68,439.09</b>	<b>74,176.34</b>

**Note for segment 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 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.

(This space is intentionally left blank)

**Audited consolidated cash flow statement**

	For the half year ended		For the year ended
	September 30, 2024	September 30, 2023	March 31, 2024
	In ₹ Million	In ₹ Million	In ₹ Million
<b>Cash flow from operating activities</b>			
<b>Profit before tax</b>	<b>8,350.62</b>	<b>6,628.12</b>	<b>14,476.06</b>
Adjustments for:			
Interest income	(281.37)	(300.33)	(562.45)
Finance costs	192.64	248.80	287.25
Interest on lease liability	130.83	-	180.02
Depreciation and amortisation expense	1,456.93	1,507.25	3,093.73
Unrealised exchange gain / loss (net)	(37.06)	(34.10)	27.27
Change in foreign currency translation reserve	301.26	178.86	172.65
Exchange gain on derivative contracts	(91.32)	(87.27)	(70.63)
Exchange loss / (gain) on translation of foreign currency cash and cash equivalents	(22.90)	14.34	(23.84)
Bad debts	-	-	63.36
Allowance for expected credit loss (net)	77.08	100.90	103.57
Employee stock compensation expenses	1,246.77	705.85	1,091.75
Loss / Impairment of non-current investments	-	20.40	20.58
Changes in contingent consideration payable on business combination	(1,097.05)	(271.73)	(743.03)
Remeasurements of the defined benefit liabilities / asset (before tax effects)	170.32	(18.33)	(98.29)
Excess provision in respect of earlier period / year written back	(3.42)	(3.99)	(27.76)
Profit on sale / fair valuation of financial assets designated as FVTPL	(271.10)	(75.17)	(289.11)
Provision towards employee benefits	(506.74)	-	-
Profit on sale of Property, plant and equipment (net)	(91.42)	(5.28)	(22.64)
Provision for export incentives	-	-	-
<b>Operating profit before working capital changes</b>	<b>9,524.07</b>	<b>8,608.32</b>	<b>17,678.49</b>
<b>Movements in working capital :</b>			
(Increase) / Decrease in other non-current assets	25.24	2.92	(256.22)
Increase in other financial assets	(1,327.41)	(1,313.33)	(1,751.22)
Increase in other current assets	(1,266.55)	(417.71)	(1,475.23)
Increase in trade receivables	(4,394.63)	(728.20)	(1,810.64)
Increase in trade payables, current liabilities and non-current liabilities	4,938.07	860.10	4,386.28
Decrease in provisions	(442.85)	(1,295.06)	(1,144.65)
<b>Operating profit after working capital changes</b>	<b>7,055.94</b>	<b>5,717.04</b>	<b>15,626.81</b>
Direct taxes paid (net of refunds)	(2,027.15)	(1,458.76)	(3,413.74)
<b>Net cash generated from operating activities</b>	<b>(A) 5,028.79</b>	<b>4,258.28</b>	<b>12,213.07</b>
<b>Cash flows from investing activities</b>			
Payment towards capital expenditure (including property, plant and equipment, intangible assets, capital advances and capital creditors)	(4,000.52)	(1,670.74)	(2,839.16)
Proceeds from sale of property, plant and equipment	452.79	6.63	48.65
Payment towards contingent consideration	(181.66)	(390.90)	(2,073.64)
Purchase of bonds	-	-	(0.70)
Proceeds from sale / maturity of bonds	-	-	80.70
Investments in mutual funds	(22,925.28)	(22,457.29)	(50,723.06)
Investment in unquoted securities	(456.10)	-	-
Proceeds from sale of investment	21.67	-	-
Proceeds from sale / maturity of mutual funds	23,880.96	21,090.80	49,042.09
Proceeds from (maturity) / investment of bank deposits having original maturity over three m	(259.87)	1,116.00	773.06
Proceeds from maturity of in deposits with financial institutions	100.00	300.00	400.00
Interest received	254.82	319.56	597.38
<b>Net cash used in investing activities</b>	<b>(B) (3,113.19)</b>	<b>(1,685.94)</b>	<b>(4,694.68)</b>
<b>Cash flows from financing activities</b>			
Repayment of long term borrowings	(1.85)	(1.84)	(1.84)
Proceeds from issue of share capital including securities premium	1,845.90	1,394.50	1,607.80
Proceeds from borrowings	1,675.75	-	-
Repayment of foreign currency long term borrowings	(1,114.69)	(1,109.68)	(2,231.88)
Payment of principal portion of lease liabilities	(528.45)	(364.55)	(760.18)
Payment of interest portion of lease liabilities	(130.83)	-	(180.02)
Interest paid	(192.66)	(248.86)	(287.29)
Dividends paid	(1,518.36)	(1,652.12)	(4,083.62)
<b>Net cash generated / (used) in financing activities</b>	<b>(C) 34.81</b>	<b>(1,982.55)</b>	<b>(5,937.03)</b>

*(This space is intentionally left blank)*

**Audited consolidated cash flow statement**

	For the half year ended		For the year ended
	September 30, 2024	September 30, 2023	March 31, 2024
	In ₹ Million	In ₹ Million	In ₹ Million
Net increase in cash and cash equivalents (A + B + C)	1,950.41	589.79	1,581.36
Cash and cash equivalents at the beginning of the period / year	6,625.15	4,670.12	4,670.12
Cash and cash equivalents acquired on acquisition	-	-	-
Effect of exchange difference on translation of foreign currency cash and cash equivalents	22.90	(14.34)	23.84
Impact of ESOP Trust consolidation	(2,598.82)	(850.85)	349.83
<b>Cash and cash equivalents at the end of the year</b>	<b>5,999.64</b>	<b>4,394.72</b>	<b>6,625.15</b>
<b>Components of cash and cash equivalents</b>			
Cash on hand	0.18	0.24	0.11
Balances with banks			
On current accounts #	3,957.85	3,523.84	4,819.66
On saving accounts	26.63	28.18	23.48
On exchange earner's foreign currency accounts	1,549.34	825.84	1,401.87
On deposit accounts with original maturity less than three months	465.64	-	380.03
On Other accounts	-	16.62	-
<b>Cash and cash equivalents</b>	<b>5,999.64</b>	<b>4,394.72</b>	<b>6,625.15</b>

# Of the cash and cash equivalent balance as at September 30, 2024, the Group can utilise ₹ 0.02 million (Corresponding period : ₹ 3.96 Million / Previous year : ₹ 65.10 Million) only towards certain predefined activities specified in the government grant agreement.

The above Cash Flow Statement has been prepared under "Indirect Method" as set out in Ind AS - 7 on "Statement of Cash Flows" notified under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

*(This space is intentionally left blank)*

**Notes:**

- 1 The audited condensed interim consolidated financial statements for the quarter and half year ended September 30, 2024, as recommended by the Audit Committee at its meeting held on October 21, 2024, have been taken on record by the Board of Directors at its meeting held on October 22, 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 million of Indian rupees (in ₹ Million) except share and per share data, unless otherwise stated.
- 3 Based on the approval of the Board of Directors of the Company the following Equity Shares of ₹ 5 each were allotted to the ESOP Trust, at allotment price per Equity Share specified therein:  
  
second tranche of 600,000 (Six Hundred Thousand only) Equity Shares of ₹ 5 each were allotted on July 10, 2024, at allotment price of ₹ 643.50 per Equity Share, aggregating to the total consideration of ₹ 386.10 Million,  
  
third tranche of 1,200,000 (Twelve Hundred Thousand only) Equity Shares of ₹ 5 each were allotted on September 6, 2024, at allotment price of ₹ 1216.5 per Equity Share, aggregating to the total consideration of ₹ 1,459.80 Million.  
  
Consequent to this, the paid-up share capital of the Company increased to 155,850,000 Equity Shares of ₹ 5 each (aggregating to ₹ 779,250,000).
- 4 Mr. Sunil Sapre (DIN: 06475949) relinquished his position as the Chief Financial Officer of the Company with effect from May 15, 2024 (IST), and Mr. Vinit Teredesai has been appointed as the Chief Financial Officer of the Company effective from May 15, 2024 (IST). Mr. Sapre continues as the Executive Director of the Company.
- 5 The re-appointment of Mr. Sunil Sapre (DIN: 6475949) as the Executive Director of the Company was approved and recommended by the Board of Directors to the Members for their approval to hold office for the period of 3 (Three) months effective from October 1, 2024 to December 31, 2024, which was also confirmed by the members at the 34th Annual General Meeting of the Company held on July 16, 2024.
- 6 The re-appointment of Mr. Praveen Kadle (DIN: 00016814) as the Independent Director of the Company, was approved and recommended by the Board of Directors to the Members for their approval to hold the office for the second term of 5 (Five) consecutive years effective from April 23, 2025 to April 22, 2030, which was confirmed by the members at the 34th Annual General Meeting of the Company held on July 16, 2024.
- 7 Ms. Roshini Bakshi (DIN: 01832163) Independent Director of the Company retired effective from the conclusion of the 34th Annual General Meeting of the Company upon completion of her second term as the Independent Director of the Company.
- 8 Ms. Anjali Joshi (DIN: 10661577) was appointed as an Additional Director (Independent Member) of the Company by the Board of Directors effective from June 12, 2024. The members at the 34th Annual General Meeting of the Company held on July 16, 2024, confirmed her appointment as the Independent Director of the Company, not liable to retire by rotation, to hold office for the term of 5 (five) consecutive years i.e., from June 12, 2024, to June 11, 2029.
- 9 During the half year ended September 30, 2024, the Group has recognised a gain on remeasurement of earnout payable towards acquisition of business to the erstwhile shareholders of Data Glove Incorporated, Media Agility, Software Corporation International & SCI Fusion 360, LLC amounting to ₹ 1097.05 million (Corresponding previous half year ended : ₹ 271.73 Million / Previous year : ₹ 743.03 Million) based on settlement agreement and expected payout assessed by management.
- 10 Persistent India Foundation was incorporated under Section 8 of the Companies Act, 2013 effective from May 1, 2024, as a wholly owned subsidiary of the Company.
- 11 Software Corporation International, LLC (Step Down Subsidiary) has been dissolved effective from June 27, 2024.
- 12 Starfish Associates, LLC, USA has become a wholly owned subsidiary of Persistent Systems, Inc. USA (wholly owned subsidiary) effective from August 1, 2024, upon completion of the necessary customary closing conditions. For the half year ended September 30, 2024, the transaction is accounted for using the acquisition method of accounting under Ind AS 103 on provisional basis.
- 13 Persistent Systems Limited and Persistent Systems, Inc. USA (wholly owned subsidiary) collectively have entered into an Asset Purchase Agreement with SoHo Dragon Inc. on September 10, 2024, for the acquisition of its identified assets subject to the satisfaction of customary closing conditions.
- 14 Persistent Systems Limited has entered into a Stock Purchase Agreement for the acquisition of Arrka Infosec Private Limited, (a private company incorporated under the Companies Act, 1956 having its Registered Office in Pune, India) on September 30, 2024, subject to the satisfaction of customary closing conditions.
- 15 The members at the 34th Annual General Meeting held on July 16, 2024, approved the payment of a final dividend of ₹ 10 per equity share for the Financial Year 2023-24. Accordingly, an amount of ₹ 1,534.68 Million was paid towards the Final Dividend as of September 30, 2024, out of the total dividend amount of ₹ 1,540.50 Million. The remaining amount of ₹ 5.82 Million was unclaimed, and the Company has issued Demand Drafts to shareholders against this amount. The Company will make additional due efforts to pay the same to the respective Shareholders.
- 16 In accordance with para 4 of notified Ind AS-108 "Operating Segments", the Company has disclosed segment information only on the basis of consolidated financial results.
- 17 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](http://www.bseindia.com)
  - National Stock Exchange of India Ltd.: [www.nseindia.com](http://www.nseindia.com)

By order of Board of Directors of Persistent Systems Limited

**Dr. Anand Deshpande**  
Chairman and Managing Director

Place : Pune  
Date : October 22, 2024

---

**Walker Chandiook & Co LLP**

3rd floor, Unit No. 310 to 312,  
West Wing, Nyati Unitree  
Nagar Road, Yerwada,  
Pune - 411 006  
Maharashtra, India

T +91 20 6744 8888

F +91 20 6744 8899

## **Independent Auditor's Report on Audited Standalone Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

### **To the Board of Directors of Persistent Systems Limited**

#### **Opinion**

1. We have audited the accompanying statement of standalone financial results ('the Statement') of Persistent Systems Limited ('the Company') for the quarter ended 30 September 2024 and the year to date results for the period 1 April 2024 to 30 September 2024, being submitted by the Company pursuant to the requirements 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) is presented 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 Indian Accounting Standard 34, 'Interim Financial Reporting' ('Ind AS 34') prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India of the standalone net profit after tax (including other comprehensive income) and other financial information of the Company for the quarter ended 30 September 2024 and the year to date results for the period 1 April 2024 to 30 September 2024,

#### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Companies Act, 2013 ('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 ('ICAI') together with the ethical requirements that are relevant to our audit of the Statement 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 interim Standalone financial statements. The Company's Board of Directors are responsible for the preparation of the Statement that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Ind AS 34 prescribed under Section 133 of the Act read with relevant rules issued thereunder 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 give a true and fair view and are free from material misstatement, whether due to fraud or error.
5. In preparing the Statement, the Board of Directors are 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 are 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 SAs 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 SAs, 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 an adequate internal financial controls system over financial reporting 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.

# Walker Chandiok & Co LLP

- 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 financial results 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 standalone financial results, including the disclosures, and whether the financial results represent 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 Chandiok & Co LLP**

Chartered Accountants

Firm Registration No.: 001076N/N500013

**SHASHI**

**PURUSHOTTAM**

**TADWALKAR**

Digitally signed by  
SHASHI PURUSHOTTAM  
TADWALKAR

Date: 2024.10.22 14:33:09  
+05'30'

**Shashi Tadwalkar**

Partner

Membership No. 101797

**UDIN: 24101797BKCPGZ2473**

Place: Pune

Date: 22 October 2024





## Audited Standalone statement of assets and liabilities

(In ₹ Million)

Particulars	As at	As at	As at
	September 30, 2024	September 30, 2023	March 31, 2024
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4,034.58	4,166.21	3,872.54
Capital work-in-progress	157.42	398.89	210.12
Right of use assets	2,335.26	1,577.66	1,424.26
Goodwill	236.00	236.00	236.00
Other intangible assets	418.74	500.03	509.77
Intangible assets under development	283.81	-	116.53
Financial assets			
- Investments	14,264.87	12,322.69	14,081.58
- Trade receivables	312.20	77.69	260.94
- Loans	4,860.00	3,820.00	2,760.00
- Other financial assets	669.87	589.86	617.45
Deferred tax assets (net)	329.75	428.80	493.80
Other non-current assets	1,440.69	727.98	951.27
<b>Total non-current assets</b>	<b>29,343.19</b>	<b>24,845.81</b>	<b>25,534.26</b>
<b>Current assets</b>			
Financial assets			
- Investments	1,758.24	3,185.41	2,623.06
- Trade receivables	20,529.72	13,265.73	16,829.46
- Cash and cash equivalents	3,177.11	1,693.17	3,258.83
- Bank balances other than cash and cash equivalents	3,174.85	2,923.31	3,240.49
- Other financial assets	8,825.95	5,323.88	4,360.89
Other current assets	15,850.23	3,662.41	4,225.41
<b>Total current assets</b>	<b>53,316.10</b>	<b>30,053.91</b>	<b>34,538.14</b>
<b>TOTAL ASSETS</b>	<b>82,659.29</b>	<b>54,899.72</b>	<b>60,072.40</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	779.25	769.25	770.25
Other equity	53,991.27	44,466.84	47,016.26
<b>Total Equity</b>	<b>54,770.52</b>	<b>45,236.09</b>	<b>47,786.51</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
- Lease liabilities	1,528.05	1,106.08	943.10
- Other financial liabilities	19.49	-	-
Other non-current liabilities	51.65	5.52	25.51
Provisions	-	466.85	531.21
<b>Total Non-current liabilities</b>	<b>1,599.19</b>	<b>1,578.45</b>	<b>1,499.82</b>
<b>Current liabilities</b>			
Financial liabilities			
- Borrowings	-	1.85	1.87
- Lease liabilities	846.69	539.17	560.87
- Trade payables			
-total outstanding dues of micro enterprises and small enterprises	61.58	19.15	49.63
-total outstanding dues of creditors other than micro enterprises and small enterprises	16,640.74	1,461.10	2,638.18
- Other financial liabilities	1,120.97	406.16	292.11
Other current liabilities	5,395.91	3,569.78	4,914.10
Provisions	1,889.87	1,664.08	2,037.42
Current tax liabilities (net)	333.82	423.89	291.89
<b>Total current liabilities</b>	<b>26,289.58</b>	<b>8,085.18</b>	<b>10,786.07</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>82,659.29</b>	<b>54,899.72</b>	<b>60,072.40</b>

**Audited standalone cashflow statement**

	For the half year ended		For the year ended
	September 30, 2024	September 30, 2023	March 31, 2024
	In ₹ Million	In ₹ Million	In ₹ Million
<b>Cash flows from operating activities</b>			
<b>Profit before tax</b>	<b>7,493.39</b>	<b>7,119.81</b>	<b>13,165.29</b>
Adjustments for:			
Interest income	(344.96)	(387.15)	(715.31)
Finance cost	205.28	85.40	169.84
Dividend income	-	(249.99)	(249.99)
Depreciation and amortization expense	769.68	796.89	1,623.64
Unrealised exchange loss gain / loss (net)	(140.04)	(89.13)	(211.55)
Exchange gain on derivative contracts	(12.15)	(87.27)	(70.63)
Exchange (gain) / loss on translation of foreign currency cash and cash equivalents	(32.77)	10.96	(33.40)
Bad debts	-	-	59.66
Change in provision for expected credit loss / (gain) (net)	15.12	41.25	(15.95)
Employee stock compensation expenses	426.52	390.38	584.95
Remeasurements of the defined benefit liabilities (before tax effects)	170.32	(18.33)	(84.64)
Excess provision in respect of earlier years written back	-	-	(0.14)
Profit on sale/ fair valuation of financial assets designated as FVTPL	(236.12)	(94.47)	(293.35)
Provision towards employee benefits	(506.74)	-	-
Profit on sale of investments (net)	(336.02)	-	(36.45)
Profit on sale of Property, Plant and Equipment (net)	(66.34)	(5.23)	(22.95)
<b>Operating profit before working capital changes</b>	<b>7,405.17</b>	<b>7,513.12</b>	<b>13,869.02</b>
<b>Movements in working capital :</b>			
Decrease / (Increase) in other non current assets	(494.56)	28.37	(202.39)
Increase in other non current financial assets	(165.41)	(57.09)	(63.78)
Decrease / (Increase ) in other current financial assets	(3,890.67)	(640.76)	482.92
Increase in current assets	(11,577.13)	(917.77)	(1,932.42)
Increase in trade receivables	(4,628.37)	(2,680.25)	(6,444.32)
Increase in trade payables, current liabilities and non current liabilities	16,406.57	1,057.50	3,510.81
Decrease in provisions	(109.07)	(837.47)	(389.66)
<b>Operating profit after working capital changes</b>	<b>2,946.53</b>	<b>3,465.65</b>	<b>8,830.18</b>
Direct taxes paid (net of refunds)	(1,979.75)	(1,325.18)	(3,122.05)
<b>Net cash generated from operating activities</b>	<b>(A) 966.78</b>	<b>2,140.47</b>	<b>5,708.13</b>
<b>Cash flows from investing activities</b>			
Payment towards capital expenditure (including property, plant and equipment, intangible assets, capital advances and capital creditors)	(2,021.41)	(900.21)	(1,435.22)
Proceeds from sale of Property, Plant and Equipment	221.55	5.23	28.17
Payment towards investment in wholly owned subsidiary	782.51	-	-
Payable to selling shareholder	-	-	(10.07)
Proceeds from transfer of business undertaking	969.99	-	116.25
Disbursement of Loan to ESOP trust	(3,075.71)	(1,390.00)	(1,602.97)
Recovery of Loan to ESOP trust	975.71	440.00	1,712.97
Purchase of bonds	-	-	(0.70)
Proceeds from sale of bonds	-	-	80.70
Investments in mutual funds	(22,925.28)	(22,296.89)	(50,470.37)
Proceeds from sale / maturity of mutual funds	23,880.96	20,949.56	48,786.33
Proceeds from maturity of bank deposits having original maturity over three months	63.38	1,190.16	938.84
Disposal in deposit with financial institutions	100.00	300.00	400.00
Interest received	325.90	410.31	759.32
Dividend received	-	249.99	249.99
<b>Net cash used in investing activities</b>	<b>(B) (702.40)</b>	<b>(1,041.85)</b>	<b>(446.76)</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of share capital including securities premium	1,845.90	1394.5	1,607.80
Repayment of long term borrowings	(1.85)	(1.84)	(1.84)
Payment of principal portion of lease liabilities	(386.40)	-	(520.39)
Payment of interest portion of lease liabilities	(112.65)	(245.79)	(147.50)
Dividend paid	(1,540.50)	(1,692.35)	(4,153.95)
Interest paid	(92.65)	(85.46)	(22.38)
<b>Net cash used in financing activities</b>	<b>(C) (288.15)</b>	<b>(630.94)</b>	<b>(3,238.26)</b>

**Audited standalone cashflow statement**

	For the half year ended		For the year ended
	September 30, 2024	September 30, 2023	March 31, 2024
	In ₹ Million	In ₹ Million	In ₹ Million
Net increase / (decrease) in cash and cash equivalents (A + B + C)	(23.77)	467.68	2,023.11
Cash and cash equivalents at the beginning of the year	3,258.83	1,236.45	1,236.45
Movement in cash and cash equivalent on account of transfer of business undertaking	(90.72)	-	(34.13)
Effect of exchange differences on translation of foreign currency cash and cash equivalents	32.77	(10.96)	33.40
<b>Cash and cash equivalents at the end of the year</b>	<b>3,177.11</b>	<b>1,693.17</b>	<b>3,258.83</b>
<b>Components of cash and cash equivalents</b>			
Cash on hand	0.17	0.15	0.08
Balances with banks			
On current accounts	1,298.97	802.00	1,761.40
On saving accounts	26.63	28.18	23.48
On deposit account with maturity of less than three months	302.00	37.00	72.00
On exchange earner's foreign currency accounts	1,549.34	825.84	1,401.87
<b>Cash and cash equivalents</b>	<b>3,177.11</b>	<b>1,693.17</b>	<b>3,258.83</b>

# Of the cash and cash equivalent balance as at September 30, 2024, the Company can utilise ₹ 0.02 Million (Corresponding period : ₹ 3.96 Million / Previous year: ₹ 65.10 Million) only towards certain predefined activities specified in the government grant agreement.

The above Cash Flow Statement has been prepared under "Indirect Method" as set out in Ind AS - 7 on "Statement of Cash Flows" notified under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

*(This space is intentionally left blank)*

**Notes:**

- 1 The audited condensed interim standalone financial statements for the quarter and half year ended September 30, 2024, as recommended by the Audit Committee at its meeting held on October 21, 2024, have been taken on record by the Board of Directors at its meeting held on October 22, 2024. The statutory auditors have expressed an unmodified audit opinion. The information presented above is extracted from the audited condensed interim standalone financial statements.
- 2 The above standalone financial results have been prepared from the condensed interim standalone 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 standalone financial results (including notes) are reported in million of Indian rupees (in ₹ Million) except share and per share data, unless otherwise stated.
- 3 Based on the approval of the Board of Directors of the Company the following Equity Shares of ₹ 5 each were allotted to the ESOP Trust, at allotment price per Equity Share specified therein:  
Second tranche of 600,000 (Six Hundred Thousand only) Equity Shares of ₹ 5 each were allotted on July 10, 2024, at allotment price of ₹ 643.50 per Equity Share, aggregating to the total consideration of ₹ 386.10 Million.  
Third tranche of 1,200,000 (Twelve Hundred Thousand only) Equity Shares of ₹ 5 each were allotted on September 6, 2024, at allotment price of ₹ 1216.5 per Equity Share, aggregating to the total consideration of ₹ 1,459.80 Million.  
Consequent to this, the paid-up share capital of the Company increased to 155,850,000 Equity Shares of ₹ 5 each (aggregating to ₹ 779,250,000).
- 4 Mr. Sunil Sapre (DIN: 06475949) relinquished his position as the Chief Financial Officer of the Company with effect from May 15, 2024 (IST), and Mr. Vinit Teredesai has been appointed as the Chief Financial Officer of the Company effective from May 15, 2024 (IST). Mr. Sapre continues as the Executive Director of the Company.
- 5 The re-appointment of Mr. Sunil Sapre (DIN: 6475949) as the Executive Director of the Company was approved and recommended by the Board of Directors to the Members for their approval to hold office for the period of 3 (Three) months effective from October 1, 2024 to December 31, 2024, which was also confirmed by the members at the 34th Annual General Meeting of the Company held on July 16, 2024.
- 6 The re-appointment of Mr. Praveen Kadle (DIN: 00016814) as the Independent Director of the Company, was approved and recommended by the Board of Directors to the Members for their approval to hold the office for the second term of 5 (Five) consecutive years effective from April 23, 2025 to April 22, 2030, which was confirmed by the members at the 34th Annual General Meeting of the Company held on July 16, 2024.
- 7 Ms. Roshini Bakshi (DIN: 01832163) Independent Director of the Company retired effective from the conclusion of the 34th Annual General Meeting of the Company upon completion of her second term as the Independent Director of the Company.
- 8 Ms. Anjali Joshi (DIN: 10661577) was appointed as an Additional Director (Independent Member) of the Company by the Board of Directors effective from June 12, 2024. The members at the 34th Annual General Meeting of the Company held on July 16, 2024, confirmed her appointment as the Independent Director of the Company, not liable to retire by rotation, to hold office for the term of 5 (five) consecutive years i.e., from June 12, 2024, to June 11, 2029.
- 9 Persistent India Foundation was incorporated under Section 8 of the Companies Act, 2013 effective from May 1, 2024, as a wholly owned subsidiary of the Company.
- 10 Software Corporation International, LLC (Step Down Subsidiary) has been dissolved effective from June 27, 2024.
- 11 Starfish Associates, LLC, USA has become a wholly owned subsidiary of Persistent Systems, Inc. (wholly owned subsidiary) effective from August 1, 2024, upon completion of the necessary customary closing conditions. For the half year ended September 30, 2024, the transaction is accounted for using the acquisition method of accounting under Ind AS 103 on provisional basis.
- 12 Persistent Systems Limited and Persistent Systems, Inc. USA (wholly owned subsidiary) collectively have entered into an Asset Purchase Agreement with SoHo Dragon Inc. on September 10, 2024, for the acquisition of its identified assets subject to the satisfaction of customary closing conditions.
- 13 Persistent Systems Limited has entered into a Stock Purchase Agreement for the acquisition of Arrka Infosec Private Limited, (a private company incorporated under the Companies Act, 1956 having its Registered Office in Pune, India) on September 30, 2024, subject to the satisfaction of customary closing conditions.
- 14 The members at the 34th Annual General Meeting held on July 16, 2024, approved the payment of a final dividend of ₹ 10 per equity share for the Financial Year 2023-24. Accordingly, an amount of ₹ 1,534.68 Million was paid towards the Final Dividend as of September 30, 2024, out of the total dividend amount of ₹ 1,540.50 Million. The remaining amount of ₹ 5.82 Million was unclaimed, and the Company has issued Demand Drafts to shareholders against this amount. The Company will make additional due efforts to pay the same to the respective Shareholders.
- 15 During the period, the Company has internally reorganized business operations in USA. While, the overall business has remained consistent for these customers, the reorganisation has resulted in transfer of certain customer contracts and certain employees, from Persistent Systems Inc.(US subsidiary) to Persistent Systems Limited (the Holding Company and its USA branch). As result of the reorganization, the revenue for the quarter / period ended is not comparable with the previous corresponding period / year.
- 16 In accordance with para 4 of notified Ind AS-108 "Operating Segments", the Company has disclosed segment information only on the basis of consolidated financial results.
- 17 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](http://www.bseindia.com)
  - National Stock Exchange of India Ltd.: [www.nseindia.com](http://www.nseindia.com)

Pune  
Date : October 22, 2024

By order of Board of Directors of Persistent Systems Limited

*Anand Deshpande*

**Dr. Anand Deshpande**  
Chairman and Managing Director

"For risks and uncertainties relating to forward-looking statements, please visit our website :- [www.persistent.com](http://www.persistent.com)"

(This space is intentionally left blank)