

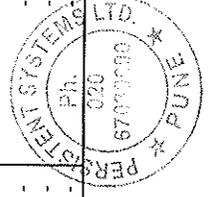
Persistent Systems Limited

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Audited unconsolidated financial results of Persistent Systems Limited for the quarter and half year ended September 30, 2016

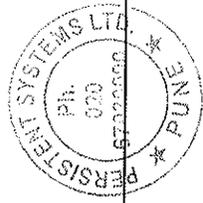
Part I

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended March 31, 2016 (Audited)
		September 30, 2016 (Audited)	June 30, 2016 (Audited)	September 30, 2015 (Audited)	September 30, 2016 (Audited)	September 30, 2015 (Audited)	
1	Income from operations (net)	4,224.94	4,172.95	3,477.52	8,397.89	6,852.71	14,471.36
2	Total Income from operations (net)	4,224.94	4,172.95	3,477.52	8,397.89	6,852.71	14,471.36
	- Employee benefits expense	2,131.49	2,134.71	1,752.84	4,266.20	3,384.22	7,177.28
	- Cost of technical professionals	541.87	464.46	388.77	1,006.33	678.00	1,616.14
	- Depreciation and amortization expense	151.27	154.43	144.76	305.70	281.67	585.35
	- Other expenses	697.95	625.95	477.28	1,323.90	898.10	2,422.17
3	Total Expenses	3,522.38	3,379.55	2,764.15	6,902.13	5,241.99	11,800.94
4	Profit/ (Loss) from operations before other income, finance cost and exceptional items	702.36	793.40	713.37	1,495.76	1,590.72	2,670.42
5	Other income	255.75	247.74	263.05	503.49	430.89	794.70
6	Profit/ (Loss) from ordinary activities before finance cost and exceptional items	958.11	1,041.14	976.42	1,999.25	2,021.61	3,465.12
7	Finance cost	0.37	0.19	0.27	0.56	0.53	0.92
8	Profit/ (Loss) from ordinary activities after finance cost but before exceptional items	957.74	1,040.95	976.15	1,998.69	2,021.08	3,464.20
9	Exceptional items	-	-	-	-	-	-
10	Profit/ (Loss) from ordinary activities before tax	957.74	1,040.95	976.15	1,998.69	2,021.08	3,464.20
11	Tax expense	220.51	244.21	303.87	464.72	591.35	968.21
12	Net Profit/ (Loss) from ordinary activities after tax	737.23	796.74	672.28	1,533.97	1,429.73	2,495.99
13	Extra-ordinary items	-	-	-	-	-	-
14	Net Profit/ (Loss) for the period	737.23	796.74	672.28	1,533.97	1,429.73	2,495.99
15	Share of Profit/ (Loss) of associates	-	-	-	-	-	-
16	Minority interest	-	-	-	-	-	-
17	Net Profit/ (Loss) after taxes, minority interest and share of Profit/ (Loss) of associates	737.23	796.74	672.28	1,533.97	1,429.73	2,495.99
18	Other comprehensive income for the period	(6.00)	(4.77)	(76.68)	(10.77)	(40.01)	210.48
19	Total Comprehensive Income for the period	731.23	791.97	595.60	1,523.20	1,389.72	2,706.47
20	Paid-up equity share capital (Face value of share ₹ 10 each)	800.00	800.00	800.00	800.00	800.00	800.00
21	Reserves excluding revaluation reserves	-	-	-	-	-	-
(i)	Earnings per share (EPS) in ₹ Before extra ordinary items (not annualised)	9.22	9.96	8.43	19.17	17.95	31.27
	- Basic	9.22	9.96	8.43	19.17	17.95	31.27
	- Diluted	9.22	9.96	8.43	19.17	17.95	31.27
(ii)	After extra ordinary items (not annualised)	9.22	9.96	8.43	19.17	17.87	31.20
	- Basic	9.22	9.96	8.43	19.17	17.87	31.20
	- Diluted	9.22	9.96	8.43	19.17	17.87	31.20
	Dividend per share in ₹	-	-	-	-	-	8
	Interim dividend	-	-	-	-	-	-
	Final dividend	-	-	-	-	-	-
	Total dividend	-	-	-	-	-	8



Audited statement of assets and liabilities

		in ₹ Million	
Particulars		As at September 30, 2016 (Audited)	As at March 31, 2016 (Audited)
ASSETS			
Non-current assets			
Property, Plant and Equipment		2,656.96	2,771.92
Capital work-in-progress		18.98	13.80
Other Intangible assets		203.73	148.88
Intangible assets under development		0.45	-
Financial assets			
- Investments		3,910.20	2,774.71
- Loans		444.87	73.63
-Other non-current financial assets		936.68	870.10
Deferred tax assets (net)		2.05	18.28
Other non-current assets		75.93	66.55
Total non-current assets		8,249.85	6,737.87
Current assets			
Financial assets			
- Investments		4,205.14	4,914.36
- Trade receivables		4,261.33	3,815.07
- Cash and cash equivalents		297.73	499.26
- Other bank balances		45.07	37.28
- Loans		5.40	5.78
- Other current financial assets		832.26	873.24
Current tax assets (net)		77.36	71.39
Other current assets		1,148.27	956.72
Total current assets		10,872.56	11,173.10
TOTAL ASSETS		19,122.41	17,910.97
EQUITY AND LIABILITIES			
Equity			
Equity share capital		800.00	800.00
Other equity		16,451.07	14,894.88
Total Equity		17,251.07	15,694.88
Liabilities			
Non-current liabilities			
Financial liabilities			
- Borrowings		25.77	26.91
Provisions		136.57	117.26
Total Non-current liabilities		162.34	144.17
Current liabilities			
Financial liabilities			
- Trade payables		756.79	1,051.33
- Deferred payment liabilities		4.41	4.34
- Other financial liabilities		156.54	113.39
Other current liabilities		256.07	401.50
Provisions		535.19	501.36
Total current liabilities		1,709.00	2,071.92
TOTAL EQUITY AND LIABILITIES		19,122.41	17,910.97



Notes:

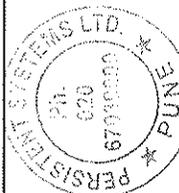
- 1 The audited financial statements for the quarter and half year ended September 30, 2016, have been taken on record by the Board of Directors at its meeting concluded on October 22, 2016 as recommended by the Audit Committee at its meeting held on October 21, 2016. The statutory auditors have expressed an unqualified audit opinion.
- 2 The Company adopted Indian Accounting Standards (Ind AS) from April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting.
- 3 The Company has reviewed the trend of leave availment by employees and based on it, the estimate of expected short term leave availment was revised. This change in estimate resulted in lower charge towards expenses for leave encashment on account of accumulated compensated absences to the extent of ₹ 104.08 million for the quarter ended September 30, 2016. It is not practicable to ascertain the impact of this change in estimates for the future accounting periods. However, as per the current estimate, the impact may not be significant.
- 4 Figures for the previous periods/year have been regrouped wherever necessary to conform to current period presentation.
- 5 Reconciliations between equity and financial results, as previously reported (referred to as Previous GAAP) and Ind AS are as under:

Equity reconciliation

Particulars	in ₹ Million	
	As at March 31, 2016 (Audited)	Year ended March 31, 2016 (Audited)
Equity under Previous GAAP	15,509.25	
Effect of reversal of rent escalation provision	49.06	
Effect of measuring investments in mutual funds at Fair Value through Profit and Loss	190.96	
Effect of Deposits measured at amortised cost	(1.80)	
Deferred tax effect on fair valuation of financial instruments	(66.09)	
Effect of stock compensation expenses charged to subsidiaries	13.50	
Equity under Ind AS	15,694.88	

Comprehensive income reconciliation

Particulars	in ₹ Million		
	Quarter ended September 30, 2015 (Audited)	Half year ended September 30, 2015 (Audited)	Year ended March 31, 2016 (Audited)
Net Profit under Previous GAAP	594.11	1,439.41	2,654.61
Actuarial (gain)/ loss on employee defined benefit funds recognised in Other Comprehensive income (net of tax effect)	25.27	(40.55)	(152.11)
Effect of stock compensation expenses recognised at fair value	(3.77)	(7.53)	(16.08)
Effect of measuring investments in mutual funds at Fair Value through Profit and Loss	87.59	49.46	(14.17)
Effect of Deferred tax (charge)/ credit recognised	(30.32)	(17.12)	4.90
Effect of reversal of rent escalation provision	(0.53)	6.21	19.17
Effect of Deposits measured at amortised cost	(0.07)	(0.15)	(0.33)
Net Profit under Ind AS	672.28	1,429.73	2,495.99



By order of Board of Directors of Persistent Systems Limited
Anand Deshpande
Dr. Anand Deshpande
 Chairman and Managing Director

Kiran Umrothkar
 Director

Pune
 October 22, 2016

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