

PART I							
Statement of Standalone Unaudited Results for the Quarter Ended 30/09/2015							
Sl. No.	Particulars	Quarter ended 30/09/2015	Preceding Quarter ended 30/06/2015	Corresponding Quarter ended 30/09/2014 in the previous year	Year to date figures for current period ended 30/09/2015	Year to date figures for previous period ended 30/09/2014	Previous year ended 31/12/2014
(Refer Notes Below)		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Income from operations						
	Net sales/ Income from operations	3,288	2,949	3,853	9,094	11,395	14,958
	Total Income from operations (net)	3,288	2,949	3,853	9,094	11,395	14,958
2.	Expenses						
	a) Employee benefits expenses	1,535	1,625	1,433	4,897	5,589	7,365
	b) Project work expenses	324	253	1,135	897	1,916	2,422
	c) Exchange loss / (gain)	(121)	(269)	91	(121)	136	143
	d) Depreciation and amortisation expense	83	99	100	296	304	450
	e) Other expenses	759	664	907	2,162	2,505	4,076
	Total Expenses	2,580	2,372	3,666	8,131	10,450	14,456
3.	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	708	577	187	963	945	502
4.	Other income	248	296	291	764	633	1,414
5.	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	956	873	478	1,727	1,578	1,916
6.	Finance costs	5	5	5	15	15	20
7.	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	951	868	473	1,712	1,563	1,896
8.	Exceptional items (Gain) / Loss	-	-	(173)	-	(173)	515
9.	Profit / (Loss) from ordinary activities before tax (7-8)	951	868	646	1,712	1,736	1,381
10.	Tax expense / (credit)	323	388	92	679	654	659
11.	Net Profit / (Loss) for the period (9-10)	628	480	554	1,033	1,082	722
12.	Paid up equity share capital (Face value per share Rs 10/-)	11,140	11,140	11,140	11,140	11,140	11,140
13.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year (includes debit balance of profit & loss a/c, if any)						6,347
14.	Earning / (Loss) per share (of Rs 10/- each) (not annualised)						
	(a) Basic	0.56	0.43	0.50	0.93	0.97	0.65
	(b) Diluted	0.56	0.43	0.50	0.93	0.97	0.65

PART II							
Select Information for the Quarter ended 30/09/2015							
Sl. No.	Particulars	Quarter ended 30/09/2015	Preceding Quarter ended 30/06/2015	Corresponding Quarter ended 30/09/2014 in the previous year	Year to date figures for current period ended 30/09/2015	Year to date figures for previous period ended 30/09/2014	Previous year ended 31/12/2014
A	PARTICULARS OF SHAREHOLDING						
1.	Public shareholding						
	- Number of Shares	27,850,929	27,850,929	27,850,929	27,850,929	27,850,929	27,850,929
	- Percentage of shareholding	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%
2.	Promoters and promoter group Shareholding						
	a. Pledged / Encumbered						
	-Number of Shares	-	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	-	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of the total share capital of the Company)	-	-	-	-	-	-
	b. Non Encumbered						
	-Number of Shares	83,552,787	83,552,787	83,552,787	83,552,787	83,552,787	83,552,787
	-Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	-Percentage of shares (as a % of the total shareholding of the total share capital of the Company)	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%

Sl. No.	Particulars	Quarter ended 30/09/2015
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	2
	Disposed off during the quarter	2
	Remaining unresolved at the end of the quarter	Nil

Notes to above results :

1. The above financial results of Xchanging Solutions Limited (the Company) have been reviewed and recommended by the Audit Committee, and approved by the Board of Directors on November 6, 2015 and a limited review has been carried out by the statutory auditors of the Company.
2. The Company has only one primary segment viz., Information Technology (IT) services and accordingly the above results relate to this segment.
3. On August 1, 2002, the Company issued 1,500,000, 11% debentures of face value of Rs. 100 each. The debentures were repayable at par at the end of five years from the date of issuance. Based on the orders of the Debt Recovery Tribunal, the Company had issued duplicate debenture certificates for 625,000 debentures in favour of a Bank and these debentures were redeemed in June 2007. Post redemption of these debentures, a civil suit was filed against the Company by Third Party claiming rights over the said 625,000 debentures. Decision on this suit is still pending before Hon'ble Madras High Court. On the basis of an interim application filed by the Third Party, the Hon'ble High Court passed an Interim Order in restraining the Company from reflecting the redemption of debentures and directing the Company to continue to show it as due and payable. The Company has filed an appeal against the interim order, pending which no adjustment has been made in these accounts.
4. In the ordinary course of business, the Company is subject to legal proceedings, claims and litigation. Xchanging Solutions Limited and its USA subsidiary, Xchanging Solution USA Inc., ("XSUI") is currently a defendant in a claim for an unspecified amount alleging a breach of warranties in the USA. The claim in question relates to a contract that was awarded to XSUI in 2006 and was subsequently sold by XSUI in 2007 to the claimant. The litigation is a fact intensive case for which the fact discovery and proceedings are ongoing in USA. Based on the facts produced and reviewed to date and legal advice thereon, the Company believes it is not probable that the claim will be successful. Therefore, no provision is required to be made at this stage.
5. Exceptional items for the previous year as per standalone results of the Company comprises of the following:
 - (i) The Company has strategic gross investments amounting to Rs. 2,222 in Xchanging Solutions (Europe) Limited, UK, its wholly owned subsidiary. Based on assessment of diminution in the value of investments, the Company had made a provision of Rs. 1,534 in prior years. During the previous year ended December 31, 2014, the Company had reassessed the investments for impairment using discounted cash flow method and as a result of this assessment, the Company had created additional provision of Rs. 688 during the quarter ended December 31, 2014 against the investments towards diminution in value considering it to be "a decline other than temporary".
 - (ii) During the quarter ended September 30, 2014, the Company had reversed a provision of Rs. 173 created in the prior years for an onerous lease held by the Company as the Company did not anticipate any outflow. As a result of the same and the effect of provision created in the quarter ended December 31, 2014 as per 5(i) above, the net effect for the year ended December 31, 2014 was Rs. 515.
6. The amounts for the previous periods have been reclassified wherever necessary to conform to the current period presentation.

By Order of the Board of Directors

Place : Bengaluru, India
Date : November 6, 2015

Alok K Sinha
Executive Director &
Chief Executive Officer