

(Rs in lakhs)						
Statement of Standalone Unaudited Financial Results For the Quarter and Nine Months ended 31/12/2017						
Sl. No.	Particulars	Quarter ended 31/12/2017	Quarter ended 30/09/2017	Corresponding quarter ended 31/12/2016 in the previous year	For the nine months period ended 31/12/2017	For the twelve months period ended 31/12/2016
(Refer Notes Below)		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1.	Revenue from operations	1,379	1,261	1,899	4,149	8,168
2.	Other income	252	202	181	634	780
3.	Total Revenue (1+2)	1,631	1,463	2,080	4,783	8,948
4.	Expenses					
	Employee benefits expense	788	890	1,168	2,539	5,640
	Finance costs	1	1	2	4	12
	Depreciation and amortisation expense	22	27	63	84	234
	Other expenses	353	363	806	1,275	3,313
	Total Expenses	1,164	1,281	2,039	3,902	9,199
5.	Profit / (Loss) before tax (3-4)	467	182	41	881	(251)
6.	Tax expense / (benefit)					
	Current tax	231	88	23	409	177
	Deferred tax	(47)	(11)	(8)	(21)	(42)
	Net tax expense / (benefit)	184	77	15	388	135
7.	Net Profit / (Loss) after tax (5-6)	283	105	26	493	(386)
8.	Other Comprehensive Income/ (expense) (net of tax)	2	16	(13)	59	(27)
9.	Total Comprehensive Income/ (expense) (After tax) (7+8)	285	121	13	552	(413)
10.	Paid up equity share capital (Face Value per Share Rs 10/-)	11,140	11,140	11,140	11,140	11,140
11.	Earnings / (Loss) per Equity Share on Net Profit / (Loss) after tax (of Rs.10 each) (not annualised)					
	Basic- In Rs	0.25	0.09	0.02	0.44	(0.35)
	Diluted- In Rs	0.25	0.09	0.02	0.44	(0.35)

Notes to above results :

- The above unaudited financial results of Xchanging Solutions Limited (the Company) have been reviewed and recommended by the Audit Committee to the Board, and approved by the Board of Directors at its meeting held on February 13, 2018. The statutory auditors have carried out limited review of financial results for the quarter and nine months ended December 31, 2017.
- 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. 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 Hon'ble Madras High Court vide order dated September 28, 2016 dismissed the suit filed by the said Third Party and also set aside the interim order. The Third Party has approached the Hon'ble Supreme Court against the said order of the Hon'ble Madras High Court. On January 20, 2017 the Hon'ble Supreme Court has issued notice to the Company. Based on the legal advice obtained, the company is of the opinion that no adjustments are considered necessary.
- The Company has only one primary segment viz., Information Technology (IT) services and accordingly the above results relate to this segment.
- The Company has adopted the Indian Accounting Standard (Ind AS) from April 1, 2017 and 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 relevant rules issued thereunder and other accounting principles generally accepted in India.
- Reconciliation of profit/ (loss) after tax for the quarter and twelve months period ended December 31, 2016 between Ind AS compliant results as reported above with results reported in previous period as per Indian GAAP are given below:

(Rs in lakhs)			
Particulars	Notes	Quarter ended 31/12/2016	For the twelve months period ended 31/12/2016
Profit/ (Loss) after tax as reported in previous year as per Indian GAAP		13	(413)
Actuarial loss on defined benefit plan transferred to other comprehensive income/ (expense)	(A)	13	27
Profit/ (Loss) after tax as reported as per Ind AS		26	(386)
Other comprehensive expense (net of tax)		(13)	(27)
Total Comprehensive Income/ (expense) as per Ind AS		13	(413)

- (A) The actuarial gains and losses, under Ind AS form part of remeasurement of the net defined benefit liability and is recognised in other comprehensive income, as against recognition in profit or loss under previous GAAP.
- In the previous year, to align with the provisions of Section 2(41) of the Companies Act, 2013 the Company had prepared its Financial Statements for a period of 15 months commencing from January 1, 2016. Therefore, the comparative figures presented in the Statement for year to date period are not entirely comparable.
- Figures for the previous periods have been regrouped and reclassified, wherever necessary.

By Order of the Board of Directors

K.S. Ramaswamy

Ramaswamy K S
Executive Director & Chief Executive Officer

Place : *Bangalore*
Date : *February 13, 2018*

