

July 21, 2022

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001 Company Code No.: 543268	National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 Company Symbol: DRCSYSTEMS
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Dear Sir / Madam,

Sub: Outcome of Board Meeting

With reference to our letter dated July 12, 2022 and pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company at its meeting held today i.e. July 21, 2022 has considered and approved the Unaudited (Standalone) Financial Results for the quarter ended on June 30, 2022 together with the Limited Review Report from the Statutory Auditors.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

- i. A copy of Unaudited (Standalone) Financial Results for the quarter ended on June 30, 2022.
- ii. Limited Review Report on the aforesaid Unaudited (Standalone) Financial Results.
- iii. A copy of Press Release on the aforesaid Unaudited (Standalone) Financial Results for the quarter ended on June 30, 2022.


The Board Meeting commenced at 11.00 a.m. and concluded at 12.15 p.m.

We request you to kindly take the same on your records please.

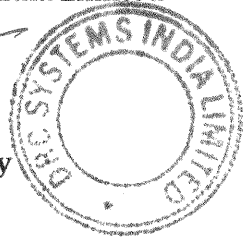
Thanking you,

Yours faithfully,

For DRC Systems India Limited



Jainam Shah
Company Secretary



Encl.: As above

RAJPARA ASSOCIATES

Chartered Accountants

D -1107, The First, Near Hotel ITC Narmada, Behind Keshavbaug Party Plot, Vastrapur,
Ahmedabad-380 015. Phone: 079-4849 3366. E mail: admin@carajpara.com
carajpara.com

Limited Review Report on unaudited standalone financial results of DRC SYSTEMS INDIA LIMITED for the quarter ended June 30, 2022 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

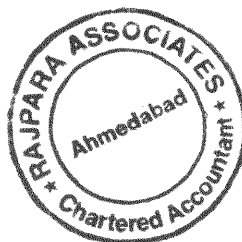
To the Board of Directors

DRC SYSTEMS INDIA LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of DRC SYSTEMS INDIA LIMITED ("the Company"), for the quarter ended 30 June 2022 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

2. This Statement, which is the responsibility of the Company's management has been reviewed by the Audit Committee and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.


3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

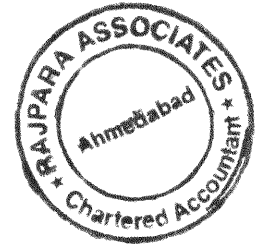


4. Based on our review conducted and procedures performed as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : Ahmedabad
Date : 21/07/2022
UDIN : 22046922ANISG454451

For Rajpara Associates
Chartered Accountants
FRN 113428W


C J Rajpara
Partner
M. No. 046922

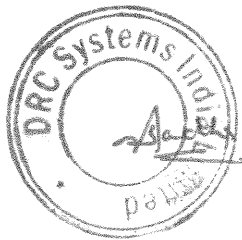
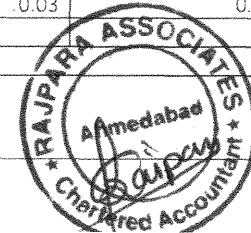


DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar 382355
Statement of Unaudited Financial Results for the Quarter Ended June 30, 2022

(Rupees in lakhs, except per share data and if otherwise stated)

Sr. No.	Particulars	Quarter Ended		Year Ended	
		June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
		(Unaudited)	(Audited) (Refer Note 5)	(Unaudited)	(Audited)
1	Income from operations				
	Income from operations	447.2	464.5	521.9	1,950.1
	Total income from operations	447.2	464.5	521.9	1,950.1
2	Other income	14.7	17.1	14.6	33.1
3	Total income (1+2)	461.9	481.6	536.5	1,983.2
4	Expenses				
	Employee benefits expenses	203.7	250.8	213.3	931.9
	Contracting expenses	40.4	109.7	232.9	615.7
	Finance costs	27.0	3.3	0.3	7.2
	Depreciation and amortisation expenses	25.3	27.4	40.5	132.1
	Other expenses	63.4	41.5	32.1	175.5
	Total expenses	359.8	432.7	519.1	1,862.4
5	Profit/(Loss) before exceptional item and tax (3-4)	102.1	48.9	17.4	120.8
6	Exceptional items	-	-	-	-
7	Profit/(Loss) before tax (5-6)	102.1	48.9	17.4	120.8
8	Tax expenses	32.1	13.3	4.4	50.5
9	Profit/(Loss) after tax (7-8)	70.0	35.6	13.0	70.3
10	Other Comprehensive Income/(Expenses) (net of tax)				
	Items that will not be reclassified to Profit or loss				
	-Remeasurements of the defined benefit plans	-	(0.8)	-	(0.8)
	-Income tax relating to items that will not be reclassified to Profit or loss	-	-	-	-
11	Other comprehensive income, net of tax	-	(0.8)	-	(0.8)
12	Total Comprehensive Income for the Period (after tax) (9+11)	70.0	34.8	13.0	69.5
13	Paid-up equity share capital (Face Value of the share Re. 1/- each)	386.50	386.5	386.50	386.5
14	Other equity				291.6
15	Earnings per share (not annualised for the quarter) (refer note: 3)				
	(a) Basic	0.18	0.09	0.03	0.18
	(b) Diluted	0.18	0.09	0.03	0.18

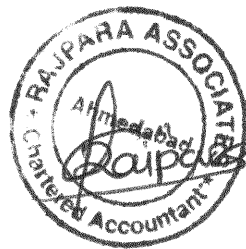
See accompanying notes to the financial results



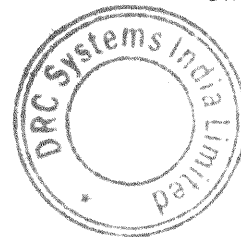
Notes:

- 1 The above statement of unaudited financial results for the quarter ended June 30, 2022 ('the Statement') of DRC Systems India Limited ('the Company') are reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at its meeting held on July 21, 2022. The report has been filed with the stock exchanges and is available on the Company's website at "www.drccsystems.com".
- 2 In accordance with Ind AS-108 - "Operating Segments" and evaluation by the Chief Operating Decision Maker, the Company operates in one business segment i.e. IT and IT enabled Services including web and mobile app development, maintenance, testing and related ancillary services, which is reflected in the above results.
- 3 During the previous year, the Shareholders of the Company have approved the Split/Sub-division of each Equity Share of the Company from the existing Face Value of Rs. 10/- (Rupees Ten Only) per Equity Share to Face Value of Re. 1/- (Rupee One Only) per Equity Share in Extra Ordinary General Meeting dated February 25, 2022. The Record Date for Sub-division was March 17, 2022. The Earning Per Share ("EPS") have been calculated /restated, as applicable, for the quarter ended on June 30, 2021 after considering the new number of Equity Shares post Sub-division in line with the provisions of applicable Ind As to make figures of EPS comparable with previous period.
- 4 During the previous year, the Company had incorporated a wholly owned subsidiary company "DRC Systems EMEA LLC -FZ" in Dubai. The said company has commenced its business operations in July 2022.
- 5 The figures of the quarter ended March 31, 2022 are the balancing figures between the audited figures for the full financial year ended March 31, 2022 and the published year to date figures up to third quarter ended December 31, 2021.
- 6 The figures for comparative period/year have been regrouped/ reclassified, wherever necessary, to make them comparable.

Date: July 21, 2022
Place: Gandhinagar



For and on behalf of Board of Directors of
DRC Systems India Limited




Hiten A. Barchha
Managing Director

Media Release

DRC Systems India Limited Announces Unaudited Financial Results for the First Quarter (Q1) of the Fiscal Year 2022-23

Profit before tax up 486%, Y-o-Y to INR 102 Lacs.
Profit after tax up 440%, Y-o-Y to INR 70 Lacs.
EBITDA up 165%, Y-o-Y to INR 154 Lacs.

Gandhinagar, India, 21th July, 2022 – Information Technology and Software Consultancy Services provider, DRC Systems India Limited “**DRC Systems**” “the Company”, today announced its standalone unaudited financial results for the First Quarter (Q1), ended June 30, 2022, for the fiscal year 2022-23.

Managing Director Mr. Hiten Barchha said, “Our performance for the first quarter is reflective of positive growth and emerging opportunities. Being a customer-centric technology company, we are well poised to take advantage of the positive emerging opportunities in the IT services and Consultancy space in India & globally, where we have strategized to provide viable solutions with a mix of innovation & creativity. Demand for creative & innovative tech solutions are high in demand as global businesses move towards high-density digitalisation as the economies turn towards building digital infrastructure. Hence, we expect to see more exciting years soon.”

Performance Review for Q1 FY22-23:

- Operating Revenue stood at Rs. 447.2 lakhs down 14.3% YoY, down 3.7% QoQ.
- EBITDA for the quarter was Rs. 154.3 Lakhs up 165.3% YoY, up 93.8% QoQ.
- Profit After Tax (PAT) is at Rs. 70.0 lakhs up 440% YoY, up 96.7% QoQ.

Figures in INR Lakhs

Particulars	Q1 FY23	Q1 FY22	% change YoY	Q4 FY22	% change QoQ
Revenue	447.2	521.9	-14.3%	464.5	-3.7%
EBITDA	154.3	58.2	165.3%	79.6	93.8%
EBITDA Margin	34.5%	11.1%	209.7%	17.1%	101.3%
Profit after Tax	70.0	13.0	440.0%	35.6	96.7%



About DRC Systems India Limited

DRC Systems is an IT services and Consultancy Company in India focused on providing viable and lasting solutions to businesses. We are focused on innovation and creativity to lead the change, since its advent in 2012. With competent teams of developers, project managers, and strategists, we help our customers overcome their business challenges with customized software development. Our services and solutions help businesses scale the market. Over the years, we have diversified our service offerings through a mix of organic growth and strategic transactions. We believe the wide range of services that we offer enables us to build stronger relationships with our clients and cross sell our services. Our customer base is spread across geographies and majorly to Europe, USA, Middle East and Asia.

Contact:

Hiten Barchha

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