

DATAMATICS

October 27, 2021

To,
Corporate Communication Department
BSE Limited
Phiroze Jeejeeboy Towers,
Dalal street, Mumbai - 400 001.
BSE Scrip Code : 532528

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051.
Symbol: DATAMATICS

Sub: Outcome of the Board Meeting - Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and six months ended September 30, 2021.

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to intimate that the Board of Directors of the Company have, at their meeting held today, i.e., Wednesday, October 27, 2021, at Mumbai, inter alia, considered and approved the Unaudited Standalone and Consolidated Financial Results for the quarter and six months ended September 30, 2021.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith Unaudited Standalone and Consolidated Financial Results alongwith Limited Review Report for the quarter and six months ended September 30, 2021.

The above information is also available on the website of the Company: www.datamatics.com.

The Meeting of the Board of Directors commenced at 11.30 A.M. and concluded at 01.35 P.M.

Kindly take the above on your record and acknowledge the receipt.

Thanking you,

For Datamatics Global Services Limited

Divya Kumat
EVP, Chief Legal Officer and Company Secretary
(FCS: 4611)

Enclosed: as above

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021

(Rupees in millions)

	STANDALONE						CONSOLIDATED					
	Quarter ended			Half Year ended			Quarter ended			Half Year ended		
	30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21	30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Income from Operations												
Revenue from operations	1,467.20	1,306.07	1,097.55	2,773.27	2,184.73	4,576.63	2,992.31	2,877.49	2,856.17	5,869.80	5,627.08	11,490.53
Other income	77.39	36.84	22.47	114.23	40.65	108.60	44.72	40.44	10.67	85.16	34.62	107.53
Total income	1,544.59	1,342.91	1,120.02	2,887.50	2,225.38	4,685.23	3,037.03	2,917.93	2,866.84	5,954.96	5,661.70	11,598.06
Expenses												
Purchase of products and licenses	1.66	2.35	1.71	4.01	12.36	18.78	2.31	2.43	54.90	4.74	84.15	105.09
Employees benefits expense	906.44	895.67	795.01	1,802.11	1,571.11	3,171.93	1,939.03	1,933.80	1,950.26	3,872.83	3,889.21	7,707.86
Finance costs	(1.02)	2.74	10.42	1.72	24.01	29.29	2.38	6.51	15.14	8.89	36.52	32.44
Depreciation and amortisation expense	26.53	27.70	31.33	54.23	63.11	132.46	80.16	80.81	96.16	160.97	190.38	394.81
Other expenses	255.68	243.96	190.79	499.64	379.33	896.47	552.31	527.09	521.68	1,079.40	1,038.76	2,255.16
Total expenses	1,189.29	1,172.42	1,029.26	2,361.71	2,049.92	4,248.93	2,576.19	2,550.64	2,638.14	5,126.83	5,239.02	10,495.36
Share of net profits of associates and joint ventures accounted for using the equity method (Refer Note No. 6)	-	-	-	-	-	-	-	(0.34)	2.55	(0.34)	4.34	4.36
Profit before exceptional item and tax	355.30	170.49	90.76	525.79	175.46	436.30	460.84	366.95	231.25	827.79	427.02	1,107.06
Exceptional Item (Refer Note No. 7)	-	337.49	-	337.49	-	328.69	-	101.71	-	101.71	-	(13.43)
Profit before tax	355.30	507.98	90.76	863.28	175.46	764.99	460.84	468.66	231.25	929.50	427.02	1,093.63
Tax Expense												
Current tax	72.05	37.58	22.24	109.63	41.34	90.68	114.61	82.35	77.14	196.96	135.66	313.10
Deferred tax	4.42	71.61	(7.97)	76.03	(5.84)	111.21	(3.06)	(7.63)	(16.01)	(10.69)	(19.29)	(59.58)
Net Profit (+) / Loss (-) from Ordinary Activities after tax	278.83	398.79	76.49	677.62	139.96	563.10	349.29	393.94	170.12	743.23	310.65	840.11
Other Comprehensive Income												
Items that will be reclassified to profit or loss	35.95	0.48	(39.26)	36.43	(15.68)	15.25	(9.38)	(74.77)	9.32	(84.15)	10.77	268.99
Income tax relating to Items that will be reclassified to profit or loss	(9.05)	(0.12)	9.88	(9.17)	3.95	(3.84)	(11.33)	1.63	(2.09)	(9.70)	(14.97)	(28.27)
Items that will not be reclassified to profit or loss												
Actuarial gains and losses	(37.70)	2.75	9.19	(34.95)	(0.09)	10.99	(33.18)	(1.65)	10.38	(34.83)	(2.09)	(6.93)
Fair Value gain on FVOCI Investments	12.10	138.54	1.20	150.64	2.85	9.30	12.10	4.70	1.20	16.80	2.85	9.30
Tax relating to Items that will not be reclassified to profit or loss	9.09	(1.25)	(2.42)	7.84	(0.15)	(3.54)	7.94	(0.14)	(2.88)	7.80	0.20	0.95
Total comprehensive income	289.22	539.19	55.08	828.41	130.84	591.26	315.44	323.71	186.05	639.15	307.41	1,084.15
Profit attributable to :												
Owners of the company	278.83	398.79	76.49	677.62	139.96	563.10	353.03	395.89	154.22	748.92	289.29	797.46
Non Controlling Interest	-	-	-	-	-	-	(3.74)	(1.95)	15.90	(5.69)	21.36	42.65
Net Profit/Loss after taxes, non controlling interest	278.83	398.79	76.49	677.62	139.96	563.10	349.29	393.94	170.12	743.23	310.65	840.11
Total comprehensive income attributable to :												
Owners of the company	289.22	539.19	55.08	828.41	130.84	591.26	319.20	325.64	151.10	644.84	270.84	1,025.82
Non Controlling Interest	-	-	-	-	-	-	(3.76)	(1.93)	34.95	(5.69)	36.57	58.33
Total comprehensive income	289.22	539.19	55.08	828.41	130.84	591.26	315.44	323.71	186.05	639.15	307.41	1,084.15
Paid-up equity share capital (Face Value per share Rs. 5/-)	294.75	294.75	294.75	294.75	294.75	294.75	294.75	294.75	294.75	294.75	294.75	294.75
Earnings Per Share (EPS) (Not Annualised)												
- Basic	4.73	6.76	1.30	11.49	2.37	9.55	5.99	6.72	2.62	12.70	4.91	13.53
- Diluted	4.73	6.76	1.30	11.49	2.37	9.55	5.99	6.72	2.62	12.70	4.91	13.53

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Datamatics Global Services Limited

Segment Reporting

Operating segments are components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker, in deciding how to allocate resources and assessing performance. The Group's chief operating decision maker is Vice Chairman and CEO.

The Group has organised itself into two business units, which form the operating segments for segment reporting.

The operating segments are :

- IT Services (IT)
- Business Process Management (BPM)

(Rupees in millions)

Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-21	30-Jun-21	30-Sep-20	30-Sep-21	30-Sep-20	31-Mar-21
Segment Revenue						
IT	1,345.87	1,238.97	1,542.92	2,584.84	3,104.51	5,873.34
BPM	1,646.43	1,638.52	1,313.25	3,284.95	2,522.57	5,617.19
Total	2,992.31	2,877.49	2,856.17	5,869.80	5,627.08	11,490.53
Less: Inter Segment Revenue	-	-	-	-	-	-
Revenue from Operations	2,992.31	2,877.49	2,856.17	5,869.80	5,627.08	11,490.53
Segment results						
IT	111.36	75.43	100.00	186.79	263.11	406.87
BPM	387.30	338.74	229.33	726.04	351.85	1,015.55
Total	498.66	414.17	329.33	912.83	614.96	1,422.42
Less: Inter Segment Revenue	-	-	-	-	-	-
Total Segment results	498.66	414.17	329.33	912.83	614.96	1,422.42
unallocable expenses	82.54	87.32	111.30	169.86	226.90	427.25
Share in profit of JV	-	(0.34)	2.55	(0.34)	4.34	4.36
Exceptional Item	-	101.71	-	101.71	-	(13.43)
Other income	44.72	40.44	10.67	85.16	34.62	107.53
Profit before taxes	460.84	468.66	231.25	929.50	427.02	1,093.63
Tax expenses	111.55	74.72	61.13	186.27	116.37	253.52
Profit after tax	349.29	393.94	170.12	743.23	310.65	840.11

Segment Assets and Liabilities

The assets and liabilities used in the Group's business are not identified with any of the operating segments, as these are used interchangeably between the reportable segments. The management of the Group believes that it is currently not practicable to provide segment disclosures relating to total assets and total liabilities.



Datamatics Global Services Limited
Statement of Assets and Liabilities

(Rupees in millions)

Particulars	STANDALONE		CONSOLIDATED	
	AS AT		AS AT	
	30-Sep-21	31-Mar-21	30-Sep-21	31-Mar-21
	Unaudited	Audited	Unaudited	Audited
ASSETS				
Non-current assets				
Property, plant and equipment	903.82	922.57	1,151.57	1,155.00
Capital work-in-progress	-	-	9.45	-
Goodwill	287.02	287.02	725.20	724.50
Other intangible assets	11.41	17.03	88.61	81.63
Right-to-use assets	20.66	34.67	139.63	173.27
Financial assets				
i. Investments	2,336.24	2,263.66	316.19	106.02
ii. Loans	-	0.27	-	0.27
iii. Other financial assets	54.42	55.38	129.16	131.43
Deferred tax assets	52.99	130.35	162.16	153.88
Non-current tax assets	64.70	92.56	111.90	133.46
Other non-current assets	3.53	5.99	16.56	6.82
Total non-current assets	3,734.79	3,809.50	2,850.43	2,666.28
Current assets				
Financial assets				
i. Investments	1,156.08	879.60	1,950.81	1,459.25
ii. Trade receivables	1,075.61	948.49	2,009.58	1,835.01
iii. Cash and cash equivalents	235.72	169.00	1,245.48	990.95
iv. Bank balances other than (iii) above	337.38	134.31	338.43	134.31
v. Loans	0.51	18.80	3.76	4.65
vi. Other financial assets	781.40	647.85	1,078.88	1,593.86
Current tax assets	75.36	75.32	76.31	75.32
Other current assets	122.05	102.00	276.40	321.03
Total current assets	3,784.11	2,975.37	6,979.65	6,414.38
Total assets	7,518.90	6,784.87	9,830.08	9,080.66
EQUITY AND LIABILITIES				
Equity				
Equity share capital	294.75	294.75	294.75	294.75
Other Equity	5,980.47	5,299.43	7,398.11	6,864.64
Equity attributable to owners of the Group	6,275.22	5,594.18	7,692.86	7,159.39
Non-controlling interests	-	-	(15.17)	(6.94)
Total equity	6,275.22	5,594.18	7,677.69	7,152.45
LIABILITIES				
Non-current liabilities				
Financial liabilities				
i. Lease liabilities	3.78	15.67	80.64	105.00
ii. Other financial liabilities	0.56	5.74	8.31	5.74
Provisions	214.49	176.08	301.63	272.15
Total non-current liabilities	218.83	197.49	390.58	382.89
Current liabilities				
Financial liabilities				
i. Borrowings	-	-	80.00	-
ii. Trade payables				
Dues of Micro and small enterprises	1.04	7.88	1.04	7.88
Dues other than Micro and small enterprises	720.72	645.59	975.51	887.51
iii. Other financial liabilities	14.08	35.46	16.30	41.21
iv. Lease liabilities	17.79	19.78	81.13	95.68
Provisions	38.89	38.62	88.94	90.94
Current tax liabilities	-	-	33.68	27.59
Other current liabilities	232.33	245.87	485.21	394.51
Total current liabilities	1,024.85	993.20	1,761.81	1,545.32
Total liabilities	1,243.68	1,190.69	2,152.39	1,928.21
Total equity and liabilities	7,518.90	6,784.87	9,830.08	9,080.66



Datamatics Global Services Limited
Cash flow Statement

Particulars	(Rupees in millions)					
	STANDALONE	STANDALONE	STANDALONE	CONSOLIDATED	CONSOLIDATED	CONSOLIDATED
	Half Year ended	Half Year ended	Year ended	Half Year ended	Half Year ended	Year ended
	30-Sep-21	30-Sep-20	31-Mar-21	30-Sep-21	30-Sep-20	31-Mar-21
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
A. Cash flow from operating activities						
Profit before share of Net Profit of Joint Ventures and Tax	863.28	175.46	764.99	929.84	422.68	1,089.27
Adjustments for :						
Depreciation and amortisation expense	45.31	52.20	108.22	117.14	136.92	275.32
Provision for doubtful debts, advances	-	0.76	11.33	10.84	3.96	70.29
Bad debts	-	-	-	6.02	-	-
Impairment of goodwill and other assets	-	-	99.24	-	-	365.89
Sundry balance written off / (back) (net)	0.01	(0.66)	(6.34)	(0.03)	(5.14)	(9.69)
Lease Rent Ind AS 116 impact	0.13	(1.78)	(1.97)	(4.41)	(6.34)	19.54
Unrealised foreign exchange (gain) / loss	(0.85)	(5.10)	4.33	(16.32)	33.34	(80.83)
(Profit) / loss on sale fixed assets (net)	(0.08)	(0.12)	(0.64)	(0.75)	(0.40)	(1.17)
Fixed Assets written off	0.53	-	-	0.53	-	-
Interest expense	-	22.15	22.15	0.21	27.07	28.26
Employee stock option expenses	-	-	-	1.92	(10.71)	-
Unrealised gain on fair value of financial assets	(16.67)	(9.12)	8.49	(20.14)	(1.09)	(6.42)
Realised gain on fair value of financial assets	(235.78)	-	(306.39)	-	-	-
Exchange gain on buy back of shares	(25.60)	-	-	(25.60)	-	(194.43)
Exchange gain on sale of investment	(76.11)	-	(121.54)	(76.11)	-	(121.54)
Profit on sale of investments (net)	(11.13)	(12.74)	(16.03)	(13.93)	(15.69)	(21.04)
Loss/(Profit) on sale disposal of subsidiary	-	-	-	-	-	(36.50)
Dividend income	(69.71)	(0.02)	(51.17)	(0.28)	(0.02)	(0.76)
Interest income	(13.89)	(5.18)	(15.34)	(23.14)	(3.61)	(26.01)
Operating profit before working capital changes	459.44	215.85	499.33	885.79	580.97	1,350.18
Adjustments for :						
(Increase) / decrease in trade receivables	(122.76)	213.59	283.39	(207.28)	201.44	545.09
(Increase) / decrease in loans	0.56	(0.11)	0.45	1.16	(20.31)	1.59
(Increase) / decrease in other financial and non-financial assets	(327.64)	(109.16)	(245.76)	384.57	11.61	(806.03)
Increase / (decrease) in trade payables	64.73	48.91	160.38	150.46	(21.81)	184.77
Increase / (decrease) in other financial and non-financial liabilities	(13.27)	43.59	72.42	52.13	128.14	(1.74)
Cash generated from operations	61.06	412.67	770.21	1,266.83	880.04	1,273.86
Direct taxes paid (net)	(81.81)	(58.46)	(72.26)	(166.33)	(216.69)	(256.11)
Net cash flow from operating activities (A)	(20.75)	354.21	697.95	1,100.50	663.35	1,017.75
B. Cash flow from investing activities						
Purchase of fixed assets / capital work-in-progress	(21.46)	(34.55)	(78.94)	(91.87)	(98.52)	(164.18)
Sale of fixed assets	0.08	0.66	0.64	(0.17)	6.80	1.69
Investment in subsidiaries/ acquisition of subsidiary & non controlling interest	(55.89)	-	(343.00)	(30.09)	-	(5.71)
Proceeds on disposal of subsidiaries	-	-	-	-	-	538.48
Buy back of Equity shares of subsidiary	203.18	-	-	-	-	-
Redemption of preference shares of subsidiaries	390.52	-	677.45	-	-	-
(Purchase) / Sale of investments (net)	(352.94)	(27.10)	(763.93)	(671.82)	(83.28)	(1,224.09)
Loan given	-	(90.05)	-	-	-	-
Dividend received from others	69.71	0.02	0.67	0.28	0.02	0.76
Dividend received from joint venture	-	-	50.50	-	-	50.50
Interest received	1.64	2.02	11.40	11.18	1.65	9.60
Net cash flow used in investing activities (B)	234.84	(149.00)	(445.21)	(782.49)	(173.33)	(792.95)
C. Cash flow from financing activities						
Proceeds from / (Repayment) of short-term borrowings	-	(487.50)	(487.50)	80.00	(933.48)	(964.64)
Dividend paid	(147.37)	-	-	(147.37)	-	4.05
Interest paid	-	(22.84)	(22.84)	(0.21)	(28.05)	(29.24)
Net cash flow used in financing activities (C)	(147.37)	(510.34)	(510.34)	(67.58)	(961.53)	(989.83)
Net cash flow during the year (A+B+C)	66.72	(305.13)	(257.60)	250.43	(471.51)	(765.03)
Cash and cash equivalents at the beginning of the year	169.00	426.60	426.60	990.95	1,948.17	1,948.17
Less: Cash and cash equivalents of disposal/purchases on subsidiaries	-	-	-	4.10	(16.56)	(192.19)
Net cash and cash equivalents at the end of the year	235.72	121.47	169.00	1,245.48	1,460.10	990.95



NOTES TO UNAUDITED CONSOLIDATED AND STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021:

- 1 The unaudited consolidated financial results and the unaudited standalone financial results of the Company for the quarter and half year ended September 30, 2021 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on October 27, 2021. The statutory auditors have reviewed consolidated and standalone unaudited financial results.
- 2 The unaudited standalone / consolidated financial results have been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI).
- 3 The Company has an investment in the standalone financial statements of Rs. 646.52 million in two of its wholly owned subsidiaries and has also extended advances of Rs. 0.05 million to these subsidiaries as on September 30, 2021. The net worth of these subsidiaries as on September 30, 2021 is Rs. 563.49 million which is lower than the amount of investment. The investment is for long term and of strategic nature. As the management is confident of turning around these subsidiaries in the near future and hence, no provision for diminution in the value of investment and advances has been considered necessary by the management.
- 4 (a) **Consolidated** - The Group and its joint venture entity have assessed the possible effects that may result from the COVID-19 pandemic on the carrying amounts of receivables, unbilled revenues, goodwill, intangibles, investments and other assets / liabilities. Based on the current indicators of economic conditions, the Group and its joint venture entity expects to recover the carrying amount of all its assets. The actual impact of the COVID-19 pandemic may be different from that estimated as at the date of approval of these consolidated financial results and the Group and its joint venture entity will continue to closely monitor any material changes to the economic conditions in the future.

(b) **Standalone** - The company has assessed the possible effects that may result from the COVID-19 pandemic on the carrying amounts of receivables, unbilled revenues, goodwill, intangibles, investments and other assets / liabilities. Based on the current indicators of economic conditions, the company expects to recover the carrying amount of all its assets. The actual impact of the COVID-19 pandemic may be different from that estimated as at the date of approval of these standalone financial results and the company will continue to closely monitor any material changes to the economic conditions in the future.
- 5 The date of implementation of the Code on Wages, 2019 and the Code on Social Security 2020 is yet to be notified by the Government. The Ministry of Labour and Employment has released draft rules for the Code on Social Security 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Group will assess the impact of these Codes and give effect in the financial results when the Rules / Schemes thereunder are notified.
- 6 The DGSL has acquired additional stake of Datamatics Information Solutions Limited (Formerly known as Cybercom Datamatics Information Solutions Limited). As a result the DGSL holds 98.81% stake, w.e.f. July, 07, 2021, the Datamatics information Solutions Limited is now a subsidiary and not a Joint Venture.
- 7 **Exceptional Item**
(a) **Consolidated** -
 1. Exchange gains of Rs. 101.71 million, arising from buy back of equity share capital and redemption of preference share capital held in overseas subsidiaries.
 2. During the previous year ended 31st March, 2021,
 - a. Exchange gains of Rs. 315.96 million, arising from buy back of equity share capital and redemption of preference share capital held in overseas subsidiaries.
 - b. Profit on divestment of Rs. 36.50 million, of Cignex Datamatics Corporation BVI.
 - c. Impairment charges of Rs. 365.89 million, created on goodwill, investment and other assets of some subsidiaries, based on management's assessment of changes in market conditions.
(b) **Standalone** -
 1. Exchange gain of Rs. 101.71 million, arising from buy back of equity capital and redemption of preference share capital held in its overseas subsidiary.
 2. Realized gain of Rs. 235.78 million, on fair value of financial assets relating to redemption of preference capital held in its overseas subsidiary.
 3. During the previous year ended 31st March, 2021,
 - a. Exchange gain of Rs. 121.54 million, arising from redemption of preference share capital held in its overseas subsidiary.
 - b. Realized gain of Rs. 306.39 million, on fair value of financial assets relating to redemption of preference capital held in its overseas subsidiaries.
 - c. Impairment charge of Rs. 99.24 million, created on the goodwill of an acquired business segment, based on management's assessment of changes in market conditions.
- 8 The Holding Company (DGSL) and Datamatics Digital Limited (DDL), a subsidiary company, had complied with all the requisite filings as per directions of the National Company Law Tribunal, Mumbai Bench ("NCLT"). The NCLT had approved the merger of DDL with the Company vide order no. CP (CAA) 970/30-232/MB/2020 dated November 06, 2020. In view thereof, since the merger of DDL with DGSL was effective from June 01, 2019 i.e. the appointed date, the accounting effect of the merger was given during the quarter ended December 31, 2020 w.e.f. the appointed date. Hence the figures of unaudited consolidated financial results and the unaudited standalone financial results for the quarter and half year ended September 30, 2020 have been restated.
- 9 During the previous year, the Group had entered into a stock redemption agreement to dispose off the entire stake in one of the subsidiaries "Cignex Datamatics Inc" (Cignex). As a result, w.e.f. January 01, 2021, Group's control over Cignex and its subsidiaries has shifted and they have ceased to be a subsidiary and step down subsidiaries. Hence the figures of the consolidated result for the quarter and half year ended September 30, 2021 and figures for the quarter and half year ended September 30, 2020 are not comparable.
- 10 Previous quarter / year figures have been appropriately regrouped, recasted and reclassified wherever necessary to conform to the current year presentations.

For and on behalf of the Board
Datamatics Global Services Limited



Rahul L. Kanodia
Vice Chairman & CEO



Place : Mumbai
Date : October 27, 2021

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY UNAUDITED STANDALONE FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED

LIMITED REVIEW REPORT

To

The Board of Directors of

DATAMATICS GLOBAL SERVICES LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **DATAMATICS GLOBAL SERVICES LIMITED** ("the Company") for the quarter and half year ended September 30, 2021 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This statement is the responsibility of the Company's Management and has been approved by the 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 Listing Regulations. Our responsibility is to issue a report on the statements based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Attention is drawn to Note No. 3, the Company has an investment of Rs. 646.52 million in two of its wholly owned subsidiaries and has also extended loans and advances of Rs. 0.05 million to these subsidiaries as on September 30, 2021. The total net worth of these subsidiaries as on September 30, 2021 is Rs. 563.49 million which is lower than the total amount of investment. The investment is for long



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term and of strategic nature. As the management is confident of turning around these subsidiaries in the near future and hence, no provision for diminution in the value of investment & loans and advances has been considered necessary by the management.

Our opinion is not modified in respect of this matter.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial Results prepared in accordance with applicable Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For and behalf of
M L BHUWANIA AND CO LLP
Chartered Accountants
FRN:101484W/W100197

Ashishkumar Bairagra
Partner
Membership No. 109931
UDIN: 21109931AANADE5619

Place: Mumbai
Date: October 27, 2021

F- 11, 3rd Floor, Manek Mahal,
90, Veer Nariman Road, Churchgate,
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INDEPENDENT AUDITOR'S REVIEW REPORT ON UNAUDITED CONSOLIDATED QUARTERLY FINANCIAL RESULTS OF DATAMATICS GLOBAL SERVICES LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED

LIMITED REVIEW REPORT

To

The Board of Directors of
DATAMATICS GLOBAL SERVICES LIMITED

1. We have reviewed the accompanying statement of unaudited consolidated financial results of M/s. DATAMATICS GLOBAL SERVICES LIMITED (Holding Company) and its subsidiaries (including step down subsidiaries) (the Holding Company and its subsidiaries together referred to as the "Group"), and its share of the net profit after tax and total comprehensive income of its joint venture for the quarter and half year ended September 30, 2021 ("the statement"), being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2013 as amended ("Listing Regulations").
2. This statement, which is the responsibility of the Holding Company's Management and approved by the Holding 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. Our responsibility is to express a conclusion on the statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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. We have not performed an audit and accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular no. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India ("SEBI") under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.



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4. The statement includes the results of the subsidiaries (including step down subsidiaries) and joint venture mentioned in "Annexure A".
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consolidation of the review reports of the other auditors referred to in paragraph 6 below, 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 (IND AS) specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting 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.
6. We did not review the unaudited interim financial results of two subsidiaries (including one step down subsidiaries) included in the Statement, whose interim financial results reflect total assets of Rs. 4,198.40 million as at September 30, 2021, total revenue of Rs. 1,116.36 million and Rs. 2,261.46 million, total net profit after tax of Rs. 152.42 million and Rs. 291.34 million and total comprehensive income of Rs. 162.53 million Rs. 293.68 million for the quarter and half year ended September 30, 2021 respectively and net inflow of cash Rs. 126.57 million for the half year ended September 30, 2021 as considered in the unaudited consolidated financial results.

These unaudited interim financial results have been reviewed by other auditors whose independent auditor's reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture, is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph 3 above.

7. We did not review the unaudited interim financial results / information of thirteen subsidiaries (including eight step down subsidiaries) whose unaudited interim financial results / information reflect total assets of Rs. 374.08 million as at September 30, 2021, total revenue of Rs. 61.47 million and Rs. 117.90 million, total net profit/(loss) after tax of (-) Rs. 30.45 million and (-) Rs. 28.33 million and total comprehensive income/(loss) of (-) Rs. 33.29 and (-) Rs. 26.68 million for the quarter and half year ended September 30, 2021 respectively and net out flow of cash Rs. 2.49 million for the period ended September 30, 2021 as considered in the Statement. The statement also includes Group's share of net loss after tax of Rs. Nil million and Rs. 0.34 million and total comprehensive loss Rs. Nil million and Rs. 0.34 million for the quarter and half year ended September 30, 2021 as considered in the unaudited consolidated financial results, in respect of a joint venture, whose interim financial results have not been reviewed by us.



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These unaudited interim financial results / information have been approved and are furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these unaudited interim financial results / information are not material to the Group's financial results.

8. Our conclusion on the statement in respect of matters stated in para 6 and 7 is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results/ information certified by the Management.

For and on behalf of
M L BHUWANIA AND CO LLP
Chartered Accountants
FRN: 101484W/W100197

Ashishkumar Bairagra
Partner
Membership No. 109931
UDIN: 21109931AAAADF7867

Place: Mumbai
Date: October 27, 2021

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Annexure A to our report dated October 27, 2021

Sr. No.	Name	Subsidiary / Step down Subsidiary / Joint Venture
1	Datamatics Information Solutions Limited *	Subsidiary
2	Datamatics Global Services BV	Step down Subsidiary
3	Datamatics Global Services Corp	Step down Subsidiary
4	Datamatics Global Services FZLLC	Subsidiary
5	Datamatics Global Services Inc	Subsidiary
6	Datamatics Global Services Pty Limited	Subsidiary
7	Datamatics Global Technologies AG	Subsidiary
8	Datamatics Global Technologies Limited	Subsidiary
9	Datamatics Infotech Limited	Subsidiary
10	Datamatics Robotics Software Inc	Step down Subsidiary
11	Datamatics Robotics Software Limited	Step down Subsidiary
12	Datamatics Staffing Services Limited #	Subsidiary
13	LDR eRetail Limited	Step down Subsidiary
14	Lumina Datamatics Assessment & Analytics, LLC	Step down Subsidiary
15	Lumina Datamatics GMBH	Step down Subsidiary
16	Lumina Datamatics Inc	Step down Subsidiary
17	Lumina Datamatics Limited	Subsidiary
18	RJ Globus Inc	Step down Subsidiary
19	RJ Globus Solutions Inc **	Step down Subsidiary
20	RJ Globus Solutions Private Limited ***	Step down Subsidiary

* Datamatics Global Services Limited (DGSL) acquired 48.31% in Cybercom Datamatics Information Solutions Ltd (Cybercom) on July 7, 2021, with this DGSL's share in Cybercom increased to 98.81% and it became subsidiary w.e.f. July 7, 2021. Cybercom was the Joint Venture till previous quarter. Also the name of Cybercom was changed to Datamatics Information Solutions Ltd w.e.f. August 3, 2021.

DGSL was allotted 18,00,000 shares of Datamatics Staffing Services Limited on July 8, 2021 increasing DGSL's shareholding to 97.42%.

** Under process of merger with Datamatics Global Services Corp. (Philippines).

*** Under process of Striking-off/liquidation

