

January 29, 2020

**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400001.

**National Stock Exchange of India Ltd.,**  
Exchange Plaza, C/1, G Block,  
Bandra - Kurla Complex, Bandra (E),  
Mumbai - 400051.

**Scrip ID:** KPITTECH  
**Scrip Code:** 542651

**Symbol:** KPITTECH  
**Series:** EQ

**Kind Attn:** The Manager,  
Department of Corporate Services

**Kind Attn:** The Manager,  
Listing Department

**Subject: - Outcome of the Board Meeting held on January 29, 2020.**  
Time of Commencement of the Board Meeting: 11:00 a.m.  
Time of Conclusion of the Board Meeting : 03:15 p.m.

Dear Sir / Madam,

We wish to inform you that the Board of Directors of the Company, at its meeting concluded today, inter alia, has approved the following: -

- a) The Consolidated and Standalone unaudited financial results of the Company for the quarter ended December 31, 2019.
- b) Declaration & payment of Interim Dividend at Rs. 0.55/- per equity share of Rs. 10/- each (5.5%).
- c) Fixed February 18, 2020 as record date and February 25, 2020 as payment date for the purpose of Interim dividend.
- d) Resignation of Mr. Rohit Saboo - Nominee of National Engineering Industries Limited from the position of Director of the Company with effect from February 1, 2020.

The unaudited financial results and investor update are being sent separately.

Kindly take the same on your records.

Thanking you.

Yours faithfully,

For **KPIT Technologies Limited**  
(Formerly *KPIT Engineering Limited*)



Nida Deshpande  
**Company Secretary & Compliance Officer**



PART I

**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019**

Particulars	₹ in million (except per share data)					
	Quarter ended			Nine Months ended		Year ended
	December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	March 31, 2019 (Audited)
Revenue from operations	5,500.92	5,440.98	1,399.88	15,999.41	1,399.88	6,412.56
Other income :						
- Fair value gain on investments carried at fair value through profit or loss	5.62	-	-	-	-	319.01
- Others (Refer note 4)	101.79	90.03	-	206.38	-	36.39
<b>Total income</b>	<b>5,608.33</b>	<b>5,531.01</b>	<b>1,399.88</b>	<b>16,205.79</b>	<b>1,399.88</b>	<b>6,767.96</b>
<b>Expenses</b>						
Cost of materials consumed	0.27	18.18	-	69.99	-	115.54
Changes in inventories of finished goods and work-in-progress	0.16	0.85	-	(2.50)	-	(11.47)
Employee benefits expense	3,679.97	3,621.84	416.16	10,559.37	416.16	3,567.51
Finance costs (Refer note 5 & 14)	48.12	59.31	21.32	153.24	21.32	69.37
Depreciation and amortization expense (Refer note 14)	283.22	265.08	0.88	786.53	0.88	187.74
Fair value loss on investments carried at fair value through profit or loss	-	63.53	-	104.35	-	-
Other expenses (Refer note 4 & 14)	1,083.66	1,073.44	682.56	3,170.31	682.67	1,824.41
<b>Total expenses</b>	<b>5,095.40</b>	<b>5,102.23</b>	<b>1,120.92</b>	<b>14,841.29</b>	<b>1,121.03</b>	<b>5,753.10</b>
<b>Profit/(loss) before exceptional items, share of equity accounted investee and tax</b>	<b>512.93</b>	<b>428.78</b>	<b>278.96</b>	<b>1,364.50</b>	<b>278.85</b>	<b>1,014.86</b>
Exceptional items (Refer note 10)	(31.20)	24.92	-	(30.94)	-	(342.91)
<b>Profit/(loss) before share of equity accounted investee and tax</b>	<b>481.73</b>	<b>453.70</b>	<b>278.96</b>	<b>1,333.56</b>	<b>278.85</b>	<b>671.95</b>
Share of profit/(loss) of equity accounted investee (net of tax)	-	-	-	-	-	-
<b>Profit/(loss) before tax</b>	<b>481.73</b>	<b>453.70</b>	<b>278.96</b>	<b>1,333.56</b>	<b>278.85</b>	<b>671.95</b>
<b>Tax expense</b>						
Current tax	151.15	172.68	33.99	459.23	33.99	168.55
Deferred tax (benefit)/charge	(78.76)	(86.28)	4.49	(212.42)	4.49	(46.80)
<b>Total tax expense</b>	<b>72.39</b>	<b>86.40</b>	<b>38.48</b>	<b>246.81</b>	<b>38.48</b>	<b>121.75</b>
<b>Profit/(loss) for the period</b>	<b>409.34</b>	<b>367.30</b>	<b>240.48</b>	<b>1,086.75</b>	<b>240.37</b>	<b>550.20</b>
<b>Other comprehensive income</b>						
Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit plans	(8.74)	(6.87)	-	(29.92)	-	(25.05)
Income tax on items that will not be reclassified to profit or loss	0.88	4.11	-	4.83	-	(11.40)
Items that will be reclassified to profit or loss						
Exchange differences in translating the financial statements of foreign operations	102.29	7.46	79.60	96.03	79.60	52.58
Effective portion of gains/(losses) on hedging instruments in cash flow hedges	(17.63)	(16.16)	-	(38.68)	-	12.59
Bargain purchase gain on business acquisition	-	1.63	-	41.58	-	-
Income tax on items that will be reclassified to profit or loss	6.16	5.65	-	13.52	-	(4.39)
<b>Total other comprehensive income</b>	<b>82.96</b>	<b>(4.18)</b>	<b>79.60</b>	<b>87.36</b>	<b>79.60</b>	<b>24.33</b>
<b>Total comprehensive income for the period</b>	<b>492.30</b>	<b>363.12</b>	<b>320.08</b>	<b>1,174.11</b>	<b>319.97</b>	<b>574.53</b>
<b>Profit/(loss) attributable to</b>						
Owners of the company	428.53	359.12	240.48	1,094.54	240.37	541.86
Non-controlling interests	(19.19)	8.18	-	(7.79)	-	8.34
<b>Profit/(loss) for the period</b>	<b>409.34</b>	<b>367.30</b>	<b>240.48</b>	<b>1,086.75</b>	<b>240.37</b>	<b>550.20</b>
<b>Other comprehensive income attributable to</b>						
Owners of the company	81.82	(3.57)	79.60	86.49	79.60	24.65
Non-controlling interests	1.14	(0.61)	-	0.87	-	(0.32)
<b>Other comprehensive income for the period</b>	<b>82.96</b>	<b>(4.18)</b>	<b>79.60</b>	<b>87.36</b>	<b>79.60</b>	<b>24.33</b>
<b>Total comprehensive income attributable to</b>						
Owners of the company	510.35	355.55	320.08	1,181.03	319.97	566.51
Non-controlling interests	(18.05)	7.57	-	(6.92)	-	8.02
<b>Total comprehensive income for the period</b>	<b>492.30</b>	<b>363.12</b>	<b>320.08</b>	<b>1,174.11</b>	<b>319.97</b>	<b>574.53</b>
Paid up equity capital [Face value ₹ 10/- per share]	2,687.37	2,685.02	1.00	2,687.37	1.00	2,685.02
Other equity						6,910.55
<b>Earnings per equity share for continuing operations (face value per share ₹ 10 each) (Refer note 11)</b>						
Basic	1.59	1.34	2,404.80	4.08	2,403.70	8.18
Diluted	1.59	1.33	2,404.80	4.06	2,403.70	8.15

**Notes:**

- The above unaudited consolidated financial results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on January 29, 2020. These unaudited consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and provisions of the Companies Act, 2013.
- The Statutory Auditors of the Company have conducted a limited review of the above consolidated financial results of the Company for the quarter and nine months ended December 31, 2019. An unqualified opinion has been issued by them thereon.

3 Standalone information

Sr No	Particulars	Quarter ended			Nine Months ended		Year ended
		December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	March 31, 2019 (Audited)
a	Revenue from operations	2,292.79	2,999.32	-	7,374.70	-	2,303.00
b	Profit/(loss) before tax	422.42	902.08	(23.49)	1,684.31	(23.60)	814.24
c	Net profit/(loss) for the period	343.76	858.35	(23.49)	1,515.99	(23.60)	744.47
d	Other comprehensive income	(19.33)	(13.39)	-	(50.37)	-	(27.71)
e	Total comprehensive income	324.43	844.96	(23.49)	1,465.62	(23.60)	716.76

4 Details of foreign exchange gain/ (loss) included in above results :

Particulars	Quarter ended			Nine Months ended		Year ended
	December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	March 31, 2019 (Audited)
Foreign exchange gain / (loss) (net)	88.90	67.43	(0.13)	158.01	(0.13)	(23.91)

5 As per para 6 (e) of Ind AS 23 "Borrowing costs", the exchange differences arising from foreign currency borrowings, to the extent that they are regarded as an adjustment to interest costs, are regrouped from other exchange differences to finance costs. Details of net loss on foreign currency transactions and translations considered as finance cost :

Particulars	Quarter ended			Nine Months ended		Year ended
	December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	March 31, 2019 (Audited)
Interest expense	42.57	43.70	21.32	132.08	21.32	69.37
Net loss considered as finance cost	5.55	15.61	-	21.16	-	-
Total finance costs	48.12	59.31	21.32	153.24	21.32	69.37

6 The consolidated results of the Company are available on the Company's website, www.kpit.com and also on the website of the BSE Limited, www.bseindia.com and National Stock Exchange of India Limited, www.nseindia.com, where the shares of the Company are listed.

7 The Board of Directors of KPIT Technologies Limited (now known as Birlasoft Limited) at its meeting held on January 29, 2018 had approved a composite scheme which was subsequently filed with National Company Law Tribunal (NCLT) for: (a) amalgamation of Birlasoft (India) Limited ("Transferor Company") with KPIT Technologies Limited (now known as Birlasoft Limited) ("Transferee Company" or "Demerged Company"); and (b) demerger of the engineering business of KPIT Technologies Limited (now known as Birlasoft Limited) into KPIT Engineering Limited (now known as KPIT Technologies Limited) ("Resulting Company").

Pursuant to the Composite Scheme approved by the National Company Law Tribunal, Mumbai Bench on November 29, 2018 for which the certified copy of the order was received on December 18, 2018, the Engineering Business (Primarily comprising Automotive vertical with embedded software, digital technologies (cloud, IoT, analytics), Mobility Solutions and application life cycle management Business) was demerged from the Transferee Company and transferred to the Resulting Company, with effect from January 1, 2019, the appointed date and the accounting as per the Composite Scheme has been given effect to from the Appointed Date. Subsequent to demerger, the Company had filed for listing of its equity shares on NSE and BSE and has been listed with effect from April 22, 2019.

8 The name of the Company has been changed from KPIT Engineering Limited to KPIT Technologies Limited, vide the revised certificate of incorporation issued by the Registrar of Companies (ROC) dated March 13, 2019 pursuant to the composite scheme approved by the National Company Law Tribunal (NCLT) on November 29, 2018.

9 The Company was incorporated on January 8, 2018 and has been listed with effect from April 22, 2019 and hence the Company was not mandatorily required to prepare and publish quarterly results up to the quarter ended December 31, 2018. Accordingly, the figures for the quarter and nine months ended December 31, 2018 were not subjected to Limited Review.

10 a) In line with its re-defined strategy to focus only on Software led services and solutions for Mobility and discontinue hardware dominated products, the company has :

- completed the conditions precedents towards the disinvestment of its business related to telematics hardware products consisting VTS - AIS 140, OBITS (On Bus Integrated Telematics Systems complying to UBS-II specifications), and telematics products for School buses to Minda Industries Ltd. The initial consideration of ₹ 170.00 million is accounted for during the quarter ended on June 30, 2019, and an expense of ₹ 18 million in the previous quarter and ₹ 31.20 million in the current quarter is incurred towards the obligations related to the sale of business and the same is accounted for as an Exceptional Item.

- provided for exposure in its joint venture company in the business in "KIVI-Smart Bus WiFi" towards debtors amounting to ₹ 67.73 million, loan for ₹ 173.78 million and the Corporate Guarantee for lease obligation towards running this business for ₹ 101.40 million during the previous year. During the previous quarter provided further exposure towards loan of ₹ 11.8 million

- during the previous quarter, entered into a definitive agreement with leading manufacturing company in India towards disinvestment of its business related to Defense and Aeronautic hardware products. The upfront consideration of ₹ 56 million is recognized on completion of the closing.

b) Sparta Inc, a subsidiary of Birlasoft Limited entered into a settlement agreement for an ongoing lawsuit over last few years with Copart Inc. Both the parties have reached an amicable settlement agreement for USD 2.8 million (₹ 195.94 million) payable by Sparta Inc to Copart Inc. with no party admitting any liability or wrong doing, resulting in the Court dismissing the case. As defined in the composite scheme of arrangement between the parties, the Company through its Subsidiary in USA has reimbursed Sparta Inc. fully and the same has been accounted for during the quarter ended on June 30, 2019 for USD 2.8 million (₹ 195.94 million). With this outcome, the matter related to Copart is closed and there is no further exposure for the Company.

11 As per Ind-AS 33, Earnings Per Share (EPS) shall be calculated considering the weighted average number of shares outstanding during the period. For the year ended March 31, 2019, shares outstanding, for the purpose of calculating earnings per share, are 100,000 shares for nine months ended on December 31, 2018 and 268,502,435 shares for the period from January 1, 2019 to March 31, 2019. Hence the previous periods EPS are not comparable with the EPS reflecting for the current periods.

12 If the Company had considered Engineering business as its full year of operation, the key numbers in the financial results for the previous year would be as per the table below:

Sr No	Particulars	Nine months ended on December 31, 2018 <sup>(i)</sup>	Three months ended on March 31, 2019 <sup>(ii)</sup>	Year ended on March 31, 2019
a	Total income	14,060.13	5,368.08	19,428.21
b	Total expenses	13,082.24	4,632.07	17,714.31
c	Profit before tax	880.83	393.10	1,273.93

(i) This represents the numbers disclosed as per the results of erstwhile KPIT Technologies Limited (now Birlasoft Limited) under note 3 of discontinued operations of Engineering business published for the quarter and nine months ended December 31, 2018.

(ii) The numbers for the quarter ended March 31, 2019 are as per the results of KPIT Technologies Limited (erstwhile KPIT Engineering Limited) published for the quarter and year ended March 31, 2019.

(iii) For the detailed analysis, please refer to investor update on the website of the Company.

13 In line with its re-defined strategy to focus on software led Engineering Services, the Company during the quarter ended on June 30, 2019, through its wholly owned subsidiaries, acquired 98.37% stake in ThaiGerTec Co. Limited, Thailand.

14 The Group has adopted Ind AS 116, effective annual reporting period beginning April 1, 2019 and applied the standard to its leases, using the modified retrospective approach, with the cumulative effect of initially applying the Standard, recognised in the opening equity as of April 1, 2019. Accordingly, the Group has not restated comparative information. This has resulted in recognising a right-of-use asset of ₹ 897.57 million and a corresponding lease liability of ₹ 1,109.97 million by adjusting retained earnings net of taxes of ₹ 200.44 million as at April 1, 2019. In the profit and loss account for the current period, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability. In respect of leases that were classified as finance leases, applying Ind AS 17, an amount of ₹ 387.97 million has been reclassified from property, plant and equipment to right-of-use assets. An amount of ₹ 0.09 million has been reclassified from other current financial liabilities to lease liability—current.

- 15 The Board of Directors of the Company at its meeting held on July 26, 2019 had approved a merger scheme of its wholly owned subsidiary Impact Automotive Solutions Limited with its parent company KPIT Technologies Limited. The merger scheme application seeking approval has been subsequently filed with National Company Law Tribunal (NCLT) on September 27, 2019
- 16 The Board of Directors at its meeting held on January 29, 2020, has declared an interim dividend of ₹ 0.55 per equity share.
- 17 As per the agreement between the parties, consequent to the National Company Law Tribunal (NCLT) approved composite scheme, the joint control between the Transferee Company i.e. Birlasoft Limited (erstwhile KPIT Technologies Limited) and the Resulting Company i.e. KPIT Technologies Limited (erstwhile KPIT Engineering Limited) has concluded effective February 1, 2020. As a result, Mr. Rohit Saboo, Nominee Director, has resigned from KPIT Technologies Limited (erstwhile KPIT Engineering Limited) effective February 1, 2020.
- 18 Previous period's figures have been regrouped / reclassified wherever necessary to conform with the current period's classification / disclosure. Further, consequent to the Composite Scheme as aforesaid, the figures for the quarter and nine months ended December 31, 2018 are not comparable with the current period figures.

For and on behalf of the Board of Directors of  
KPIT Technologies Limited (erstwhile KPIT Engineering Limited)

Place : Pune  
Date : January 29, 2020

  
S. B. (Ravi) Pandit  
Chairman & Group CEO  
DIN: 00075862

  
Kishor Patil  
CEO & Managing Director  
DIN: 00076190





**PART II**

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

₹ in million

Sr No	Particulars	Quarter ended			Nine Months ended		Year ended
		December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 3)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 3)	March 31, 2019 (Audited)
1	Segment Revenue						
	Americas	2,200.02	2,401.64	1,399.88	6,708.28	1,399.88	3,406.52
	Europe	2,372.62	2,072.85	-	6,392.14	-	1,755.55
	Rest of the World	2,644.92	3,056.42	-	8,110.30	-	2,752.64
	<b>Total</b>	<b>7,217.56</b>	<b>7,530.91</b>	<b>1,399.88</b>	<b>21,210.72</b>	<b>1,399.88</b>	<b>7,914.71</b>
	Less : Inter Segment Revenue	1,716.64	2,089.93	-	5,711.31	-	1,502.15
	<b>Revenue from operations</b>	<b>5,500.92</b>	<b>5,440.98</b>	<b>1,399.88</b>	<b>15,999.41</b>	<b>1,399.88</b>	<b>6,412.56</b>
2	Segment Results - Profit before tax and interest						
	Americas	654.78	670.00	300.45	1,925.97	300.45	827.01
	Europe	182.27	(55.00)	-	146.80	-	(80.55)
	Rest of the World	342.67	320.00	-	1,028.74	-	583.20
	<b>Total</b>	<b>1,179.72</b>	<b>935.00</b>	<b>300.45</b>	<b>3,101.51</b>	<b>300.45</b>	<b>1,329.66</b>
	Less:						
	- Finance costs	48.12	59.31	21.32	153.24	21.32	69.37
	- Other unallocable expenditure (net of unallocable income)	618.67	446.91	0.17	1,583.77	0.28	245.43
	<b>Profit/(loss) before exceptional items, share of equity accounted investee and tax</b>	<b>512.93</b>	<b>428.78</b>	<b>278.96</b>	<b>1,364.50</b>	<b>278.85</b>	<b>1,014.86</b>
	Exceptional items	(31.20)	24.92	-	(30.94)	-	(342.91)
	<b>Profit/(loss) before share of equity accounted investee and tax</b>	<b>481.73</b>	<b>453.70</b>	<b>278.96</b>	<b>1,333.56</b>	<b>278.85</b>	<b>671.95</b>
	Share of profit/(loss) of equity accounted investee (net of tax)	-	-	-	-	-	-
	<b>Profit/(loss) before tax</b>	<b>481.73</b>	<b>453.70</b>	<b>278.96</b>	<b>1,333.56</b>	<b>278.85</b>	<b>671.95</b>
3	Segment Assets						
	Americas	1,769.34	2,011.02	3,000.72	1,769.34	3,000.72	2,413.79
	Europe	2,111.18	2,070.48	3,786.99	2,111.18	3,786.99	2,885.68
	Rest of the World	1,407.14	1,498.54	1,168.19	1,407.14	1,168.19	1,328.40
	<b>Total</b>	<b>5,287.66</b>	<b>5,580.04</b>	<b>7,955.90</b>	<b>5,287.66</b>	<b>7,955.90</b>	<b>6,627.87</b>
	Unallocated Assets	10,516.06	10,188.25	9,828.09	10,516.06	9,828.09	10,113.68
	<b>Total Assets</b>	<b>15,803.72</b>	<b>15,768.29</b>	<b>17,783.99</b>	<b>15,803.72</b>	<b>17,783.99</b>	<b>16,741.55</b>
4	Segment Liabilities						
	Americas	180.98	226.98	39.19	180.98	39.19	244.94
	Europe	198.69	91.28	162.09	198.69	162.09	117.86
	Rest of the World	358.41	358.00	217.46	358.41	217.46	355.95
	<b>Total</b>	<b>738.08</b>	<b>676.26</b>	<b>418.74</b>	<b>738.08</b>	<b>418.74</b>	<b>718.75</b>
	Unallocated Liabilities	4,716.27	5,259.92	7,908.35	4,716.27	7,908.35	6,388.14
	<b>Total Liabilities</b>	<b>5,454.35</b>	<b>5,936.18</b>	<b>8,327.09</b>	<b>5,454.35</b>	<b>8,327.09</b>	<b>7,106.89</b>

**Notes :**

- Segment assets other than trade receivables, unbilled revenue and contract assets, and segment liabilities other than unearned revenue and advance to customers used in the Company's business are not identified to any reportable segments, as these are used interchangeably between segments.
- The cost incurred during the year to acquire Property, plant and equipment and Intangible assets, Depreciation / Amortisation and non-cash expenses are not attributable to any reportable segment.
- The Company was incorporated on January 8, 2018 and has been listed with effect from April 22, 2019 and hence the Company was not mandatorily required to prepare and publish quarterly results up to the quarter ended December 31, 2018. Accordingly, the figures for the quarter and nine months ended December 31, 2018 were not subjected to Limited Review. Further, consequent to the Composite Scheme, the figures for the quarter and nine months ended December 31, 2018 are not comparable with the current period figures.

For and on behalf of the Board of Directors of  
KPIT Technologies Limited (erstwhile KPIT Engineering Limited)

S. B. (Ravi) Pandit  
Chairman & Group CEO  
DIN: 00075881

Kishor Patil  
CEO & Managing Director  
DIN: 00076190

Place : Pune  
Date : January 29, 2020

Pritya

# BSR & Co. LLP

Chartered Accountants

7th & 8th floor, Business Plaza,  
Westin Hotel Campus,  
36/3-B, Koregaon Park Annex,  
Mundhwa Road, Ghorpadi,  
Pune - 411001, India

Telephone +91 (20) 6747 7300  
Fax +91 (20) 6747 7310

## **Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
Board of Directors of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited)

1. We have reviewed the accompanying statement of unaudited consolidated financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) (the Parent and its subsidiaries together referred to as “the Group”), and its share of the net loss after tax and total comprehensive loss of its joint venture for the quarter ended 31 December 2019 and the year-to-date results for the period from 1 April 2019 to 31 December 2019 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘Listing Regulations’). Attention is drawn to note 9 to the Statement, which mentions that the consolidated figures for the corresponding quarter ended 31 December 2018 and the corresponding period from 1 April 2018 to 31 December 2018, as reported in these financial results have been approved by the Parent’s Board of Directors, but have not been subjected to an audit or limited review for the reasons mentioned in Note 9 to the consolidated financial results.
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’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 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. 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.



**Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)**

4. The Statement includes the results of the following entities:

- a) KPIT Technologies (UK) Limited
- b) KPIT (Shanghai) Software Technology Co. Limited, China
- c) KPIT Technologies Netherland B. V.
- d) Impact Automotive Solutions Limited
- e) KPIT Solutions GmbH, Germany
- f) MicroFuzzy KPIT Technologia Ltda, Brazil
- g) MicroFuzzy Industrie-Elektronik GmbH
- h) KPIT Technologies Limited GK (Japan) (formed on 2 April 2018)
- l) KPIT Technologies Inc, USA (formed on 3 April 2018)
- j) KPIT Technologies Holding Inc, USA (formed on 6 September 2018)
- k) KPIT Technologies PTE Limited (Singapore) (formed on 21 November 2018)
- l) ThaiGer Tec Co Limited, Thailand (with effect from 1 April 2019)
- m) Yantra Digital Services Private Limited (Joint venture)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with 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.



**Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)**

6. The Statement includes the interim financial information of one subsidiary which has not been reviewed, whose interim financial information reflect total revenue of INR 8.89 million and INR 107.31 million, total net profit/(loss) after tax of INR (29.15) million and INR 152.96 million and total comprehensive income of INR (29.15) million and INR 153.13 million for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively. The Statement also includes the Group's share of net loss after tax of INR Nil and total comprehensive income of INR Nil for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively, as considered in the statement, in respect of one joint venture, based on their financial information which has not been reviewed. According to the information and explanations given to us by the management, these interim financial information are not material to the Group. Our Conclusion on the Statement is not modified in respect of the above matter.

**For B S R & Co. LLP**  
Chartered Accountants  
(Firm's Registration No.101248W/W-100022)

  
**Swapnil Dakshindas**  
Partner

Place: Pune  
Date: 29 January 2020

Membership No. 113896  
ICAI UDIN: 20113896AAAAAG2329



**KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)**

Registered & Corporate Office - Plot-17, Rajiv Gandhi Infotech Park, MIDC-SEZ, Phase-III, Maan, Hinjawadi, Taluka - Mulshi, Pune -- 411057  
Phone : +91 20 6770 6000 | grievances@kpit.com | www.kpit.com | CIN : L74999PN2018PLC174192

**PART I**

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019**

₹ in million (except per share data)

Particulars	Quarter ended			Nine Months ended		Year ended
	December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	March 31, 2019 (Audited)
Revenue from operations (Refer note 16)	2,292.79	2,999.32	-	7,374.70	-	2,303.00
Other income :						
- Fair value gain on investments carried at fair value through profit or loss	5.62	-	-	-	-	319.01
- Others (Refer note 3)	93.40	30.57	0.04	129.21	0.04	38.74
<b>Total Income</b>	<b>2,391.81</b>	<b>3,029.89</b>	<b>0.04</b>	<b>7,503.91</b>	<b>0.04</b>	<b>2,660.75</b>
<b>Expenses</b>						
Cost of materials consumed	0.22	0.82	-	1.22	-	2.31
Changes in inventories of finished goods and work-in-progress	-	-	-	-	-	-
Employee benefits expense	1,445.36	1,414.31	-	3,892.08	-	1,040.65
Finance costs (Refer note 4 & 12)	28.92	47.66	21.32	110.81	21.32	61.25
Depreciation and amortization expense (Refer note 12)	217.52	212.78	-	619.03	-	157.74
Fair value loss on investments carried at fair value through profit or loss	-	63.53	-	104.35	-	-
Other expenses (Refer note 3 & 12)	277.37	388.71	2.21	1,092.11	2.32	483.16
<b>Total expenses</b>	<b>1,969.39</b>	<b>2,127.81</b>	<b>23.53</b>	<b>5,819.60</b>	<b>23.64</b>	<b>1,745.11</b>
<b>Profit/(loss) before exceptional items and tax</b>	<b>422.42</b>	<b>902.08</b>	<b>(23.49)</b>	<b>1,684.31</b>	<b>(23.60)</b>	<b>915.64</b>
Exceptional items (Refer note 10)	-	-	-	-	-	(101.40)
<b>Profit/(loss) before tax</b>	<b>422.42</b>	<b>902.08</b>	<b>(23.49)</b>	<b>1,684.31</b>	<b>(23.60)</b>	<b>814.24</b>
<b>Tax expense</b>						
Current tax	167.99	149.06	-	399.71	-	117.87
Deferred tax (benefit) / charge	(89.33)	(105.33)	-	(231.39)	-	(48.10)
<b>Total tax expense</b>	<b>78.66</b>	<b>43.73</b>	<b>-</b>	<b>168.32</b>	<b>-</b>	<b>69.77</b>
<b>Profit/(loss) for the period</b>	<b>343.76</b>	<b>858.35</b>	<b>(23.49)</b>	<b>1,515.99</b>	<b>(23.60)</b>	<b>744.47</b>
<b>Other comprehensive income</b>						
Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit plans	(8.74)	(6.99)	-	(30.04)	-	(24.51)
Income tax on items that will not be reclassified to profit or loss	0.88	4.11	-	4.83	-	(11.40)
Items that will be reclassified to profit or loss						
Effective portion of gains / (losses) on hedging instruments in cash flow hedges	(17.63)	(16.16)	-	(38.68)	-	12.59
Income tax on items that will be reclassified to profit or loss	6.16	5.65	-	13.52	-	(4.39)
<b>Total other comprehensive income</b>	<b>(19.33)</b>	<b>(13.39)</b>	<b>-</b>	<b>(50.37)</b>	<b>-</b>	<b>(27.71)</b>
<b>Total comprehensive income for the period</b>	<b>324.43</b>	<b>844.96</b>	<b>(23.49)</b>	<b>1,465.62</b>	<b>(23.60)</b>	<b>716.76</b>
Paid up equity capital [Face value ₹ 10/- per share]	2,687.37	2,685.02	1.00	2,687.37	1.00	2,685.02
Other equity						6,549.71
<b>Earnings per equity share for continuing operations (face value per share ₹ 10 each)</b> (Refer note 11)						
Basic	1.28	3.20	(234.90)	5.64	(236.00)	11.23
Diluted	1.28	3.18	(234.90)	5.62	(236.00)	11.20

**Notes:**

- The above unaudited standalone financial results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on January 29, 2020. These unaudited standalone financial results have been prepared in accordance with the Indian Accounting Standard ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and provisions of the Companies Act, 2013.
- The Statutory Auditors of the Company have conducted a limited review of the above standalone financial results of the Company for the quarter and nine months ended December 31, 2019. An unqualified opinion has been issued by them thereon.
- Details of foreign exchange gain/ (loss) included in above results :

Particulars	Quarter ended			Nine Months ended		Year ended
	December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	March 31, 2019 (Audited)
Foreign exchange gain / (loss) (net)	85.12	32.62	0.04	100.01	0.04	(34.25)

- As per para 6 (e) of Ind AS 23 "Borrowing costs", the exchange differences arising from foreign currency borrowings, to the extent that they are regarded as an adjustment to interest costs, are regrouped from other exchange differences to finance costs. Details of net loss on foreign currency transactions and translations considered as finance cost :


Particulars	Quarter ended			Nine Months ended		Year ended
	December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited) (Refer note 9)	March 31, 2019 (Audited)
Interest expense	23.37	32.05	21.32	89.65	21.32	61.25
Net loss considered as finance cost	5.55	15.61	-	21.16	-	-
<b>Total finance costs</b>	<b>28.92</b>	<b>47.66</b>	<b>21.32</b>	<b>110.81</b>	<b>21.32</b>	<b>61.25</b>

- 5 Where financial results contain both consolidated financial results and standalone financial results of the parent, segment information is required to be presented only in the consolidated financial results. Accordingly, segment information has been presented in the consolidated financial results.
- 6 The standalone results of the Company are available on the Company's website, [www.kpit.com](http://www.kpit.com) and also on the website of the BSE Limited, [www.bseindia.com](http://www.bseindia.com) and National Stock Exchange of India Limited, [www.nseindia.com](http://www.nseindia.com), where the shares of the Company are listed.
- 7 The Board of Directors of KPIT Technologies Limited (now known as Birlasoft Limited) at its meeting held on 29 January 2018 had approved a composite scheme which was subsequently filed with National Company Law Tribunal (NCLT) for: (a) amalgamation of Birlasoft (India) Limited ("Transferor Company") with KPIT Technologies Limited (now known as Birlasoft Limited) ("Transferee Company" or "Demerged Company"); and (b) demerger of the engineering business of KPIT Technologies Limited (now known as Birlasoft Limited) into KPIT Engineering Limited (now known as KPIT Technologies Limited) ("Resulting Company").
- Pursuant to the Composite Scheme approved by the National Company Law Tribunal, Mumbai Bench on 29 November 2018 for which the certified copy of the order was received on 18 December 2018, the Engineering Business (Primarily comprising Automotive vertical with embedded software, digital technologies (cloud, IoT, analytics), Mobility Solutions and application life cycle management Business) was demerged from the Transferee Company and transferred to the Resulting Company, with effect from 1 January 2019, the appointed date and the accounting as per Composite Scheme has been given effect to from the Appointed Date. Subsequent to demerger, the Company had filed for listing of its equity shares on NSE and BSE and has been listed with effect from April 22, 2019.
- 8 The name of the Company has been changed from KPIT Engineering Limited to KPIT Technologies Limited, vide the revised certificate of incorporation issued by the Registrar of Companies (ROC) dated March 13, 2019 pursuant to the composite scheme approved by the National Company Law Tribunal (NCLT) on November 29, 2018.
- 9 The Company was incorporated on January 8, 2018 and has been listed with effect from April 22, 2019 and hence the Company was not mandatorily required to prepare and publish quarterly results up to the quarter ended December 31, 2018. Accordingly, the figures for the quarter and nine months ended December 31, 2018 were not subjected to Limited Review.
- 10 In line with its re-defined strategy to focus on software led Engineering Services, during the previous year the Company on prudent assessment has provided for exposure in its joint venture company in the business in "KIVI-Smart Bus WIFI" towards the Corporate Guarantee for lease obligation towards running this business for ₹ 101.40 million.
- 11 As per Ind-AS 33, Earnings Per Share shall be calculated considering the weighted average number of shares outstanding during the period. For the year ended March 31, 2019, shares outstanding, for the purpose of calculating earnings per share, are 100,000 shares for nine months ended on December 31, 2018 and 268,502,435 shares for the period from January 1, 2019 to March 31, 2019. Hence the previous periods EPS are not comparable with the EPS reflecting for the current periods.
- 12 The Company has adopted Ind AS 116, effective annual reporting period beginning April 1, 2019 and applied the standard to its leases, using the modified retrospective approach, with the cumulative effect of initially applying the Standard, recognised in the opening equity as of April 1, 2019. Accordingly, the Company has not restated comparative information. This has resulted in recognising a right-of-use asset of ₹ 569.97 million and a corresponding lease liability of ₹ 750.85 million by adjusting retained earnings net of taxes of ₹ 168.92 million as at April 1, 2019. In the profit and loss account for the current period, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability. In respect of leases that were classified as finance leases, applying Ind AS 17, an amount of ₹ 387.97 million has been reclassified from property, plant and equipment to right-of-use assets. An amount of ₹ 0.09 million has been reclassified from other current financial liabilities to lease liability – current.
- 13 Sparta Inc, a subsidiary of Birlasoft Limited entered into a settlement agreement for an ongoing lawsuit over last few years with Copart Inc. Both the parties have reached an amicable settlement agreement for USD 2.8 million (₹ 194.66 million) payable by Sparta Inc to Copart Inc. with no party admitting any liability or wrong doing, resulting in the Court dismissing the case. As defined in the composite scheme of arrangement between the parties, the Company through its Subsidiary in USA has reimbursed Sparta Inc. fully and the same has been accounted for during the quarter ended on June 30, 2019 for USD 2.8 million (₹ 194.66 million). With this outcome, the matter related to Copart is closed and there is no further exposure for the Company.
- 14 The Board of Directors of the Company at its meeting held on July 26, 2019 had approved a merger scheme of its wholly owned subsidiary Impact Automotive Solutions Limited with its parent company KPIT Technologies Limited. The merger scheme application seeking approval has been subsequently filed with National Company Law Tribunal (NCLT) on September 27, 2019.
- 15 The Board of Directors at its meeting held on January 29, 2020, has declared an interim dividend of ₹ 0.55 per equity share.
- 16 The Company has reviewed its intra group revenue sharing policy for subcontracting work by subsidiaries for offshore services in line with the transfer pricing guidelines. Under the revised policy, the Company has adopted a flexible revenue sharing percentage as against fixed percentage used in past to enable its subsidiaries retain appropriate margins for their marketing efforts. The revenue sharing percentages depend on the efforts required for marketing, nature of jurisdiction and related aspects which predominantly derives the cost of operations for the subsidiaries and hence the recovery to achieve a reasonable return on cost as per transfer pricing guidelines, resulting in net decrease in revenue for the standalone entity.
- 17 As per the agreement between the parties, consequent to the National Company Law Tribunal (NCLT) approved composite scheme, the joint control between the Transferee Company i.e. Birlasoft Limited (erstwhile KPIT Technologies Limited) and the Resulting Company i.e. KPIT Technologies Limited (erstwhile KPIT Engineering Limited) has concluded effective February 1, 2020. As a result, Mr. Rohit Saboo, Nominee Director, has resigned from KPIT Technologies Limited (erstwhile KPIT Engineering Limited) effective February 1, 2020.
- 18 Previous period's figures have been regrouped / reclassified wherever necessary to conform with the current period's classification / disclosure. Further, consequent to the Composite Scheme as aforesaid, the figures for the quarter and nine months ended December 31, 2018 are not comparable with the current period figures.

For and on behalf of the Board of Directors of  
KPIT TECHNOLOGIES LIMITED (erstwhile KPIT ENGINEERING LIMITED)

Place : Pune  
Date : January 29, 2020

  
S.B. (Ravi) Bandit  
Chairman & Group CEO  
DIN : 00075861

  
Kishor Patil  
CEO & Managing Director  
DIN : 00076190



# BSR & Co. LLP

Chartered Accountants

7th & 8th floor, Business Plaza,  
Westin Hotel Campus,  
36/3-B, Koregaon Park Annex,  
Mundhwa Road, Ghorpadi,  
Pune - 411001, India

Telephone +91 (20) 6747 7300  
Fax +91 (20) 6747 7310

## **Limited review report on unaudited quarterly standalone financial results and standalone year-to-date financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To

Board of Directors of KPIT Technologies Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) (“the Company”) for the quarter ended 31 December 2019 and the year-to-date results for the period from 1 April 2019 to 31 December 2019 (“ the Statement”), being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”). Attention is drawn to note 9 to the statement, which mentions that figures for the corresponding quarter ended 31 December 2018 and corresponding period from 1 April 2018 to 31 December 2018, as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to an audit or limited review for the reasons mentioned in note 9 to the standalone financial results.
2. This Statement, which is the responsibility of the Company’s management and 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 the Listing Regulations. Our responsibility is to issue a report 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 financial results 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.



**Limited review report on unaudited quarterly standalone financial results and standalone year-to-date financial results of KPIT Technologies Limited (Erstwhile KPIT Engineering Limited) pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)**

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies 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: Pune  
Date: 29 January 2020

**For B S R & Co. LLP**  
Chartered Accountants  
Firm's Registration No.: 101248W/W-100022



**Swapnil Dakshindas**  
*Partner*

Membership No. 113896  
ICAI UDIN: 20113896AAAAAF6849