



July 14, 2022

DGM- Corporate Relations  
Bombay Stock Exchange Ltd.  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai 400 001

Listing Department  
National Stock Exchange  
Exchange Plaza, Plot No. C-1, Block G  
Bandra – Kurla Complex  
Bandra (East), Mumbai – 400 051

Dear Sir / Madam,

**Sub: Audited Financial Results for the quarter ended June 30, 2022.**

Please find enclosed, the audited financial results of the Company in the prescribed format for the quarter ended June 30, 2022 under Ind AS, which were approved and taken on record by the Board of Directors of the Company at their Meeting held today – July 14, 2022.

The Auditors' Report with an unmodified opinion on the said financial statement is also attached herewith.

You are requested to please take the same on record and confirm.

Yours faithfully,  
**For Tata Elxsi Limited**

  
**Cauveri Sriram**  
Company Secretary

Encl: a/a

**TATA ELXSI**

Registered Office **Tata Elxsi Limited** ITPB Road Whitefield Bangalore 560 048 India  
Tel +91 80 2297 9123 Fax +91 80 2841 1474  
[www.tataelxsi.com](http://www.tataelxsi.com)

(CIN-L85110KA1989PLC009968)

## TATA ELXSI LIMITED

CIN: L85110KA1989PLC009968

Regd. Office: ITPR Road, Whitefield, Bengaluru - 560 048

email:investors@tataelxsi.com

www.tataelxsi.com

## STATEMENT OF AUDITED INTERIM FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

Particulars	Quarter ended			Year ended
	June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
<b>1 Income from operations</b>				
(a) Revenue from operations	72,588.85	68,173.87	55,831.63	2,47,079.92
(b) Other income (Refer note 3)	1,031.90	1,808.89	1,750.08	4,453.27
<b>Total income from operations (net)</b>	<b>73,620.75</b>	<b>69,982.76</b>	<b>57,581.71</b>	<b>2,51,533.19</b>
<b>2 Expenses</b>				
(a) Cost of materials consumed	3,918.59	3,444.60	3,965.65	12,670.23
(b) Changes in inventories of stock-in-trade	56.00	(56.75)	6.29	(50.46)
(c) Employee benefits expense	36,567.85	34,476.68	30,288.72	1,28,810.56
(d) Finance costs	335.80	318.68	164.34	942.51
(e) Depreciation and amortisation expense	1,709.31	1,588.23	1,191.61	5,533.55
(f) Other expenses	8,231.03	8,184.91	6,572.06	29,077.90
<b>Total expenses</b>	<b>50,818.58</b>	<b>47,956.35</b>	<b>42,188.67</b>	<b>1,76,984.29</b>
<b>3 Profit before tax (1-2)</b>	<b>22,802.17</b>	<b>22,026.41</b>	<b>15,393.04</b>	<b>74,548.90</b>
<b>4 Tax expense</b>				
a) Current tax	4,484.00	5,528.61	4,211.00	19,374.61
b) Deferred tax	(153.94)	496.65	(155.50)	207.14
<b>Total tax</b>	<b>4,330.06</b>	<b>6,025.26</b>	<b>4,055.50</b>	<b>19,581.75</b>
<b>5 Net profit for the period / year (3-4)</b>	<b>18,472.11</b>	<b>16,001.15</b>	<b>11,337.54</b>	<b>54,967.15</b>
<b>6 Other comprehensive income / (losses)</b>				
(i) items that will not be reclassified to profit or loss	(400.80)	(185.00)	1.42	(309.46)
(ii) Income tax relating to items that will not be reclassified to profit or loss	140.06	64.65	(0.50)	108.14
<b>Total other comprehensive income / (losses) (net of tax)</b>	<b>(260.74)</b>	<b>(120.35)</b>	<b>0.92</b>	<b>(201.32)</b>
<b>7 Total comprehensive income (5+6)</b>	<b>18,211.37</b>	<b>15,880.80</b>	<b>11,338.46</b>	<b>54,765.83</b>
8 Paid-up equity share capital (face value ₹ 10/- each)	6,227.64	6,227.64	6,227.64	6,227.64
9 Other equity				1,53,862.65
10 Earnings per share				
- Basic EPS (₹)	29.66	25.69	18.21	88.26
- Diluted EPS (₹)	29.66	25.69	18.21	88.26

## AUDITED SEGMENT WISE REVENUE AND RESULTS

Particulars	Quarter ended			Year ended
	June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
<b>1 Segment revenue</b>				
(a) Software development & services	71,085.43	67,005.62	54,706.18	2,42,131.14
(b) System integration & support services	1,503.42	1,168.25	1,125.45	4,948.78
<b>Total</b>	<b>72,588.85</b>	<b>68,173.87</b>	<b>55,831.63</b>	<b>2,47,079.92</b>
<b>2 Segment results</b>				
(a) Software development & services	25,433.08	24,891.85	16,540.40	82,894.53
(b) System integration & support services	0.24	11.12	(0.06)	248.98
<b>Total</b>	<b>25,433.32</b>	<b>24,902.97</b>	<b>16,540.34</b>	<b>83,143.51</b>
Less: Finance costs	335.80	318.68	164.34	942.51
Less: Unallocable expenditure (net of unallocable income)	2,295.35	2,557.88	982.96	7,652.10
<b>Profit before tax</b>	<b>22,802.17</b>	<b>22,026.41</b>	<b>15,393.04</b>	<b>74,548.90</b>
<b>3 i) Segment assets</b>				
(a) Software development & services	84,519.33	88,482.16	68,722.32	88,482.16
(b) System integration & support services	2,118.23	2,531.63	1,291.27	2,531.63
(c) Unallocable assets	1,22,567.99	1,25,903.54	88,560.87	1,25,903.54
<b>Total</b>	<b>2,09,205.55</b>	<b>2,16,917.33</b>	<b>1,58,574.46</b>	<b>2,16,917.33</b>
<b>ii) Segment liabilities</b>				
(a) Software development & services	42,028.66	48,030.84	28,866.55	48,030.84
(b) System integration & support services	597.71	359.23	355.48	359.23
(c) Unallocable liabilities	14,745.01	8,436.97	12,689.51	8,436.97
<b>Total</b>	<b>57,371.38</b>	<b>56,827.04</b>	<b>41,911.54</b>	<b>56,827.04</b>

## Notes on segment information

## Business segments

The company is structured into two industry verticals- software development & services and system integration & support services. Accordingly, the information has been presented along these business segments.

The Chief Operating Decision Maker ('CODM') continuously monitor and review the segment results and segment assets & liabilities and accordingly such disclosures are made in the financial results. Considering the nature of business & operations and the fact that the assets and liabilities are used interchangeably amongst the segments, the Company will re-evaluate the disclosures for segment assets and liabilities going forward.



## TATA ELXSI LIMITED

CIN: L85110KA1989PLC009968

Regd. Office: ITPB Road, Whitefield, Bengaluru - 560 048

email:investors@ataelxsi.com www.ataelxsi.com

## STATEMENT OF AUDITED INTERIM FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

## Notes:

- 1 These results have been prepared in accordance with the Ind AS notified under Companies (Indian Accounting Standards) Rules 2015. The results for the three month period ended March 31, 2022 are the balancing figures prepared on the basis of the audited financial statements for the year ended March 31, 2022 and the audited financial results upto the third quarter ending December 31, 2021, which are prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules 2015. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 14, 2022. The statutory auditors have expressed an unmodified audit opinion on these results.
- 2 The earnings per share (basic and diluted) for the interim periods have not been annualized.
- 3 Other income includes:

	Quarter ended		Year ended	
	June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
Exchange gain / (loss)	(116.09)	585.10	492.69	429.39

₹ lakhs

- 4 The results of the Company for the quarter ended June 30, 2022 are available on the Company's website - www.ataelxsi.com, on the BSE Limited website- www.bseindia.com and the National Stock Exchange of India Limited website-www.nseindia.com.

By Order of the Board  
for TATA ELXSI LIMITED



Mahoj Raghavan  
Managing Director  
DIN: 0008458315

Bengaluru, July 14, 2022



# B S R & Co. LLP

Chartered Accountants

Embassy Golf Links Business Park,  
Pebble Beach, B Block, 3<sup>rd</sup> Floor, No. 13/2,  
Off Intermediate Ring Road,  
Bengaluru-560 071 India

Telephone: + 91 80 4682 3000  
Fax: + 91 80 4682 3999

## Independent Auditor's Report

### To the Board of Directors of Tata Elxsi Limited

### Report on the audit of the Interim Financial Results

#### Opinion

We have audited the accompanying quarterly financial results of Tata Elxsi Limited ("the Company") for the quarter ended 30 June 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter ended 30 June 2022.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion.

#### Management's and Board of Directors' Responsibilities for the Financial Results

These quarterly financial results have been prepared on the basis of the interim financial statements.

The Company's Management and the Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Registered Office:

## Independent Auditor's Report (Continued)

### Tata Elxsi Limited

The Board of Directors is responsible for overseeing the Company's financial reporting process.

#### Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### Other Matter(s)

- a. Attention is drawn to the fact that the figures for the 3 months ended 31 March 2022 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published audited year to date figures up to the third quarter of the previous

B S R & Co. LLP

**Independent Auditor's Report (Continued)**

**Tata Elxsi Limited**

financial year.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248W/W-100022

**SANJAY** Digitally signed by  
SANJAY SHARMA  
**SHARMA** Date: 2022.07.14  
16:03:17 +05'30'

**Sanjay Sharma**

*Partner*

Bangalore

14 July 2022

Membership No.: 063980

UDIN:22063980AMVASD9874

## Tata Elxsi delivers robust growth in Q1FY23 with 6.5% QoQ CC growth in revenues and industry leading EBITDA margin at 32.8%

### Crosses the 10,000 employee count with strong employee addition in Q1FY23

Bangalore, July 14, 2022: Tata Elxsi (BSE: 500408 | NSE: TATAELXSI), amongst the world's leading providers of design led technology services, announced its first quarter results for the period ending 30<sup>th</sup> June 2022.

#### Highlights of the Quarter Ended June 30, 2022

- Revenues from operations at Rs. 725.9 Cr, + 6.5% QoQ, + 30.0% YoY
- EBITDA grows 7.6% QoQ and 58.8% YoY to 238.2 Cr
- Industry-leading EBITDA Margin at 32.8%
- Profit after tax at Rs. 184.7 Cr, growing 15.4% QoQ and 62.9% YoY
- EPS grows 15.5% QoQ and 62.9% YoY to Rs. 29.66
- Crosses 10,000 employee mark with 771 net additions in the quarter

For the quarter ending 30<sup>th</sup> June 2022, the company reported Rs. 725.9 Cr of revenue from operations, a growth of 6.5% QoQ and 30.0% YoY.

Profits After Tax grew 15.4% QoQ and 62.9% YoY to 184.7 Cr. The company's growth was primarily volume led, with all three segments of EPD, IDV and SIS showing robust growth of 6.2%, 6.6% and 19.8% QoQ respectively.

#### Q1 Business Highlights:

##### Industries:

- Transportation grows 6.3% QoQ and 41.8% YoY, aided by large deals and engagements in EV and Software Defined Vehicles.
- Healthcare continues to witness strong growth of 10% QoQ and 53.6% YoY, driven by digital health and global regulatory services.
- Media and Communications reports a quarter of steady and consistent growth at 4.7% QoQ and 29% YoY, aided by continued growth in key accounts and large deals in network transformation and AdTech.

**Mr. Manoj Raghavan, CEO and Managing Director, Tata Elxsi**, commenting on the company's performance, said:

"We are starting FY23 on a strong note with 6.5% QoQ revenue growth in constant currency. This was all volume-led and supported by robust growth across divisions, verticals and key markets. We continue to maintain and expand our margins with our EBITDA growing at 58.8% YoY and PAT growing at 62.9% YoY.

Our differentiated delivery capability powered by Domain, Design, and Digital, is helping us continue to win deals which are of strategic importance to our customers.

I am delighted that the Tata Elxsi family is now over 10,000 people strong. We added 771 employees on a net basis in the quarter, more than doubling from the previous quarter. This has been aided by concerted efforts in reinforcing our employer brand proposition and employee engagement that have helped reduce

our attrition rate in the quarter. We are also expanding our delivery presence with a new center in Kozhikode.

We are taking a seminal role in fostering future design thinkers and innovators for sustainability, with the launch of iGNITE – a global design and innovation contest for sustainable design, coinciding with the World Industrial Design Day on 29<sup>th</sup> June.

I am delighted to start the financial year with robust growth in revenues, margins, employee and customer additions. We are entering the second quarter with a strong order book and a healthy deal pipeline across key markets and industries.”

**About Tata Elxsi**

Tata Elxsi is amongst the world’s leading providers of design and technology services across industries including Automotive, Broadcast, Communications, Healthcare and Transportation.

Tata Elxsi is helping customers reimagine their products and services through design thinking and application of digital technologies such as IoT (Internet of Things), Cloud, Mobility, Virtual Reality and Artificial Intelligence. For more information, please visit [www.tataelxsi.com](http://www.tataelxsi.com)

**Media Contact**

Tata Elxsi  
Hari Balan  
Corporate Communications  
+91 80 2297 9123  
Email: [media@tataelxsi.com](mailto:media@tataelxsi.com)