

sasken

BSE Ltd.
Dept of Corporate Services - CRD
PJ Towers, Dalal Street,
Mumbai - 400 001

October 16, 2017

National Stock Exchange of India Ltd.
'Exchange Plaza', C-1, Block - G,
Bandra - Kurla Complex,
Bandra (E),
Mumbai - 400 051

By Web upload

Dear Sirs,

Sub: Outcome of the Board Meeting held today from 11.30 a.m. to 4.50 p.m.
Ref: Scrip Code 532663 / SASKEN

Please find below the outcome of the Board Meeting held today from 11.30 a.m. to 4.50 p.m.

1. Financials

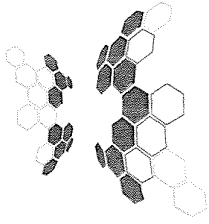
We are sending herewith the audited financial results (both consolidated and standalone) of the Company for the quarter and half year ended September 30, 2017 as taken on record.

Please also find enclosed a copy each of the following:

- Auditors' Report on (a) stand alone and (b) consolidated financial results as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations').
- Media Release being issued on this occasion.
- Communication to Analysts on Sasken's Business Performance.

As provided under Regulation 47(1)(b) of SEBI Listing Regulations, we will be publishing the extract of the audited consolidated financial results in the newspapers. The full format of the Quarterly Financial Results will be made available on the Company's website at www.sasken.com. We will be uploading the Financial Results on the Stock Exchanges websites: BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com).





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2. Interim Dividend

The Board declared an interim dividend of Rs.2.50 per equity share of Rs.10 each (25%).

As intimated vide our letter of October 5, 2017, October 26, 2017 is fixed as the Record Date to ascertain the list of shareholders eligible for the aforesaid interim dividend to be paid on or before November 15, 2017.

We request you to take the above on records and disseminate this information to the public.

Thanking you,

Yours faithfully
For Sasken Technologies Limited



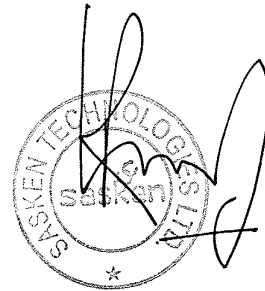
S. Prasad
Associate Vice President & Company Secretary

Encl. as above

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017

Amount in Rs lakhs

Sl. No.	Particulars	Quarter ended			Half Year Ended		Year ended
		September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016	March 31, 2017
I	Revenue From Operations	12,483.85	11,757.98	11,767.87	24,241.83	23,890.27	46,727.51
II	Other Income	795.53	943.00	779.95	1,738.53	1,684.51	3,277.25
III	Total Income (I+II)	13,279.38	12,700.98	12,547.82	25,980.36	25,574.78	50,004.76
IV	EXPENSES						
	Employee benefits expense	8,750.79	8,402.47	8,135.32	17,153.26	16,561.53	33,209.30
	Depreciation and amortization expense	160.45	150.53	169.78	310.98	349.30	661.29
	Other expenses	1,860.41	2,073.64	2,555.62	3,934.05	4,378.63	8,521.63
	Total expenses (IV)	10,771.65	10,626.64	10,860.72	21,398.29	21,289.46	42,392.22
V	Profit before exceptional items and tax (III- IV)	2,507.73	2,074.34	1,687.10	4,582.07	4,285.32	7,612.54
VI	Exceptional Items	-	-	-	-	-	2,025.00
VII	Profit before tax (V+VI)	2,507.73	2,074.34	1,687.10	4,582.07	4,285.32	9,637.54
VIII	Tax expense:						
	(1) Current tax	630.64	344.49	475.05	975.13	1,052.86	1,168.93
	(2) Deferred tax	482.24	412.64	310.46	894.88	925.99	616.12
		148.40	(68.15)	164.59	80.25	126.87	552.81
IX	Profit after tax (VII-VIII)	1,877.09	1,729.85	1,212.05	3,606.94	3,232.46	8,468.61
X	Other Comprehensive Income	(239.92)	(186.25)	55.75	(426.17)	17.26	(233.97)
	A (i) Items that will not be reclassified to profit or loss	(103.45)	25.35	(251.35)	(78.10)	(214.06)	(640.36)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	35.80	(8.77)	86.99	27.03	74.09	221.62
	B (i) Items that will be reclassified to profit or loss						
	Net change in fair value of forward contracts designated to cash flows hedges	(434.16)	(431.65)	400.65	(865.81)	311.65	635.57
	Exchange differences in translating financial statements of foreign operations	110.19	82.28	(41.88)	192.47	(46.56)	(230.84)
	(ii) Income tax relating to items that will be reclassified to profit or loss	151.70	146.54	(138.66)	298.24	(107.86)	(219.96)
XI	Total Comprehensive Income for the period (IX+X)(Comprising Profit and Other Comprehensive Income for the period)	1,637.17	1,543.60	1,267.80	3,180.77	3,249.72	8,234.64
XII	Paid up equity share capital (face value : Rs 10 per share)	1,711.01	1,711.01	1,771.98	1,711.01	1,771.98	1,711.01
XIII	Other equity						54,441.62
XIV	Earnings per equity share						
	(1) Basic	10.97	10.11	6.84	21.08	18.24	49.49
	(2) Diluted	10.97	10.11	6.84	21.08	18.24	49.49



Sasken Technologies Limited
(Formerly known as Sasken Communication Technologies Limited)
CIN: L72100KA1989PLC014226
139/25, Ring Road, Domlur, Bengaluru - 560 071

AUDITED CONSOLIDATED BALANCE SHEET AS AT SEPTEMBER 30, 2017

Amount in Rs lakhs

Particulars	As at September 30, 2017	As at March 31, 2017
(1) ASSETS		
Non-current assets		
Property, plant and equipment	3,786.66	3,768.49
Capital work-in-progress	12.44	5.90
Other intangible assets	22.55	15.64
Financial assets		
(i) Investments	39,361.95	36,852.48
(ii) Other financial assets	296.26	291.70
Deferred tax assets (net)	538.16	293.14
Other tax assets	6,147.37	7,375.70
Other non-current assets	-	13.43
Total	50,165.39	48,616.48
(2) Current assets		
Financial assets		
(i) Current investments	1,624.17	574.33
(ii) Trade receivables	7,690.42	7,774.05
(iii) Cash and cash equivalents	2,742.99	3,523.76
Unbilled revenue	4,320.12	3,506.11
Derivative assets	312.80	1,102.78
(v) Other financial assets	571.94	374.85
Other current assets	632.29	770.45
Total	17,894.73	17,626.33
Total Assets	68,060.12	66,242.81
EQUITY AND LIABILITIES		
Equity		
Share capital	1,711.01	1,711.01
Other Equity	56,753.66	54,441.62
Total equity	58,464.67	56,152.63
LIABILITIES		
(1) Non-current liabilities		
Provisions	957.66	716.02
Total	957.66	716.02
(2) Current liabilities		
Financial liabilities		
(i) Trade payables	1,905.31	1,269.18
(ii) Other financial liabilities	82.50	83.26
(iii) Derivative liabilities	73.62	-
Deferred revenue	311.59	452.31
Other current liabilities	3,065.86	2,708.41
Provisions	1,318.39	1,846.80
Other tax liabilities	1,880.52	3,014.20
Total	8,637.79	9,374.16
Total Liabilities	68,060.12	66,242.81



NOTES:

- 1) The audited consolidated financial results, prepared in accordance with Indian Accounting Standards ('Ind AS') for the quarter ended September 30, 2017 and the period from April 1, 2017 to September 30, 2017 have been approved by the Board of Directors of the Company at its meeting held on October 16, 2017. The statutory auditors have expressed an unqualified opinion on these consolidated financial results.

- 2) Amalgamation

Background

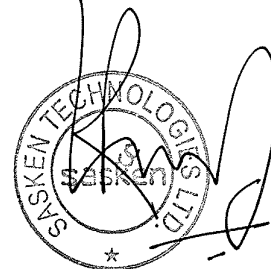
Sasken Network Technologies Limited ('SNEL'), was a wholly owned subsidiary of Sasken Technologies Limited ('STL') and was engaged in the business of developing embedded communication software for companies across the communication value chain.

The business activities of SNEL and STL complimented each other. Therefore, in order to achieve economies of scale, efficiencies and to simplify contracting and vendor management, the Board of Directors of each of these companies approved the Scheme of Amalgamation ("the Scheme") for the transfer of the business and undertaking of SNEL to STL.

The Scheme was approved by the National Company Law Tribunal, Bangalore bench ('NCLT') vide its order dated August 31, 2017, the appointed date of the Scheme being April 1, 2015.

The amalgamation qualifies as a 'common control transaction' as per Appendix 'C' of Ind AS 103, Business Combinations. The accounting for the amalgamation did not have any impact on the consolidated financial results of the company.

- 3) These are the Company's second consolidated financial results prepared in accordance with Ind AS. For the year ended March 31, 2017, the Company had prepared consolidated financial results in accordance with Companies (Accounting Standards) Rules, 2006, notified under Section 133 of the Act and other relevant provisions of the Act ('previous GAAP' / 'IGAAP'). These consolidated financial results, including the comparative information for the quarter and year to date period ended September 30, 2016, quarter ended June 30, 2017 and for the year ended March 31, 2017 and the balance sheet as at March 31, 2017 have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. In preparing its Ind AS balance sheet as at April 1, 2016 ('transition date') and in presenting the comparative information, the Company has adjusted amounts reported previously in financial statements prepared in accordance with previous GAAP. This note explains the principal adjustments made by the Company in restating its consolidated financial results / statements prepared in accordance with previous GAAP, and how the transition from previous GAAP to Ind AS has affected the Company's consolidated financial position and consolidated financial performance.



First time adoption of Ind AS

In preparing these consolidated financial results, the Company has applied the following significant optional exemptions, in addition to those which are mandatory:

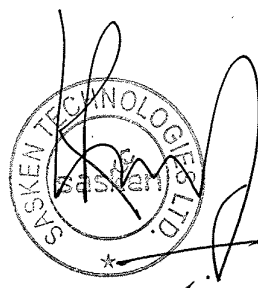
Optional exemptions availed -

- **Business combinations** -The Company has elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date. Business combinations occurring prior to transition date have not been restated.
- **Investments in subsidiaries and joint ventures** - The Company has availed the deemed cost exemption for Ind AS purposes. Accordingly, the carrying values of investments under previous GAAP have been carried forward without any adjustments.
- **Property plant and equipment and intangible assets** - As permitted by Ind AS 101, the Company has elected to continue with the carrying values under previous GAAP for all items of property, plant and equipment, including intangible assets.

Reconciliation between Previous GAAP and Ind AS

(i) Effect of Ind AS adoption on equity as at March 31, 2017, September 30, 2016 and April 1, 2016:

Particulars	Note	Amount in Rs. Lakhs		
		As at March 31, 2017	As at September 30, 2016	As at April 1, 2016
Equity under Previous GAAP		54,731.59	52,684.45	49,901.03
Depreciation on leasehold improvement	A	(71.04)	(65.15)	(59.26)
Fair valuation of investment in mutual funds	B	2,102.01	1,784.75	1,265.78
Accounting for investment in tax free bonds using effective interest method	C	(7.91)	(3.98)	(0.05)
Deconsolidation of Connect M	D	-	88.47	49.81
Dividend on preference shares	C	-	20.88	-
Tax effect on the above	E	(602.02)	(397.71)	(295.33)
Equity under Ind AS		56,152.63	54,111.71	50,861.98

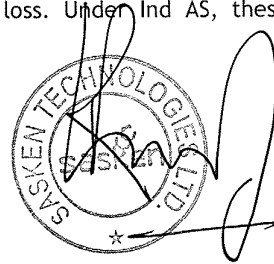


- (ii) Effect of Ind AS adoption on consolidated total comprehensive income for the quarter and six month ended September 30, 2016 and year ended March 31, 2017

Particulars	Note	Amount in Rs. Lakhs		
		Quarter ended September 30, 2016	Six month ended September 30, 2016	Year ended March 31, 2017
Net income under Previous GAAP		957.57	2,518.33	7,368.60
Depreciation on leasehold improvement	A	(2.95)	(5.89)	(11.79)
Fair value gain/(loss) on investment in mutual funds	B	107.75	518.97	836.23
Interest income on tax free bonds	C	(1.97)	(3.93)	(7.86)
Employee benefits	F	251.35	214.06	640.36
Deconsolidation of Connect M	D	21.90	38.66	(48.20)
Dividend on preference shares	C	10.50	20.88	-
Tax effect on the above	E	(132.10)	(68.62)	(308.73)
Profit for the period / year		1,212.05	3,232.46	8,468.61
Ind AS adjustments in other comprehensive income, net of tax :				
Items that will not be reclassified subsequently to the statement of profit or loss:				
Defined benefit plan actuarial gains/ (losses)	F	(251.35)	(214.06)	(640.36)
Income tax relating to items that will not be reclassified to the statement of profit and loss	E	86.99	74.09	221.62
Items that will be reclassified subsequently to the statement of profit or loss:				
Net change in fair value of forward contracts designated as cash flow hedges	G	400.65	311.65	635.57
Exchange differences in translating financial statements of foreign operations	H	(41.88)	(46.56)	(230.84)
Income tax relating to items that will be reclassified to profit and loss	E	(138.66)	(107.86)	(219.96)
Total other comprehensive income for the period / year, net of taxes		55.75	17.26	(233.97)
Total comprehensive income for the period / year		1,267.80	3,249.72	8,234.64

Notes to the reconciliations

- A. Decommissioning liability: Under the Previous GAAP, decommissioning liability was not capitalized as part of the cost of the asset, under Ind AS the same is capitalized as part of the cost and a corresponding liability has been recorded. The asset is being depreciated over the useful life. The decrease in net income is due to the depreciation of the decommissioning cost capitalized in leasehold improvements.
- B. Fair valuation of investments: Under the Previous GAAP, investments in mutual funds were measured at lower of cost or fair value. Under Ind AS, such investments are required to be measured at fair value and the mark-to-market gains/ losses are recognized in profit or loss (FVTPL). Effect of Ind AS adoption on the statement of profit and loss represents the mark-to-market gains (net) on such investments.
- C. Effective interest rate method: Under Ind AS, interest income is calculated using the effective interest method, which would lead to amortizing the premium paid at the time of purchase of the tax free bonds over the period of the underlying instrument. The decrease in income is due to the amortization of premium recorded as investment under Previous GAAP. Preference dividend is also accrued using the effective interest rate method every quarter.
- D. Connect M: Under the Previous GAAP, the Company had followed the proportionate consolidation method whereas it is required to follow the equity pick-up method of accounting under Ind AS. Accordingly, amounts included in the previous GAAP, to the extent that they pertain to Connect M, have been de-consolidated for the purposes of these financial results.
- E. Tax impact (net): Tax adjustments include deferred tax impact on account of differences between Previous GAAP and Ind AS.
- F. Employee benefits: Under the Previous GAAP, actuarial gains and losses on defined benefit obligations were recognized in the statement of profit and loss. Under Ind AS, these are recognized in other comprehensive income.



G. Change in fair value of forward contracts designated as cash flow hedges: Under Ind AS, changes in the fair value of derivative hedging instruments designated and effective as a cash flow hedge are recognized through other comprehensive income. These were recorded in hedging reserve under Previous GAAP.

H. Exchange differences on translation of foreign operations: Under the Previous GAAP, exchange differences arising on translation of foreign operations were classified as part of retained earnings. On transition to Ind AS, the same has been re-classified to 'Foreign currency translation reserve', a component of other comprehensive income.


4) Segment Reporting

The Chairman and Managing Director of the Company has been identified as the Chief Operating Decision Maker (CODM) as defined by Ind AS 108, "Operating Segments". The Company operates in one segment only i.e. "Software Services". The CODM evaluates performance of the Company based on revenue and operating income from "Software Services". Accordingly, segment information has not been separately disclosed.

5) Figures for the corresponding quarter and six months ended September 30, 2016 and as at and for the year ended March 31, 2017 are based on the quarterly and six month consolidated financial results and annual consolidated financial statements respectively, that were previously audited by the predecessor auditor, as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS'), which have been audited by the current statutory auditors. These adjustments, read with note 2, reconcile the net profit for the corresponding periods under the Previous GAAP with the total comprehensive income as reported in these quarterly consolidated financial results.

6) The Board of Directors have declared an interim dividend of Rs. 2.50 per equity share at the board meeting held on October 16, 2017.

For Sasken Technologies Ltd. (formerly Sasken
Communication Technologies Limited)



Rajiv C. Mody
Chairman and Managing Director
DIN: 00092037



Place: Bengaluru
Date: October 16, 2017



B S R & Associates LLP

Chartered Accountants

Maruthi Info-Tech Centre
11-12/1 Inner Ring Road
Koramangala
Bangalore 560 071 India

Telephone +91 80 7134 7000
Fax +91 80 7134 7999

Auditor's Report on Quarterly Consolidated Financial Results and Year to Date Consolidated Financial Results of Sasken Technologies Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors of Sasken Technologies Limited

We have audited the quarterly consolidated financial results of Sasken Technologies Limited ('the Company') for the quarter ended 30 September 2017 and year to date consolidated financial results for the period from 1 April 2017 to 30 September 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Attention is drawn to the fact that the figures for the corresponding quarter and six months ended 30 September 2016 and as at and for the year ended 31 March 2017, are based on the quarterly and year to date consolidated financial results and the annual consolidated financial statements that were previously audited by the predecessor auditor (whose reports for the corresponding quarter and six months ended 30 September 2016 and as at and for the year ended 31 March 2017 dated 27 October 2016 and 19 April 2017 respectively, expressed unmodified opinions on those quarterly and year to date consolidated financial results and the annual consolidated financial statements), as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS'), which have been audited by us. These adjustments reconcile the net profit for the corresponding periods and equity as at the corresponding reporting dates under the previously applicable Generally Accepted Accounting Principles with the total comprehensive income and equity as reported in these quarterly and year to date consolidated financial results under Ind AS.

These quarterly consolidated financial results have been prepared on the basis of the consolidated interim financial statements, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) for Interim Financial Reporting (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, these quarterly and year to date consolidated financial results:

- (i) include the quarterly and year to date financial results of the following entities;
- (a) Sasken Technologies Limited ('The Company');
- (b) Sasken Communication Technologies (Shanghai) Co. Ltd. ('Sasken China');
- (c) Sasken Communication Technologies Mexico S.A. de C.V ('Sasken Mexico');
- (d) Sasken Finland Oy. ('Sasken Finland');
- (e) Sasken Inc. ('Sasken USA'); and
- (f) Sasken Foundation.

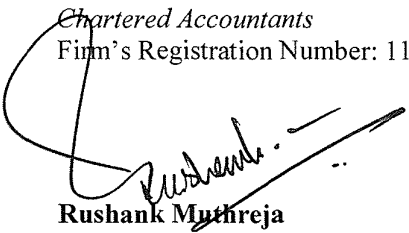
(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5 July 2016 in this regard; and

(ii) give a true and fair view of the consolidated net profit and total comprehensive income and other financial information for the quarter ended 30 September 2017 as well as the year to date results for the period from 1 April 2017 to 30 September 2017.

for **B S R & Associates LLP**

Chartered Accountants

Firm's Registration Number: 116231W/W-100024



Rushank Muthreja

Partner

Membership No. 211386

Bengaluru

16 October 2017

AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017

Amount in Rs lakhs

Sl. No.	Particulars	Quarter ended			Half Year Ended		Year ended
		September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016	March 31, 2017
I	Revenue From Operations	10,897.12	9,923.75	10,073.47	20,820.87	20,088.15	39,045.58
II	Other Income	1,086.44	1,248.48	1,009.24	2,334.91	2,212.66	3,793.14
III	Total Income (I+II)	11,983.56	11,172.23	11,082.71	23,155.78	22,300.81	42,838.72
IV	EXPENSES						
	Employee benefits expense	7,627.57	7,271.11	6,993.85	14,898.69	14,105.59	28,188.46
	Depreciation and amortization expense	147.90	138.85	158.01	286.76	323.21	608.68
	Other expenses	1,605.75	1,824.76	1,901.64	3,430.51	3,505.37	7,354.43
	Total expenses (IV)	9,381.22	9,234.72	9,053.50	18,615.96	17,934.17	36,151.57
V	Profit before exceptional items and tax (III- IV)	2,602.34	1,937.51	2,029.21	4,539.82	4,366.64	6,687.15
VI	Exceptional Items						2,025.00
VII	Profit before tax (V+VI)	2,602.34	1,937.51	2,029.21	4,539.82	4,366.64	8,712.15
VIII	Tax expense:	606.47	271.43	507.35	877.90	997.18	935.82
	(1) Current tax	458.07	339.58	342.76	797.65	870.33	383.14
	(2) Deferred tax	148.40	(68.15)	164.59	80.25	126.85	552.68
IX	Profit after tax (VII-VIII)	1,995.87	1,666.08	1,521.86	3,661.92	3,369.46	7,776.33
X	Other Comprehensive Income	(350.11)	(268.53)	97.63	(618.64)	63.81	(3.13)
	A (i) Items that will not be reclassified to profit or loss - remeasurement gain/(loss) on defined benefit plans	(103.45)	25.35	(251.35)	(78.10)	(214.06)	(640.36)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	35.80	(8.77)	86.99	27.03	74.08	221.62
	B (i) Items that will be reclassified to profit or loss - Net change in fair value of forward contracts designated to cash flow hedges	(434.16)	(431.65)	400.65	(865.81)	311.65	635.57
	(ii) Income tax relating to items that will be reclassified to profit or loss	151.70	146.54	(138.66)	298.24	(107.86)	(219.96)
XI	Total Comprehensive Income for the period (IX+X)(Comprising Profit and Other Comprehensive Income for the period)	1,645.76	1,397.55	1,619.49	3,043.28	3,433.27	7,773.20
XII	Paid up equity share capital (face value: Rs 10 per share)	1,711.01	1,711.01	1,771.98	1,711.01	1,771.98	1,711.01
XIII	Other equity						54,359.64
XIV	Earnings per equity share						
	(1) Basic	11.66	9.74	8.59	21.40	19.02	45.45
	(2) Diluted	11.66	9.74	8.59	21.40	19.02	45.45

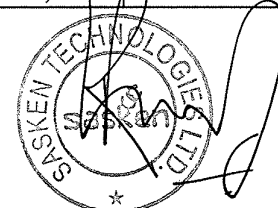


Sasken Technologies Limited
(Formerly known as Sasken Communication Technologies Limited)
CIN: L72100KA1989PLC014226
139/25, Ring Road, Domlur, Bengaluru - 560 071

AUDITED STANDALONE BALANCE SHEET AS AT SEPTEMBER 30, 2017

Amount in Rs lakhs

Particulars	As at September 30, 2017	As at March 31, 2017
ASSETS		
(1) Non-current assets		
Property, plant and equipment	3,636.74	3,696.78
Capital work-in-progress	12.44	5.90
Other intangible assets	20.78	15.64
Financial assets		
(i) Investments	42,161.61	40,109.95
(ii) Other financial assets	288.67	284.70
Deferred tax assets (net)	538.16	293.14
Other tax assets	6,140.16	7,369.14
Other non-current assets	-	13.43
Total	52,798.56	51,788.68
(2) Current assets		
Financial assets		
(i) Current investments	1,624.17	574.33
(ii) Trade receivables	7,236.74	6,948.81
(iii) Cash and cash equivalents	524.13	1,232.81
(iv) Loans	54.17	48.05
(v) Unbilled revenue	3,059.18	2,430.71
(vi) Derivative asset	312.80	1,102.78
(vii) Other financial assets	561.14	370.21
Other current assets	577.76	707.66
Total	13,950.09	13,415.36
Total Assets	66,748.65	65,204.04
EQUITY AND LIABILITIES		
Equity		
Share capital	1,711.01	1,711.01
Other equity	56,533.51	54,359.64
Total equity	58,244.52	56,070.65
LIABILITIES		
(1) Non-current liabilities		
Provisions	957.66	716.01
Total	957.66	716.01
(2) Current liabilities		
Financial liabilities		
(i) Trade payables	1,596.71	1,323.41
(ii) Other financial liabilities	82.50	83.26
(iii) Derivative liabilities	73.62	-
Deferred revenue	295.15	440.65
Other current liabilities	2,748.56	2,533.91
Provisions	938.72	1,068.99
Other tax liabilities	1,811.21	2,967.16
Total	7,546.47	8,417.38
Total Liabilities	66,748.65	65,204.04



NOTES:

- 1) The audited financial results, prepared in accordance with Indian Accounting Standards ('Ind AS') for the quarter ended September 30, 2017 and the period from April 1, 2017 to September 30, 2017 have been approved by the Board of Directors of the Company at its meeting held on October 16, 2017. The statutory auditors have expressed an unqualified opinion on these financial results.
- 2) Amalgamation

Background

Sasken Network Technologies Limited ('SNEL'), was a wholly owned subsidiary of Sasken Technologies Limited ('STL') and was engaged in the business of developing embedded communication software for companies across the communication value chain.

The business activities of SNEL and STL complimented each other. Therefore, in order to achieve economies of scale, efficiencies and to simplify contracting and vendor management, the Board of Directors of each of these companies approved the Scheme of Amalgamation ("the Scheme") for the transfer of the business and undertaking of SNEL to STL.

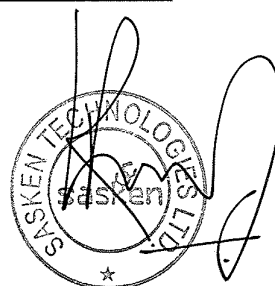
The Scheme was approved by the National Company Law Tribunal, Bangalore bench ('NCLT') vide its order dated August 31, 2017, the appointed date of the Scheme being April 1, 2015.

Accounting

The amalgamation qualifies as a 'common control transaction' as per Appendix 'C' of Ind AS 103, Business Combinations. Consequently, the amalgamation has been accounted for using the pooling of interest method and the financial information in respect of prior periods has been restated as if the amalgamation had occurred from the beginning of the preceding period, i.e. April 1, 2016. This accounting treatment is also in compliance with the Scheme approved by the NCLT.

The following table represents the particulars of assets and liabilities (after elimination of inter-company balances), transferred by SNEL to STL as a consequence of the amalgamation:

Amount in Rs. Lakhs	
Particulars	Amount
Property, plant and equipment	7.91
Non-current assets	547.68
Current assets	200.52
Other equity	(453.79)
Current liabilities	2.68
Net assets transferred	305.00
Purchase consideration (value of investment in SNEL)	305.00



Notes (continued)

Amalgamation (continued)

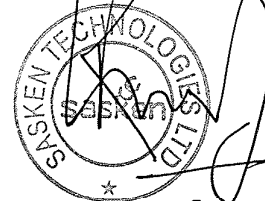
The extracts of balance sheets of STL (to the extent there were amalgamation adjustments) as reported as at April 1, 2016, September 30, 2016 and March 31, 2017, the impact of the amalgamation and the resultant post amalgamation balance sheet extracts as at those dates have been presented below:

PARTICULARS	April 1, 2016			September 30, 2016			March 31, 2017		
	As reported previously	Amalgamation adjustments *	Post amalgamation	As reported previously	Amalgamation adjustments *	Post amalgamation	As reported previously	Amalgamation adjustments *	Post amalgamation
ASSETS									
Non-current assets									
Property, plant and equipment	3,891.44	7.91	3,899.35	3,740.12	2.69	3,742.81	3,694.99	1.79	3,696.78
Financial assets									
Investments	24,075.45	(305.00)	23,770.45	31,030.68	(305.00)	30,725.68	40,414.95	(305.00)	40,109.95
Deferred tax assets	768.24	76.04	844.28	607.63	76.04	683.67	187.75	105.39	293.14
Other tax assets	5,906.28	471.64	6,377.92	6,231.29	471.64	6,702.93	6,897.50	471.64	7,369.14
Current assets									
Financial assets:									
Investments	15,851.85	176.44	16,028.29	11,002.76	181.17	11,183.93	388.70	185.63	574.33
Trade receivables	8,003.68	(10.45)	7,993.23	7,401.08	-	7,401.08	6,948.81	-	6,948.81
Cash & cash equivalents	1,345.66	14.60	1,360.26	1,043.01	2.47	1,045.48	1,225.02	7.79	1,232.81
Unbilled revenue	1,824.46	(1.05)	1,823.41	1,849.91	(2.10)	1,847.81	2,432.82	(2.11)	2,430.71
Other financial assets	398.89	0.36	399.25	543.42	0.36	543.78	369.85	0.36	370.21
Other current assets	798.50	20.62	819.12	782.45	20.62	803.07	687.80	19.86	707.66
		451.11			447.89			485.35	
EQUITY AND LIABILITIES									
Equity									
Other equity	49,014.43	453.79	49,468.22	52,451.10	450.39	52,901.49	53,878.29	481.35	54,359.64
Current liabilities									
Financial liabilities									
Trade payables	3,441.63	5.09	3,446.72	4,500.85	5.52	4,506.37	1,319.58	4.83	1,324.41
Other financial liabilities	309.95	(80.00)	229.95	171.70	(80.00)	91.70	163.26	(80.00)	83.26
Other current liabilities	3,725.27	0.31	3,725.58	946.71	0.06	946.77	2,526.66	7.25	2,533.91
Other tax liabilities	3,203.08	71.92	3,275.00	3,479.92	71.92	3,551.84	2,895.24	71.92	2,967.16
		451.11			447.89			485.35	

* after eliminating inter-company balances.

The statement of profit and loss for the three months ended September 30, 2016 and June 30, 2017, six months ended September 30, 2016 and year ended March 31, 2017 as reported and as adjusted to give effect to the amalgamation are as follows:

Particulars	For the three months ended September 30, 2016			For the six months ended September 30, 2016		
	As reported previously	Amalgamation adjustments	Post amalgamation	As reported previously	Amalgamation adjustments	Post amalgamation
Other income	1,006.82	2.42	1,009.24	2,207.92	4.74	2,212.66
Employee benefits expense	6,993.85	-	6,993.85	14,105.58	0.01	14,105.59
Depreciation and amortisation expense	155.67	2.34	158.01	317.99	5.22	323.21
Other expenses	1,900.04	1.60	1,901.64	3,502.46	2.91	3,505.37
Profit/(loss) before income tax	2,030.73	(1.52)	2,029.21	4,370.04	(3.40)	4,366.64
Tax expenses:						
Deferred taxes	164.59	-	164.59	126.85	-	126.85
Profit/(loss) for the period	1,523.38	(1.52)	1,521.86	3,372.86	(3.40)	3,369.46
Number of shares	17,719,813		17,719,813	17,719,813		17,719,813
Basic EPS	8.60		8.59	19.03		19.02
Diluted EPS	8.60		8.59	19.03		19.02



Notes (continued)

Amalgamation (continued)

Amount in Rs. Lakhs

Particulars	For the three months ended June 30, 2017			For the year ended March 31, 2017		
	As reported previously	Amalgamation adjustments	Post amalgamation	As reported previously	Amalgamation adjustments	Post amalgamation
Other income	1,262.31	(13.83)	1,248.48	3,784.07	9.07	3,793.14
Employee benefits expense	7,271.11	-	7,271.11	28,188.45	0.01	28,188.46
Depreciation and amortisation expense	138.66	0.19	138.85	602.54	6.14	608.68
Other expenses	1,823.21	1.55	1,824.76	7,349.59	4.84	7,354.43
Profit/(loss) before income tax	1,953.08	(15.57)	1,937.51	8,714.07	(1.92)	8,712.15
Tax expenses:						
Deferred taxes	(68.15)	-	(68.15)	582.16	(29.48)	552.68
Profit/(loss) for the period	1,681.65	(15.57)	1,666.08	7,748.77	27.56	7,776.33
Number of shares	17,110,114		17,110,114	17,110,114		17,110,114
Basic EPS	9.83		9.74	45.29		45.45
Diluted EPS	9.83		9.74	45.29		45.45

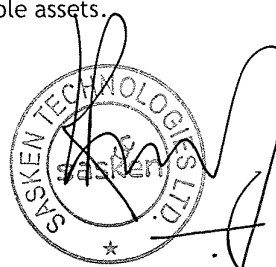
- 3) These are the Company's second financial results prepared in accordance with Ind AS. For the year ended March 31, 2017, the Company had prepared financial results in accordance with Companies (Accounting Standards) Rules, 2006, notified under Section 133 of the Act and other relevant provisions of the Act ('previous GAAP' / 'IGAAP'). These financial results, including the comparative information for the quarter and year to date period ended September 30, 2016, quarter ended June 30, 2017 and for the year ended March 31, 2017 and the balance sheet as at March 31, 2017 have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. In preparing its Ind AS balance sheet as at April 1, 2016 ('transition date') and in presenting the comparative information, the Company has adjusted amounts reported previously in financial statements prepared in accordance with previous GAAP. This note explains the principal adjustments made by the Company in restating its financial results / statements prepared in accordance with previous GAAP, and how the transition from previous GAAP to Ind AS has affected the Company's financial position and financial performance.

First time adoption of Ind AS

In preparing these financial results, the Company has applied the following significant optional exemptions, in addition to those which are mandatory:

Optional exemptions availed -

- **Business combinations** -The Company has elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date. Business combinations occurring prior to transition date have not been restated.
- **Investments in subsidiaries and joint ventures** - The Company has availed the deemed cost exemption for Ind AS purposes. Accordingly, the carrying values of investments under previous GAAP have been carried forward without any adjustments.
- **Property plant and equipment and intangible assets** - As permitted by Ind AS 101, the Company has elected to continue with the carrying values under previous GAAP for all items of property, plant and equipment, including intangible assets.



Reconciliation between Previous GAAP and Ind AS

- (i) Effect of Ind AS adoption on equity as at March 31, 2017, September 30, 2016 and April 1, 2016:

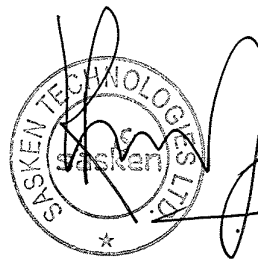
Amount in Rs. lakhs

Particulars	Note	As at March 31, 2017	As at September 30, 2016	As at April 1, 2016
Equity under previous GAAP		54,168.51	52,884.33	49,875.27
Effect of amalgamation (refer note 2)		481.35	450.38	453.79
Resultant Equity under previous GAAP		54,649.86	53,334.71	50,329.06
Depreciation on leasehold improvement	A	(71.04)	(65.15)	(59.26)
Fair valuation of investment in mutual funds	B	2,101.64	1,784.69	1,265.78
Accounting for investment in tax free bonds using effective interest method	C	(7.91)	(3.98)	(0.05)
Dividend on preference shares	C	-	20.88	-
Tax effect on the above	D	(601.90)	(397.68)	(295.33)
Equity as per Ind AS		56,070.65	54,673.47	51,240.20

- (ii) Effect of Ind AS adoption on total comprehensive income for the quarter and six month ended September 30, 2016 and year ended March 31, 2017:

Amount in Rs. lakhs

Particulars	Note	Quarter ended September 30, 2016	Six months ended September 30, 2016	Year ended March 31, 2017
Net income under previous GAAP		1,290.73	2,697.43	6,600.43
Effect of amalgamation (refer note 2)		(1.52)	(3.40)	27.59
Resultant net income under previous GAAP		1,289.21	2,694.03	6,628.02
Depreciation on leasehold improvement	A	(2.95)	(5.89)	(11.79)
Fair value gain/(loss) on investment in mutual funds	B	107.75	518.90	835.86
Interest income on interest free bonds	C	(1.97)	(3.93)	(7.86)
Employee benefits	E	251.35	214.06	640.36
Dividend on preference shares	C	10.50	20.88	-
Tax effect on the above	D	(132.03)	(68.59)	(308.26)
Profit for the period / year		1,521.86	3,369.46	7,776.33
Ind AS adjustments in other comprehensive income, net of tax :				
Items that will not be reclassified subsequently to the statement of profit or loss:				
Defined benefit plan actuarial gains/(losses)	E	(251.35)	(214.06)	(640.36)
Income tax relating to items that will not be reclassified to the statement of profit and loss	D	86.99	74.08	221.62
Items that will be reclassified subsequently to the statement of profit or loss:				
Net change in fair value of forward contracts designated as cash flow hedges	F	400.65	311.65	635.57
Income tax relating to items that will be reclassified to profit and loss	D	(138.66)	(107.86)	(219.96)
Total other comprehensive income for the period / year, net of taxes		97.63	63.81	(3.13)
Total comprehensive income for the period / year		1,619.49	3,433.27	7,773.20



Notes to the reconciliations

- A. Decommissioning liability: Under the Previous GAAP, decommissioning liability was not capitalized as part of the cost of the asset, under Ind AS the same is capitalized as part of the cost and a corresponding liability has been recorded. The asset is being depreciated over the useful life. The decrease in net income is due to the depreciation of the decommissioning cost capitalized in leasehold improvements.
- B. Fair valuation of investments: Under the Previous GAAP, investments in mutual funds were measured at lower of cost or fair value. Under Ind AS, such investments are required to be measured at fair value and the mark-to-market gains/ losses are recognized in profit or loss (FVTPL). Effect of Ind AS adoption on the statement of profit and loss represents the mark-to-market gains (net) on such investments.
- C. Effective interest rate method: Under Ind AS, interest income is calculated using the effective interest method, which would lead to amortizing the premium paid at the time of purchase of the tax free bonds over the period of the underlying instrument. The decrease in income is due to the amortization of premium recorded as investment under Previous GAAP. Preference dividend is also accrued using the effective interest rate method every quarter.
- D. Tax impact (net): Tax adjustments include deferred tax impact on account of differences between Previous GAAP and Ind AS.
- E. Employee benefits: Under the Previous GAAP, actuarial gains and losses on defined benefit obligations were recognized in the statement of profit and loss. Under Ind AS, these are recognized in other comprehensive income.
- F. Change in fair value of forward contracts designated as cash flow hedges: Under Ind AS, changes in the fair value of derivative hedging instruments designated and effective as a cash flow hedge are recognized through other comprehensive income. These were recorded in hedging reserve under Previous GAAP.

4) Segment Reporting

The Chairman and Managing Director of the Company has been identified as the Chief Operating Decision Maker (CODM) as defined by Ind AS 108, "Operating Segment". The Company operates in one segment only i.e. "Software Services". The CODM evaluates performance of the Company based on revenue and operating income from "Software Services". Accordingly, segment information has not been separately disclosed.

- 5) Figures for the corresponding quarter and six months ended September 30, 2016 and as at and for the year ended March 31, 2017 are based on the quarterly and six month standalone financial results and annual standalone financial statements respectively, that were previously audited by the predecessor auditor, as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS'), which have been audited by the current statutory auditors. These adjustments, read with note 2, reconcile the net profit for the corresponding periods under the Previous GAAP with the total comprehensive income as reported in these quarterly standalone financial results.
- 6) The Board of Directors have declared an interim dividend of Rs. 2.50 per equity share at the board meeting held on October 16, 2017.

For Sasken Technologies Ltd.
(formerly Sasken Communication Technologies Limited)



Rajiv C Mody
Chairman and Managing Director
DIN: 00092037

Place: Bengaluru
Date: October 16, 2017



B S R & Associates LLP

Chartered Accountants

Maruthi Info-Tech Centre
11-12/1 Inner Ring Road
Koramangala
Bangalore 560 071 India

Telephone +91 80 7134 7000
Fax +91 80 7134 7999

Auditor's Report on Quarterly Standalone Financial Results and Year to Date Standalone Financial Results of Sasken Technologies Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

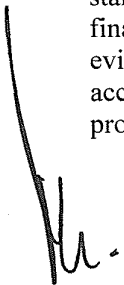
The Board of Directors of Sasken Technologies Limited

We have audited the quarterly standalone financial results of Sasken Technologies Limited ('the Company') for the quarter ended 30 September 2017 and year to date standalone financial results for the period from 1 April 2017 to 30 September 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Attention is drawn to the fact that the figures for the corresponding quarter and six months ended 30 September 2016 and as at and for the year ended 31 March 2017, are based on the quarterly and year to date standalone financial results and the annual standalone financial statements that were previously audited by the predecessor auditor (whose reports for the corresponding quarter and six months ended 30 September 2016 and as at and for the year ended 31 March 2017 dated 27 October 2016 and 19 April 2017 respectively, expressed unmodified opinions on those quarterly and year to date standalone financial results and the annual standalone financial statements), as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS'), which have been audited by us. These adjustments reconcile the net profit for the corresponding periods and equity as at the corresponding reporting dates under the previously applicable Generally Accepted Accounting Principles with the total comprehensive income and equity as reported in these quarterly and year to date standalone financial results under Ind AS.

These quarterly standalone financial results have been prepared on the basis of the standalone interim financial statements, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such standalone interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) for Interim Financial Reporting (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



B S R & Associates LLP

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, these quarterly and year to date standalone financial results:

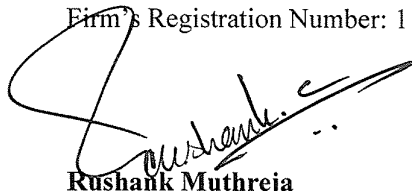
(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5 July 2016 in this regard; and

(ii) give a true and fair view of the standalone net profit and total comprehensive income and other financial information for the quarter ended 30 September 2017 as well as the year to date results for the period from 1 April 2017 to 30 September 2017.

for B S R & Associates LLP

Chartered Accountants

Firm's Registration Number: 116231W/W-100024



Rushank Muthreja


Partner

Membership No. 211386

Bengaluru

16 October 2017

	Q2 FY 18	Q1 FY 18	Q4 FY 17	Q3 FY 17	Q2 FY 17	Q1 FY 17	Q4 FY 16	Q3 FY 16	Q2 FY 16
Employee Metrics									
Employees, period end									
Total Employees (Consolidated)	2,018	1,959	1,963	1,976	1,983	2,057	2,118	2,084	1,968
Engineering	1,785	1,729	1,728	1,737	1,743	1,821	1,887	1,833	1,714
Corporate	233	230	235	239	240	236	231	251	254
Hiring Metrics									
Gross Adds	170	154	131	118	107	124	192	259	199
Net Adds	59	(4)	(13)	(7)	(74)	(61)	34	116	43
Attrition % Annualized (Based on Voluntary attrition only)	15.7%	21.3%	17.7%	19.2%	24.0%	21.3%	20.6%	20.9%	25.1%
Attrition % LTM (Based on Voluntary attrition only)	18.7%	21.2%	21.0%	22.0%	22.9%	22.2%	20.3%	22.9%	24.4%
Revenue by geography - Consolidated (In %)									
North America	38%	37%	32%	30%	36%	33%	32%	32%	28%
EMEA	25%	28%	34%	35%	30%	31%	30%	28%	33%
India	30%	28%	26%	27%	25%	27%	28%	24%	24%
APAC	7%	7%	8%	8%	9%	9%	10%	16%	15%
Client Concentration (In %)									
Top 5 client contribution to revenues	42.7%	43.5%	44.1%	45.6%	44.7%	46.2%	47.3%	45.7%	49.0%
Top 10 client contribution to revenues	64.5%	64.4%	63.1%	65.7%	65.5%	67.0%	66.2%	63.7%	69.0%
Relationships with Customers (TTM)									
1 < >3 Million dollar customers	10	11	7	6	10	11	12	11	11
3 < >10 Million dollar customers	6	6	6	6	6	5	5	6	6
10 < >20 Million dollar customers	1	1	1	1	1	1	1	1	1
Utilization, including trainees (In %)*	77.2%	79.6%	78.6%	78.7%	79.6%	79.7%	79.2%	83.2%	82.0%
Revenue Split (In ₹ Million)									
Onsite	403	411	401	433	439	492	467	477	478
Offshore	845	765	776	674	738	720	723	778	793
Revenue by Project Type (In ₹ Million)									
Time and Material (including compensation)	874	844	826	809	814	890	969	995	989
Fixed Price	375	332	351	298	363	322	221	260	282



Media Release – FOR IMMEDIATE RELEASE

Bangalore, 16 October 2017: Sasken Technologies Limited (formerly Sasken Communication Technologies Limited) (BSE: 532663, NSE: SASKEN) today announced its consolidated results as per Ind AS for the quarter and half year ended September 30, 2017.

Speaking on the occasion, Rajiv C Mody, Chairman, Managing Director & CEO, Sasken Technologies Limited said: Sasken has signed on a significant new deal in the Satellite segment. This path-breaking win in the Satellite space is a testimony to our acknowledged leadership in providing the full complement of product engineering services. Additionally, in this quarter, our revenues have grown by 6.2%. We are confident that our strengthened Product Engineering and Digital Transformation suite of services will help us expand our market reach and deepen the longstanding partnerships we have with marquee customers.

Performance Snapshot for the Half Year: H1 FY 18

- Consolidated Revenues for H1 FY 18 at ₹. 242.42 Crore
 - Up 1.5 % YoY from H1 FY 17
- Consolidated EBIDTA for H1 FY 18 at ₹. 31.55 Crore
 - Up 6.9 % YoY from H1 FY 17
- Consolidated PAT for H1 FY 18 at ₹. 36.07 Crores
 - Up 11.6 % YoY from H1 FY 17
 - PAT Margins for the half year at 14.9 %

Key Business metrics for the half year: H1 FY 18

- Software services revenues for H1 FY 18 at ₹. 242.42 Crore
 - Up 1.5 % YoY from H1 FY 17
- Consolidated EBIDTA margins were at 13.0 %.

Performance Snapshot for the Quarter: Q2 FY 18

- Consolidated Revenues for Q2 FY 18 at ₹ 124.84 Crore
 - Up 6.2 % sequentially over the previous quarter
 - Up 6.1 % YoY from Q2 FY 17
- Consolidated EBIDTA for Q2 FY 18 at ₹ 18.73 Crore
 - Up 46.1 % sequentially over the previous quarter
 - Up 73.9 % YoY from Q2 FY 17
- Consolidated PAT for Q2 FY 18 at ₹ 18.77 Crore
 - Up 8.5 % sequentially over the previous quarter
 - Up 54.9 % YoY from Q2 FY 17
 - PAT Margins for the quarter at 15.0 %

Key Business metrics for the Quarter: Q2 FY 18

- Software services revenues for Q2 FY 18 at ₹ 124.84 Crore
 - Up 6.2 % sequentially over the previous quarter
 - Up 6.1 % YoY from Q2 FY 17
- Consolidated EBIDTA margins were at 15.0 %.
- Revenue contribution from





- the Top five customers stood at 42.7 % and
 - from Top 10 customers at 64.5 %
- Consolidated EPS was at ₹ 10.97 for the quarter
 - Added 8 new customers during the quarter taking the total number of active customers to 126

A fact sheet providing the operating metrics for the company and a presentation for analysts can be downloaded from the investor section of the corporate website www.sasken.com

About Sasken:

Sasken is a specialist in Product Engineering and Digital Transformation providing concept-to-market, chip-to-cognition R&D services to global leaders in Semiconductor, Automotive, Industrials, Smart Devices & Wearables, Enterprise Grade Devices, Satcom, and Retail industries. With over 27 years in Product Engineering and Digital Transformation and 70+ patents, Sasken has transformed the businesses of over a 100 Fortune 500 companies, powering over a billion devices through its services and IP. For more details, visit www.sasken.com

Disclaimer on Forward Looking Statements:

Certain statements in this release concerning our future growth prospects are forward-looking statements, which involve a number of risks and uncertainties that could cause actual results to differ materially from those in such forward-looking statements due to risks or uncertainties associated with our expectations with respect to, but not limited to, our ability to successfully implement our strategy and our growth and expansion plans, technological changes, our exposure to market risks, general economic and political conditions in India which have an impact on our business activities or investments, changes in the laws and regulations that apply to the Indian IT services industry, including with respect to tax incentives and export benefits, adverse changes in foreign laws, including those relating to outsourcing and immigration, increasing competition in and the conditions of the Indian and global IT services industry, the prices we are able to obtain for our services, wage levels in India for IT professionals, the loss of significant customers the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, the performance of the financial markets in India and globally, changes in domestic and foreign laws, regulations and taxes and changes in competition in the information technology/ telecommunication industries. Additional risks that could affect our future operating results are more fully described in our Red herring filing. The company does not undertake to update any forward-looking statement that may be made from time to time by or on behalf of the Company.

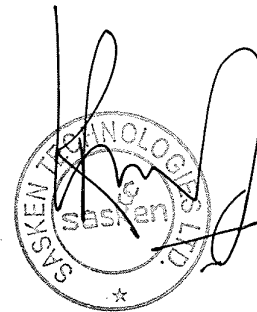
Spokesperson:

Swami Krishnan

VP Corporate Communication & EE

E: pr@sasken.com

T: +91 9743979264



Dear Analyst,

It is my pleasure to highlight the business performance of the Sasken Group for the second quarter ended 30th September 2017.

We must point out that certain statements made here or those we make subsequently in response to your queries concerning our future growth prospects are forward-looking statements. Please read the Safe Harbor clause in the second slide of *our presentation* for full details.

Let me begin by presenting our financials for the Second Quarter Fiscal 2018. In the Second Quarter of Fiscal '18, the consolidated revenues for Sasken Group increased by 6.20 % over the previous quarter to ₹. 124.84 crores. Consolidated Earnings before Interest, Depreciation, Taxes and Amortization cost for the second quarter fiscal '18 were ₹. 18.73 crores, an increase of 46.10 % sequentially. Overall EBITDA in percentage for the quarter stood at 15%. Consolidated PAT for Q2 fiscal '18 was at ₹. 18.77 crores, up by 8.5 % over the previous quarter. PAT margins for the quarter were 15%. Consolidated earnings per share for the 2nd quarter were approximately ₹. 10.97. Cash and cash equivalents including treasury investments were approximately ₹. 421.60 crores as of September 30, 2017.

Business operations

We continue to see opportunities and challenges in the ER&D space. Three key themes continue to play out across Sasken's embedded businesses include Android, 4G evolution/5G technologies, and Satellite technologies.

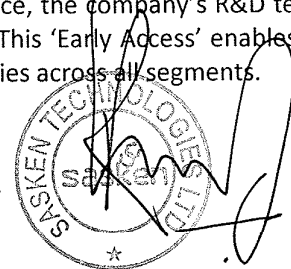
Sasken has signed on a significant new deal in the Satellite segment. Sasken has complete ownership to develop terminals for a critical program scheduled for launch in 2020. This win is path-breaking and a testimony to our acknowledged leadership in providing the full complement of product engineering services.

Your company has made headway in partnerships with leading Semiconductor vendors who are targeting the automotive arena. We are building a team to enable a North America based global leader in semiconductors to accelerate IVI product development and commercial launches based on their newest silicon platforms. The Automobile IVI world continues to adopt Android as the preferred platform for new product development. Our broad expertise in Android gives us a pole position to benefit from increased projects in the future.

Sasken's investment in 5G and 4G (C-V2X and NB-IoT) evolution technologies reaffirms our position as a company that has always stayed ahead in the cellular communication space. C-V2X will be a key technology component to enable autonomous driving. Sasken has developed vital points-of-view that will allow customers to build solutions leveraging these new communication paradigms.

In the Automobile space, Sasken has seen wins in new In-Vehicle Infotainment (IVI) programs. The company has focused on latest platform that enables Android IVI implementations. We have participated in two key semiconductor events in Japan aimed at the Japanese OEM and Tier-1 market. Sasken's offerings in IVI and Telematics were very well received.

Finally, recognizing Sasken's multifold contribution in the Android space, the company's R&D teams will have "Early Access" to all new releases of Android from Google. This 'Early Access' enables the company to sharpen and invest ahead to leverage business opportunities across all segments.



Digital represents a high growth adjacency to our core product engineering business. We are continuing to invest in the Digital Technologies to create organization capabilities that will help us grow in this space. We have bagged two strategic wins in the IoT and Mobile App development space. These deals are with one of our existing customers, who is a world-leading manufacturer of NFC tags and RFID inlays. The customer provides IoT solutions for making products “smart” by using NFC technology and enable customer experiences such as product authenticity check, new product intimations, offers, etc.

Sasken won a new engagement for deployment, installation, and support of its IoT solution at different factories of a world leader in consumer goods design, development, sourcing, and logistics. These solutions are intended to drive significant business benefits for high value and luxury brands. These solutions will help the brands garner customer loyalty through the digital interactions and provide insights on consumer interaction with products after they leave the point of sale.

Duplicate products tend to be one of the most significant challenges for high-value brands, and Sasken has been engaged with the customer to address this. Sasken won a project to develop product authentication apps for iOS 11 and Android by using NFC. The apps will target consumers looking to validate that the products that they purchased are authentic. The app will be customized for specific brands and deployed in North America and Europe.

In the Industrial segment, we have started seeing improved traction for the Digital business. We recently won a strategic engagement from a world leader in manufacturing and supply of heavy machinery and equipment. Sasken will be responsible for developing reusable, responsive widgets for enhancing data discovery through advanced visualization of machine data. Also, we will also develop a smartphone app that provides productivity metrics such as payload moved, fuel burnt, etc. of the selected machines, which will help our customer. The smartphone application and active widgets will help to improve operational efficiency and sales of heavy machinery.

We are pleased to share that we have achieved near perfect scores with several customers, which reiterates the commitment and competence of our global delivery team.

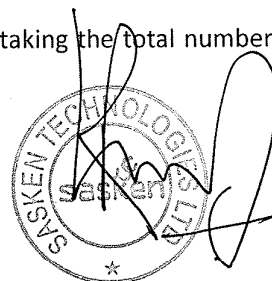
People

On the people front, the headcount for the Sasken Group stood at 2,018 as of September 30, 2017. Attrition for Q2 stands at 15.69% and is the lowest reported in recent quarters. We continue to attract key talent, and we have on-boarded highly accomplished leaders to head our Human Resources function and Digital Transformation Business. Additionally, we are adding to our engineering talent pool to help fuel our growth. We have completed the annual pay revision across all bands and continue to invest in enhancing the technical and leadership quotient of our employees. We believe that under the direction of our new HR head, we will continue to strengthen our HR strategies and policies to add momentum to our business growth.

Utilization for the services business for the quarter averaged 77.20% and is expected to be in the same band in the coming quarters.

Customers

We have successfully added 8 new customers during the quarter taking the total number of active customers to 126.



Sasken Network Engineering Limited Merger

The Petition that was filed with the Hon'ble High Court of Karnataka for the merger of Sasken Network Engineering Limited, a wholly owned subsidiary of Sasken Technologies Limited, with the holding company was transferred to National Company Law Tribunal, Bengaluru Bench (NCLT). NCLT by its Order dated 31st August, 2017 has approved the said merger with the Appointed Date as 1st April, 2015.

Interim Dividend

The Board of Directors have declared an interim dividend of ₹.2.50 per equity share of ₹.10 each. The Record Date to ascertain the list of shareholders who will be eligible for the dividend will be 26th October, 2017 and the same will be disbursed on or before 15th November, 2017

On behalf of my management team, I wish to thank you for your continued interest in Sasken.



Rajiv C Mody

Chairman, Managing Director, and CEO

Sasken Technologies Limited

(Formerly known as Sasken Communication Technologies Limited)

