

Auditor's report on consolidated financial results of Larsen & Toubro Infotech Limited for the quarter and year ended March 31, 2019 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Larsen & Toubro Infotech Limited**

1. We have audited the accompanying statement of consolidated financial results ("the Statement") of Larsen & Toubro Infotech Limited ("the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries are collectively referred to as "the Group") for the quarter and year ended March 31, 2019 attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The quarterly financial results are the derived figures between the audited figures for the year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the end of the previous quarter of the current financial year, which were subjected to limited review.
2. The consolidated financial results for the quarter ended March 31, 2019 which have been prepared on the basis of the interim consolidated financial statements for the nine-month period ended, December 31, 2018, the audited consolidated financial statements for the year ended March 31, 2019, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are the responsibility of the Company's management and have been approved by the Board of Directors of the Company in their meeting held on May 23, 2018. The interim financial information for the nine-month period ended December 31, 2018 and the audited financial statements for the year ended March 31, 2019 have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder, respectively and other accounting principles generally accepted in India.
3. Our responsibility is to express an opinion on these consolidated financial results based on our review of such interim consolidated financial statements and audit of the consolidated financial statements as at and for the year ended March 31, 2019.

**Pune**

T+ 91 020 60601005/6/7/8/9
+ 91 020 25666932/32926341
E bkkpune@bkkhareco.com
Hotel Swaroop, 4th Floor,
Lane No.10, Prabhat Road,
Erandwane, Pune - 411 004, India

Bengaluru

T +91 80 41105357
E bkkbengaluru@bkkhareco.com
101, Money Chambers,
1st Floor, # 6 K. H. Road,
Shanthinagar,
Bengaluru - 560027, India

New Delhi

T + 91 011 4905 7624
E bkkdelhi@bkkhareco.com
A - 4, Westend,
Rao Tula Ram Marg,
New Delhi - 110021,
India

Chennai

2nd Floor, Crown Court
Cathedral Road,
Chennai - 600086,
India

4. 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the financial results. An audit also includes assessing the accounting principles used and the significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
5. We did not audit of the financial statements of twenty four subsidiaries included in the Statement, (please also see para 6 herein below) whose financial statements reflect total assets (before consolidation adjustments) of Rs. 4,165 million as at March 31, 2019 as well as total revenue (before consolidation adjustments) of Rs. 2,438 million and total comprehensive income (net) (before consolidation adjustments) of Rs. 196 million for the quarter ended March 31, 2019 and total revenue (before consolidation adjustments) of Rs. 8,566 million and total comprehensive income (net) (before consolidation adjustments) of Rs. 868 million for the year ended March 31, 2019.
6. (a) Of the entities referred to in para 5 above, the financial statements of and other financial information of:
 - i) Twelve subsidiaries whose financial statements reflect total assets (before consolidation adjustments) of Rs. 3,406 million as at March 31, 2019 as well as total revenue (before consolidation adjustments) of Rs. 2,089 million and total comprehensive income (net) (before consolidation adjustments) of Rs. 170 million for the quarter ended March 31, 2019 and total revenue (before consolidation adjustments) of Rs. 8,061 million and total comprehensive income (net) (before consolidation adjustments) of Rs. 869 million for the year ended March 31, 2019 are located outside India and their financial statements have been prepared in accordance with accounting policies generally accepted in that country ("local GAAP") and which have been audited by other auditors under generally accepted auditing standard applicable in that country. The Holding Company's management has converted the financial statements of these subsidiaries from the local GAAP to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the amounts and disclosures of these subsidiaries are based on the report of the other auditors and conversion adjustments carried out by the management of the Holding Company and audited by us.
 - ii) Twelve subsidiaries whose financial statements reflect total assets (before consolidation adjustments) of Rs. 758 million as at March 31, 2019 as well as total revenue (before consolidation adjustments) of Rs. 348 million and total comprehensive income (net) (before consolidation adjustments) of Rs. 26 million for the quarter ended March 31, 2019 and total revenue (before consolidation adjustments) of Rs. 505 million and total comprehensive income (net) (before



consolidation adjustments) of Rs. (1) million for year ended March 31, 2019 have not been subjected to audit. These financial statements have been certified by the management of the subsidiaries and have been furnished to us, and our conclusion on the Statement, to the extent the consolidated financial results have been derived from such management certified financial statements is based, solely on the financial statements provided to us by the Holding Company's management. In our opinion and according to the information and explanations given to us by the Holding Company's management, these financial statements after consolidation adjustments are not material to the Group. All these subsidiaries are located outside India whose financial statements have been prepared in accordance with accounting principles generally accepted in that country ("local GAAP"). The Holding Company's management has converted the financial statements of these subsidiaries from local GAAP to accounting principles generally accepted in India. We have audited these conversion adjustments carried out by the Holding Company's management.

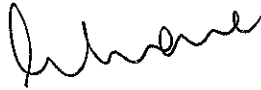
(b) Our opinion, in so far as it relates to the balances as considered in the Statement of such subsidiaries located outside India is not modified in respect of these matters.

7. In our opinion and to the best of our information and according to the explanations given to us these Consolidated Financial Results
- i) includes the quarter and year ended financial results of the twenty four subsidiaries as below:
 - a. Larsen & Toubro Infotech GmbH
 - b. Larsen & Toubro Infotech Canada Limited
 - c. Larsen & Toubro Infotech LLC
 - d. L&T Infotech Financial Services Technologies Inc.
 - e. Larsen & Toubro Infotech South Africa (Proprietary) Limited
 - f. L&T Information Technology Services (Shanghai) Co. Limited
 - g. Larsen & Toubro Infotech Austria GmbH
 - h. L&T Information Technology Spain, Sociedad Limitada
 - i. L&T Infotech S.de. RL. C.V
 - j. Larsen and Toubro Infotech NORGE AS
 - k. Syncordis S.A.
 - l. Syncordis Support Services S.A.
 - m. Syncordis Limited, UK
 - n. Syncordis France,SARL
 - o. Syncordis Software Services India Private Limited
 - p. NIELSEN + PARTNER UNTERNEHMENSBERATER GMBH
 - q. Nielsen + Partner Unternehmensberater AG
 - r. NIELSEN + PARTNER PTE. LTD
 - s. NIELSEN + PARTNER S.A.
 - t. NIELSEN & PARTNER Pty Ltd
 - u. NIELSEN & PARTNER COMPANY LIMITED

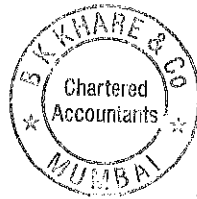


- v. Ruletronics Systems Private Limited
 - w. RULETRONICS LIMITED
 - x. RULETRONICS SYSTEMS INC.
- ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended in this regard; and
- iii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated profit, total comprehensive income for the period and other financial information of the Group for the quarter and year ended March 31, 2019.

For **B. K. Khare & Co.**
Chartered Accountants
Firm's Registration Number 105102W



Padmini Khare Kaicker
Partner
Membership Number: 044784
Mumbai
May 2, 2019





Let's Solve

LARSEN & TOUBRO INFOTECH LIMITED

Registered Office : L&T House, Ballard Estate, Mumbai - 400 001

CIN : L72900MH1996PLC104693

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2019

₹ million

		Quarter ended			Year ended	
		March 31 2019	December 31 2018	March 31 2018	March 31 2019	March 31 2018
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income from operations					
	Revenue from operations	24,860	24,729	20,012	94,458	73,065
	Other income	674	309	1,171	3,023	4,261
	Total income	25,534	25,038	21,183	97,481	77,326
2	Expenses					
	a) Employee benefits expense	14,335	14,172	11,693	54,668	43,289
	b) Operating expenses (Refer Note 5)	5,342	5,118	5,149	19,573	16,845
	c) Finance costs	28	19	52	106	157
	c) Depreciation & amortisation expense	371	355	360	1,472	1,563
	d) Other expenses	417	351	251	1,384	1,057
	Total expenses	20,493	20,015	17,505	77,203	62,911
3	Profit before tax (1-2)	5,041	5,023	3,678	20,278	14,415
4	Tax expenses					
	a) Current tax	1,337	1,141	899	4,875	3,654
	b) Deferred tax	(81)	127	(115)	248	(363)
	Total tax expenses	1,256	1,268	784	5,123	3,291
5	Net profit after tax (3-4)	3,785	3,755	2,894	15,155	11,124
6	Other comprehensive income	1,323	2,532	(980)	378	(835)
7	Total comprehensive income (5+6)	5,108	6,287	1,914	15,533	10,289
	Profit for the period attributable to :					
	Shareholders of the Company	3,789	3,755	2,895	15,159	11,120
	Non-controlling interests	(4)	0	(1)	(4)	4
	Total comprehensive income attributable to :					
	Shareholders of the Company	5,113	6,287	1,914	15,538	10,283
	Non-controlling interests	(5)	(0)	0	(5)	6
8	Paid-up equity share capital (Face value : ₹ 1 per share)	174	174	172	174	172
9	Other equity	48,772	43,700	38,439	48,772	38,439
10	Earnings per share (Refer note 7)					
	a) Basic (in ₹)	21.86	21.67	16.84	87.67	64.93
	b) Diluted (in ₹)	21.60	21.63	16.52	86.43	63.48

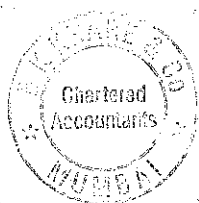


Audited Consolidated Segment Information for the quarter and year ended March 31, 2019

₹ million

	Quarter ended			Year ended	
	March 31 2019	December 31 2018	March 31 2018	March 31 2019	March 31 2018
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Segment revenue					
Banking, Financial Services & Insurance	11,305	11,643	9,400	44,645	34,515
Manufacturing	4,123	3,875	3,449	14,963	12,269
Energy & Utilities	2,749	2,678	2,294	10,112	8,556
High-Tech, Media & Entertainment	3,080	2,778	2,124	10,921	7,823
CPG, Retail, Pharma & Others	3,603	3,755	2,745	13,817	9,902
Revenue from operations	24,860	24,729	20,012	94,458	73,065
Segment results					
Banking, Financial Services & Insurance	2,642	3,006	1,953	11,021	7,332
Manufacturing	717	670	447	2,696	1,630
Energy & Utilities	551	513	438	1,897	1,405
High-Tech, Media & Entertainment	371	287	276	1,290	1,065
CPG, Retail, Pharma & Others	558	701	472	2,243	1,334
Segment results	4,839	5,177	3,586	19,147	12,766
Unallocable expenses (Refer note VI)	73	89	667	314	892
Other Income	674	309	1,171	3,023	4,261
Finance costs	28	19	52	106	157
Depreciation & amortisation expense	371	355	360	1,472	1,563
Profit before tax	5,041	5,023	3,678	20,278	14,415

- I. Segments have been identified in accordance with Indian Accounting Standards ("Ind AS") 108 on Operating Segments, considering the risk or return profiles of the business. As required under Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the performance and allocates resources based on analysis of various performance indicators. Accordingly, information has been presented for the Company's operating segments.
- II. Segment revenue is the revenue directly identifiable with the segment.
- III. Expenses that are directly identifiable with or allocable to segments are considered for determining the segment result. Expenses which relate to the Company as a whole and not identifiable with / allocable to segments are included under "Unallocable expenses".
- IV. Other income relates to the Company as a whole and is not identifiable with / allocable to segments.
- V. Assets and liabilities used in the Company's business are not identified to any of the reportable segments as these are used interchangeably.
- VI. Unallocable expenses for the quarter and year ended March 31, 2018 included an expense towards one-time commercial settlement of ₹ 617 Million (refer note 5 to the Consolidated Audited Financial Results).



Audited Consolidated Statement of Assets and Liabilities as at March 31, 2019

₹ million

	As at March 31, 2019	As at March 31, 2018
	(Audited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	3,052	2,508
(b) Capital work-in-progress	32	10
(c) Goodwill	4,947	2,763
(d) Other Intangible assets	1,300	1,535
(e) Intangible assets under development	83	58
(f) Financial assets		
(i) Investments	1	1
(ii) Loans	473	387
(iii) Other financial assets	1,606	721
(g) Deferred tax assets (net)	1,545	1,921
(h) Income tax assets (net)	841	822
(i) Other non-current assets	1,111	1,127
Total Non-Current Assets	14,991	11,853
Current assets		
(a) Financial assets		
(i) Investments	17,402	12,643
(ii) Trade receivables	18,263	13,962
(iii) Unbilled Revenue (Refer note 3)	5,582	8,365
(iv) Cash and cash equivalents	3,499	3,323
(v) Other bank balances	651	310
(vi) Loans	71	238
(vii) Other financial assets	1,703	1,720
(b) Income tax assets (net)	37	-
(c) Other current assets (Refer note 3)	4,493	1,084
Total current assets	51,701	41,645
TOTAL ASSETS	66,692	53,498
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	174	172
(b) Other equity	48,764	38,426
Equity attributable to shareholders of the company	48,938	38,598
Non- controlling interests	8	13
Total equity	48,946	38,611
Liabilities		
Non-current liabilities		
(a) Financial liabilities	936	1,042
(b) Deferred tax liabilities	56	132
(c) Provisions	291	279
Total non-current liabilities	1,283	1,453
Current liabilities		
(a) Financial liabilities		
(i) Trade payables		
Due to micro and small enterprises	2	-
Due to other than micro and small enterprises	4,667	3,792
(ii) Other financial liabilities	6,730	5,851
(b) Other liabilities	2,582	1,643
(c) Provisions	2,108	1,844
(d) Income tax liabilities (net)	374	304
Total current liabilities	16,463	13,434
TOTAL EQUITY AND LIABILITIES	66,692	53,498

Pls
B



Select explanatory notes to the Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2019

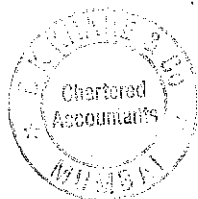
1. The audited consolidated financial results of the Company for the year ended March 31, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 2, 2019.
2. Results for the quarter and year ended March 31, 2019 are in compliance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs as prescribed under section 133 of the Companies Act, 2013.
3. Effective April 1, 2018, the Company has adopted Ind AS 115 "Revenue from Contracts with Customers". The standard is applied using cumulative catch-up transition method, retrospectively to contracts that are not completed as on April 1, 2018. Accordingly, the comparatives have not been adjusted. The adoption of the standard did not have any material impact on the financial results of the Company for the quarter and year ended March 31, 2019.

As required under Ind AS 115 "Revenue from Contracts with Customers", unbilled revenue of fixed price contracts is where the contractual right to consideration is dependent on completion of contractual milestones and not unconditional upon passage of time is classified as non-financial asset. Accordingly, ₹ 3,096 million of unbilled revenue of fixed price contracts has been included in other current assets as of March 31, 2019.

4. The Company reports consolidated financial results on a quarterly basis pursuant to the option made available as per regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The standalone financial results are available on Company's website (www.lntinfotech.com) and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com). The specified items of the standalone financial results of the Company for the quarter and year ended March 31, 2019 are given below:

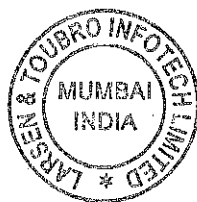
	₹ million				
	Quarter ended			Year ended	
	March 31 2019 (Audited)	December 31 2018 (Unaudited)	March 31 2018 (Audited)	March 31 2019 (Audited)	March 31 2018 (Audited)
Total income	24,026	23,691	20,357	92,362	74,318
Profit before tax	4,787	4,805	3,960	19,597	14,684
Profit after tax	3,604	3,627	3,211	14,751	11,601

5. Operating Expenses for the quarter and year ended March 31, 2018 included an expense towards the one-time commercial settlement of ₹ 617 million entered by the Company with one of its clients on March 27, 2018.
6. During the quarter ended March 31, 2019, 92,905 equity shares and during year ended March 31, 2019, 1,510,821 equity shares of ₹ 1 each fully paid up were allotted on exercise of stock options by employees in accordance with the Company's employee stock option schemes.
7. Earnings per share for the quarter ended March 31, 2019, December 31, 2018 and March 31, 2018 are not annualised.



- 8a. During the quarter, the group acquired 100% shares in Nielsen + Partner Unternehmensberater GmbH, Germany, along-with its identified subsidiaries (collectively hereinafter referred as 'Nielsen + Partner') for an enterprise value of Euro 28 million on March 1, 2019 which includes upfront consideration and performance based earn-outs. Nielsen + Partner is a global implementation specialist for the Temenos Wealthsuite, providing services around digital banking platforms to customers across Banking and Financial Services segment. The Company has used cut-off date of January 31, 2019 as the acquisition date being date of acquiring effective control. The financial results for the quarter and year ended March 31, 2019 include revenue of ₹ 188 million and profit after tax of ₹ 21 million pertaining to this acquisition.
- 8b. During the quarter, the group acquired 100% shares in Ruletronics Limited, UK, along-with its group companies Ruletronics Systems Inc., US and Ruletronics Systems Private Limited, India (collectively hereinafter referred as 'Ruletronics') for an enterprise value of USD 7.87 million which includes upfront consideration and performance based earn-outs. Ruletronics is a silver implementation partner of Pega Systesms, which is a leader in intelligent business process management, customer relationship management and process automation. The Company has used cut-off date of January 31, 2019 as the acquisition date being date of acquiring effective control. The financial results for the quarter and year ended March 31, 2019 include revenue of ₹ 76 million and profit after tax of ₹ 3 million pertaining to this acquisition.
9. The Board of Directors at its meeting held on May 2, 2019, has recommended a final dividend of ₹ 15.50 per equity share (Face value ₹ 1) for the financial year 2018-19.
10. Results for the quarters ended March 31, 2019 and March 31, 2018 are the balancing figures between audited figures in respect of the full financial year and the reviewed year to date figures up to the third quarter of the respective financial year.
11. Figures for the earlier period(s) have been regrouped, wherever necessary.

 Mumbai, May 2, 2019



for Larsen & Toubro Infotech Limited


Sanjay Jalota
Chief Executive Officer & Managing Director

