

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Financial Position

	As at December 31, 2019	As at March 31, 2019
	(In ₹ crore)	
ASSETS		
Current assets		
Cash and cash equivalents	5,272	7,224
Bank deposits	5,650	5,428
Investments	26,026	29,091
Trade receivables	29,133	27,346
Unbilled receivables	5,990	5,157
Other financial assets	7,409	9,994
Income tax assets (net)	157	1,853
Other assets	8,255	6,038
Total current assets	87,892	92,131
Non-current assets		
Investments	204	239
Trade receivables	51	95
Unbilled receivables	316	391
Other financial assets	853	798
Income tax assets (net)	2,108	4,017
Deferred tax assets (net)	2,952	2,632
Property, plant and equipment	11,792	11,650
Right-of-use assets	6,605	-
Goodwill	3,860	3,834
Other intangible assets	247	179
Other assets	2,143	1,087
Total non-current assets	31,131	24,922
TOTAL ASSETS	119,023	117,053
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade payables	6,298	6,292
Lease liabilities	1,192	18
Other financial liabilities	4,394	4,885
Unearned and deferred revenue	2,596	2,392
Employee benefit obligations	2,943	2,356
Provisions	262	239
Income tax liabilities (net)	3,922	2,667
Other liabilities	3,329	3,235
Total current liabilities	24,936	22,084
Non-current liabilities		
Lease liabilities	5,875	44
Other financial liabilities	291	287
Unearned and deferred revenue	771	844
Employee benefit obligations	426	330
Deferred tax liabilities (net)	977	1,042
Other liabilities	-	413
Total non-current liabilities	8,340	2,960
TOTAL LIABILITIES	33,276	25,044
Equity		
Share capital	375	375
Retained earnings	81,361	88,615
Other equity	3,457	2,566
Equity attributable to shareholders of the Company	85,193	91,556
Non-controlling interests	554	453
TOTAL EQUITY	85,747	92,009
TOTAL LIABILITIES AND EQUITY	119,023	117,053

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income

	Three month period ended December 31, 2019	Three month period ended December 31, 2018	Nine month period ended December 31, 2019	Nine month period ended December 31, 2018
	(In ₹ crore, except shares and per share data)			
Revenue	39,854	37,338	117,003	108,453
Cost of revenue	23,369	21,735	69,153	63,018
Gross profit	16,485	15,603	47,850	45,435
Operating expenses				
Selling, general and administrative expenses	6,511	6,039	19,295	17,522
Operating profit	9,974	9,564	28,555	27,913
Other income				
Finance and other income	874	591	2,934	2,051
Finance costs	(223)	(16)	(673)	(170)
Other gains (net)	(56)	572	920	1,067
Other income (net)	595	1,147	3,181	2,948
Profit before taxes	10,569	10,711	31,736	30,861
Income tax expense	2,426	2,590	7,382	7,451
Profit for the period	8,143	8,121	24,354	23,410
Other comprehensive income (OCI)				
Items that will not be reclassified subsequently to profit or loss				
Remeasurement of defined employee benefit plans	(165)	56	(274)	(31)
Net change in fair value of investments in equity shares carried at fair value through OCI	-	-	(20)	(1)
Items that will be reclassified subsequently to profit or loss				
Net change in fair value of investments other than equity shares carried at fair value through OCI	(50)	657	312	179
Net change in intrinsic value of derivatives designated as cash flow hedges	(41)	407	(144)	403
Net change in time value of derivatives designated as cash flow hedges	(95)	105	(95)	50
Exchange differences on translation of foreign operations	359	(670)	354	58
Total other comprehensive income / (losses), net of tax	8	555	133	658
Total comprehensive income for the period	8,151	8,676	24,487	24,068
Profit for the period attributable to:				
Shareholders of the Company	8,118	8,105	24,291	23,346
Non-controlling interests	25	16	63	64
	8,143	8,121	24,354	23,410
Total comprehensive income for the period attributable to:				
Shareholders of the Company	8,124	8,666	24,409	23,991
Non-controlling interests	27	10	78	77
	8,151	8,676	24,487	24,068
Earnings per share				
Weighted average number of equity shares	375,23,84,706	375,23,84,706	375,23,84,706	380,19,77,779
Basic and diluted earnings per share	₹21.63	₹21.60	₹64.74	₹61.41

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Changes in Equity

	Number of shares	Share capital	Share premium	Retained earnings	Special Economic Zone re-investment reserve	Foreign currency translation reserve	Cash flow hedging reserve Intrinsic value	Time value	Investment revaluation reserve	Equity attributable to shareholders of the Company	Non- controlling interests	Total equity
	(In ₹ crore, except share data)											
Balance as at April 1, 2018	191,42,87,591	191	-	84,254	1,578	1,373	(2)	(69)	(84)	87,241	402	87,643
Profit for the period				23,346	-	-	-	-	-	23,346	64	23,410
Other comprehensive income / (losses)				(31)	-	45	403	50	178	645	13	658
Total comprehensive income / (losses)	-	-	-	23,315	-	45	403	50	178	23,991	77	24,068
Dividend (including tax on dividend of ₹1,285 crore)				(9,866)	-	-	-	-	-	(9,866)	(48)	(9,914)
Buy-back of equity shares	(7,61,90,476)	(8)	-	(15,992)	-	-	-	-	-	(16,000)	-	(16,000)
Expenses for buy-back of equity shares				(45)	-	-	-	-	-	(45)	-	(45)
Issue of bonus shares	191,42,87,591	192	-	(192)	-	-	-	-	-	-	-	-
Realised loss on equity shares carried at fair value through OCI				(1)	-	-	-	-	1	-	-	-
Balance as at December 31, 2018	375,23,84,706	375	-	81,473	1,578	1,418	401	(19)	95	85,321	431	85,752
Balance as at April 1, 2019	375,23,84,706	375	-	88,615	994	1,276	134	(30)	192	91,556	453	92,009
Transition impact of IFRS 16				(357)	-	-	-	-	-	(357)	(2)	(359)
Restated balance as at April 1, 2019	375,23,84,706	375	-	88,258	994	1,276	134	(30)	192	91,199	451	91,650
Profit for the period				24,291	-	-	-	-	-	24,291	63	24,354
Other comprehensive income / (losses)				(274)	-	339	(144)	(95)	292	118	15	133
Total comprehensive income / (losses)	-	-	-	24,017	-	339	(144)	(95)	292	24,409	78	24,487
Dividend (including tax on dividend of ₹4,810 crore)				(30,322)	-	-	-	-	-	(30,322)	(68)	(30,390)
Impact on purchase of non-controlling interests				(93)	-	-	-	-	-	(93)	93	-
Transfer to Special Economic Zone re-investment reserve				(2,184)	2,184	-	-	-	-	-	-	-
Transfer from Special Economic Zone re-investment reserve				1,685	(1,685)	-	-	-	-	-	-	-
Balance as at December 31, 2019	375,23,84,706	375	-	81,361	1,493	1,615	(10)	(125)	484	85,193	554	85,747

Retained earnings include statutory reserve of ₹375 crore and ₹279 crore as at December 31, 2019 and 2018, respectively.

Total equity (primarily retained earnings) includes ₹892 crore and ₹798 crore as at December 31, 2019 and 2018, respectively, pertaining to trusts and TCS Foundation held for specified purposes.

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Cash Flows

	Nine month period ended December 31, 2019	Nine month period ended December 31, 2018
	(In ₹ crore)	
Cash flows from operating activities		
Profit for the period	24,354	23,410
Adjustments to reconcile profit or loss to net cash provided by operating activities		
Depreciation and amortisation expense	2,578	1,519
Bad debts and advances written off, allowance for doubtful trade receivables and advances (net)	105	133
Income tax expense	7,382	7,451
Non-cash interest on put-call option liability	-	9
Net gain on lease modification	(5)	-
Dividend reinvested	(1)	-
Unrealised foreign exchange (gain) / loss	(65)	11
Net gain on disposal of property, plant and equipment	(34)	(31)
Net loss on investments	-	191
Operating profit before working capital changes	34,314	32,693
Net change in		
Trade receivables	(1,462)	(2,532)
Unbilled receivables	(623)	1,775
Other financial assets	654	(448)
Other assets	(3,479)	(3,586)
Trade payables	(262)	1,042
Unearned and deferred revenue	73	733
Other financial liabilities	(481)	328
Other liabilities and provisions	691	484
Cash generated from operations	29,425	30,489
Taxes paid (net of refunds)	(2,842)	(6,832)
Net cash generated from operating activities	26,583	23,657

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Cash Flows

	Nine month period ended December 31, 2019	Nine month period ended December 31, 2018
	(In ₹ crore)	
Cash flows from investing activities		
Bank deposits placed	(6,524)	(2,176)
Inter-corporate deposits placed	(8,249)	(13,142)
Purchase of investments*	(60,072)	(74,303)
Payment for purchase of property, plant and equipment	(1,820)	(1,401)
Payment of advances and proceeds for acquiring right-of-use assets	(516)	-
Payment for purchase of intangible assets	(132)	(96)
Purchase of subsidiary, net of cash of NIL and ₹16 crore respectively	-	(50)
Proceeds from bank deposits	6,304	2,701
Proceeds from inter-corporate deposits	9,952	10,709
Proceeds from disposal / redemption of investments*	63,613	80,477
Proceeds from disposal of property, plant and equipment	121	42
Net cash generated from investing activities	2,677	2,761
Cash flows from financing activities		
Buy-back of equity shares	-	(16,000)
Expenses for buy-back of equity shares	-	(45)
Short-term borrowings (net)	-	(181)
Dividend paid (including tax on dividend)	(30,322)	(9,866)
Dividend paid to non-controlling interests (including tax on dividend)	(68)	(48)
Purchase of non-controlling interests	(227)	-
Repayment of lease liabilities	(789)	(9)
Net cash used in financing activities	(31,406)	(26,149)
Net change in cash and cash equivalents	(2,146)	269
Cash and cash equivalents at the beginning of the period	7,224	4,883
Exchange difference on translation of foreign currency cash and cash equivalents	194	94
Cash and cash equivalents at the end of the period	5,272	5,246
Supplementary cash flow information		
Interest paid	672	161
Interest received	3,137	2,156
Dividend received	8	16

*Purchase of investments include ₹438 crore and ₹210 crore for nine month periods ended December 31, 2019 and 2018, respectively, and proceeds from disposal / redemption of investments include ₹461 crore and ₹207 crore for nine month periods ended December 31, 2019 and 2018, respectively, held by TCS Foundation, formed for conducting corporate social responsibility activities of the Group.