

The year at a glance

Based on Ind AS consolidated financial statements

in ₹ crore, except per equity share data

	2019	2018	Growth (%)
Financial performance			
Revenues	82,675	70,522	17.2
Gross profit	28,808	25,392	13.5
Operating profit	18,880	17,148	10.1
Profit after tax ⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾	15,410	16,029	(3.9)
Profit attributable to owners of the Company ⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾	15,404	16,029	(3.9)
Earnings per share (par value of ₹ 5 each) : Basic ⁽⁶⁾⁽⁷⁾	35.44	35.53	(0.3)
Diluted ⁽⁶⁾⁽⁷⁾	35.38	35.50	(0.3)
Financial position			
Cash and cash equivalents ⁽⁶⁾	19,568	19,818	(1.3)
Current investments	6,627	6,407	3.4
Assets held for sale ⁽²⁾	–	2,060	–
Net current assets ⁽⁵⁾	34,240	34,176	0.2
Property, plant and equipment (including capital work-in-progress)	12,867	11,722	9.8
Goodwill ⁽²⁾	3,540	2,211	60.1
Intangible assets ⁽²⁾	691	247	179.8
Other non-current assets	14,762	15,693	(5.9)
Total assets	84,738	79,890	6.1
Liabilities directly associated with assets held for sale ⁽²⁾	–	324	–
Non-current liabilities	1,094	861	27.1
Total equity ⁽⁶⁾	65,006	64,924	0.1
Total equity and liabilities⁽⁶⁾	84,738	79,890	6.1

⁽¹⁾ During the quarter ended December 31, 2017, on account of the conclusion of an Advance Pricing Agreement (APA) with the US Internal Revenue Service (IRS), the Company had reversed an income tax expense provision of US\$225 million (₹1,432 crore), which pertained to previous periods.

⁽²⁾ During the year ended March 2018, Kallidus and Skava (together referred to as “Skava”) and Panaya were classified under ‘Held for Sale’, resulting in a reduction in fair value in respect of Panaya amounting to ₹118 crore. Accordingly, assets amounting to ₹2,060 crore and liabilities amounting to ₹324 crore in respect of the disposal group had been classified as held for sale. During the year ended March 31, 2019, a further reduction of ₹270 crore was recorded in respect of Panaya and on reclassification of Panaya and Skava from ‘Held for Sale’, the Company recognized an adjustment in respect of excess of carrying amount over recoverable amount of ₹451 crore in respect of Skava.

⁽³⁾ Includes ₹51 crore and ₹262 crore for the years ended March 31, 2019 and March 31, 2018, respectively, towards interest on income tax refund.

⁽⁴⁾ During the year ended March 31, 2018, the Company had written down the entire carrying value of ₹71 crore in its associate, DWA Nova LLC.

⁽⁵⁾ Excludes assets held for sale and liabilities directly associated with assets held for sale for the year ended March 31, 2018.

⁽⁶⁾ In line with the Capital Allocation Policy announced in April 2018, shareholders approved a buyback of equity shares from the open market route through Indian stock exchanges of up to ₹8,260 crore (maximum buyback size) at a price not exceeding ₹800 per equity share (maximum buyback price). The buyback shall close within six months from the date of opening of the buyback, i.e. March 20, 2019 or such other period as may be permitted under the Companies Act, 2013 or the SEBI (Buy-back of Securities) Regulations, 2018. Accordingly, during the year ended March 31, 2019, 1,26,52,000 equity shares were purchased from the Indian stock exchanges. Subsequent to the year end, the Company has purchased 81,31,000 shares till the date of the Board’s report.

During the previous year, 11,30,43,478 equity shares (not adjusted for the September 2018 bonus issue) were bought back by the Company for a total amount of ₹13,000 crore.

⁽⁷⁾ EPS is adjusted for the September 2018 bonus issue and computed based on full numbers without rounding off.

Based on IFRS US\$ consolidated financial statements

in US\$ million, except per equity share data

	2019	2018	Growth (%)
Financial performance			
Revenues	11,799	10,939	7.9
Gross profit	4,112	3,938	4.4
Operating profit	2,696	2,659	1.4
Net profit ⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾	2,200	2,486	(11.5)
Net profit attributable to owners of the Company ⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾	2,199	2,486	(11.5)
Earnings per share (par value of ₹5 (US\$ 0.16) each): Basic ⁽⁶⁾⁽⁷⁾	0.51	0.55	(8.2)
Diluted ⁽⁶⁾⁽⁷⁾	0.51	0.55	(8.3)
Financial position			
Cash and cash equivalents ⁽⁶⁾	2,829	3,041	(7.0)
Current investments	958	982	(2.4)
Assets held for sale ⁽²⁾	–	316	–
Net current assets ⁽⁵⁾	4,951	5,243	(5.6)
Property, plant and equipment	1,931	1,863	3.7
Goodwill ⁽²⁾	512	339	51.0
Intangible assets ⁽²⁾	100	38	163.2
Other non-current assets	2,065	2,342	(11.8)
Total assets	12,252	12,255	–
Liabilities directly associated with assets held for sale ⁽²⁾	–	50	–
Non-current liabilities	159	131	21.4
Total equity ⁽⁶⁾	9,400	9,960	(5.6)
Total equity and liabilities⁽⁶⁾	12,252	12,255	–

⁽¹⁾ During the quarter ended December 31, 2017, on account of the conclusion of an APA with the US IRS, the Company had reversed income tax expense provision of US\$ 225 million, which pertained to previous periods.

⁽²⁾ During the year ended March 2018, Kallidus and Skava (together referred to as “Skava”) and Panaya were classified under ‘Held for Sale’, resulting in a reduction in fair value in respect of Panaya amounting to \$ 18 million. Accordingly, assets amounting to \$ 316 million and liabilities amounting to \$ 50 million in respect of the disposal group had been classified as held for sale. During the year ended March 31, 2019, a further reduction of \$ 39 million was recorded in respect of Panaya and on reclassification of Panaya and Skava from ‘Held for Sale’, the Company recognized an adjustment in respect of excess of carrying amount over recoverable amount of \$ 65 million in respect of Skava.

⁽³⁾ Includes US\$ 7 million and US\$ 41 million for the years ended March 31, 2019 and March 31, 2018, respectively, towards interest on income tax refund.

⁽⁴⁾ During the year ended March 31, 2018, the Company had written down the entire carrying value of US\$ 11 million in its associate, DWA Nova LLC.

⁽⁵⁾ Excludes assets held for sale and liabilities directly associated with assets held for sale for the year ended March 31, 2018.

⁽⁶⁾ In line with the Capital Allocation Policy announced in April 2018, shareholders approved a buyback of equity shares from the open market route through Indian stock exchanges of up to ₹8,260 crore (maximum buyback size) at a price not exceeding ₹800 per equity share (maximum buyback price). The buyback shall close within six months from the date of opening of the buyback, i.e. March 20, 2019 or such other period as may be permitted under the Companies Act, 2013 or the SEBI (Buy-back of Securities) Regulations, 2018. Accordingly, during the year ended March 31, 2019, 1,26,52,000 equity shares were purchased from the Indian stock exchanges. Subsequent to the year end, the Company has purchased 81,31,000 shares till the date of the Board’s report.

During the previous year, 11,30,43,478 equity shares (not adjusted for the September 2018 bonus issue) were bought back by the Company for a total amount of US\$ 2,035 million.

⁽⁷⁾ EPS is adjusted for the September 2018 bonus issue and computed based on full numbers without rounding off.