

Infosys Limited and Subsidiaries

Unaudited Condensed Consolidated Interim Statements of Comprehensive Income for the three months ended March 31,

(Dollars in millions except equity share and per equity share data)

	2018	2017
Revenues	2,805	2,569
Cost of sales	1,793	1,614
Gross profit	1,012	955
Operating expenses:		
Selling and marketing expenses	147	133
Administrative expenses	172	188
Total operating expenses	319	321
Operating profit	693	634
Other income, net *	82	112
Share in net profit/(loss) of associate, including impairment	-	(4)
Profit before income taxes	775	742
Income tax expense	204	199
Net profit	571	543
Other comprehensive income		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Re-measurements of the net defined benefit liability/asset, net	6	3
Cumulative impact on reversal of unrealised gain on quoted debt securities on adoption of IFRS 9	-	-
Equity instruments through other comprehensive income, net	1	(1)
	7	2
<i>Items that will be reclassified subsequently to profit or loss:</i>		
Fair valuation of investments, net	(2)	(2)
Fair value changes on derivatives designated as cash flow hedge, net	-	2
Foreign currency translation	(164)	441
	(166)	441
Total other comprehensive income/(loss), net of tax	(159)	443
Total comprehensive income	412	986
Profit attributable to:		
Owners of the company	571	543
Non-controlling interests	-	-
	571	543
Total comprehensive income attributable to:		
Owners of the company	412	986
Non-controlling interests	-	-
	412	986
Earnings per equity share		
Basic (\$)	0.26	0.24
Diluted (\$)	0.26	0.24
Weighted average equity shares used in computing earnings per equity share		
Basic	21732,77,060	22856,54,881
Diluted	21748,08,512	22866,52,003

*In the quarter ended March 2018, on conclusion of a strategic review of the portfolio businesses, the Company initiated identification and evaluation of potential buyers for its subsidiaries, Kallidus and Skava (together referred to as "Skava") and Panaya (collectively referred to as the "disposal group"). The Company anticipates completion of the sale by March 2019 and accordingly, assets amounting to \$316 million and liabilities amounting to \$50 million in respect of the disposal group have been reclassified as "held for sale". On reclassification, the disposal group has been measured at the lower of carrying amount and fair value less cost to sell and consequently, an impairment loss of \$18 million in respect of Panaya has been recognized in the consolidated profit and loss for the quarter and year ended March 31, 2018.

The disposal group does not constitute a separate major component of the company and therefore has not been classified as discontinued operations.