

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

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Independent Auditor's Review Report on the Quarterly Unaudited Standalone and Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Intellect Design Arena Limited**

1. We have reviewed the accompanying statement of unaudited quarterly standalone and consolidated financial results of Intellect Design Arena Limited (the 'Company') comprising its subsidiaries (together, "the Group"), its associates and a joint venture for the quarter ended June 30, 2019 (hereinafter referred to as the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.



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4. The Statement includes the results of the following entities:

Company	Relationship	Company	Relationship
1. Intellect Design Arena Pte Ltd, Singapore	Subsidiary	13. FT Grid Pte Ltd, Singapore	Subsidiary
2. Intellect Design Arena Limited, United Kingdom	Subsidiary	14. Intellect Design Arena, PT Indonesia	Subsidiary
3. Intellect Design Arena SA, Switzerland	Subsidiary	15. Intellect Design Arena Inc, Canada	Subsidiary
4. Intellect Design Arena FZ-LLC, Dubai	Subsidiary	16. Intellect Design Arena Limited, Thailand	Subsidiary
5. Intellect Commerce Limited, India	Subsidiary	17. Intellect Design Arena, SDN BHD, Malaysia	Subsidiary
6. Intellect Design Chile Limitada, Chile	Subsidiary	18. Intellect Design Arena Pty Ltd, Australia	Subsidiary
7. Intellect Design Arena Inc, USA	Subsidiary	19. Intellect Payments Limited, India	Subsidiary
8. SEEC Technologies Asia Private Limited, India	Subsidiary	20. Intellect India Limited, India	Subsidiary
9. Intellect Design Arena Co. Ltd, Vietnam	Subsidiary	21. NMS Works Software Private Limited, India	Associates
10. Intellect Design Arena Limited, Kenya	Subsidiary	22. Adrenalin eSystems Limited, India	Associates
11. Intellect Design Arena Philippines Inc, Philippines	Subsidiary	23. Intellect Polaris Design LLC, USA	Joint Venture
12. Sonali Polaris FT Limited, Bangladesh	Subsidiary		

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on consideration of reports of other auditors on the unaudited separate quarterly financial results and on the other financial information of the subsidiaries, associates and joint venture as detailed in Paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone and consolidated financial results prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. In respect of the consolidated financial results of the Group included in the Statement, we did not review the financial results and other financial information, in respect of 17 subsidiaries, whose Ind AS financial statements include total revenues of Rs. 1,279.50 millions and total net profit after tax of Rs. 36.48 millions and total comprehensive loss of Rs. 42.12 millions for the quarter ended June 30, 2019. These Ind AS financial results and other financial information have been reviewed by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management. The consolidated Ind AS financial results also include the Group's share of net loss of Rs. 28.19 millions for the quarter ended June 30, 2019, as considered in the consolidated Ind AS financial statements, in respect of two associates and a joint venture, whose financial statements and other financial information have been reviewed by other auditors and whose reports have been furnished to us by the management. Our conclusion, in so far as it relates to the affairs of such subsidiaries,



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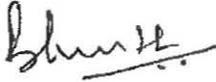
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associates and joint venture is based solely on the report of other auditors. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Bharath N S

Partner

Membership No.: 210934

UDIN: 19210934 AAAABJ 784 6

Place: Mumbai

Date: July 24, 2019



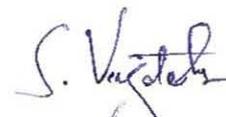
PARTICULARS	Standalone				Consolidated			
	Quarter ended June 30, 2019 Unaudited	Quarter ended June 30, 2018 Unaudited	Quarter ended March 31, 2019 Refer note 2	Year ended March 31, 2019 Audited	Quarter ended June 30, 2019 Unaudited	Quarter ended June 30, 2018 Unaudited	Quarter ended March 31, 2019 Refer note 2	Year ended March 31, 2019 Audited
Income								
Revenue from Operations	1,753.07	1,946.74	2,489.05	9,312.56	3,427.93	2,988.52	3,956.22	14,495.69
Other income	88.74	413.74	52.50	615.07	97.65	425.92	56.64	627.06
Total Income	1,841.81	2,360.48	2,541.55	9,927.63	3,525.58	3,414.44	4,012.86	15,122.75
Expenditure								
Employee benefit expenses	1,167.14	1,259.15	1,777.89	5,910.60	2,096.65	1,924.25	2,203.42	8,405.77
Depreciation/Amortisation	120.74	79.57	98.21	349.37	165.45	84.29	114.73	415.57
Finance Cost	32.36	30.79	26.87	114.05	39.39	30.79	27.07	114.42
Other expenses	577.20	428.38	503.84	2,125.63	1,214.61	942.23	1,281.60	4,814.56
Total Expenses	1,897.44	1,797.89	2,406.81	8,499.65	3,516.10	2,981.56	3,626.82	13,750.32
Profit / (Loss) before share of profit / (loss) of associates, joint venture, Exceptional Items and tax	(55.63)	562.59	134.74	1,427.98	9.48	432.88	386.04	1,372.43
Exceptional Items (Refer Note 5)	50.55	-	-	-	55.45	-	-	-
Share of profit/(loss) of associates and joint venture (net of tax)	-	-	-	-	(28.19)	1.34	46.71	29.66
Profit / (Loss) before tax	(5.08)	562.59	134.74	1,427.98	36.74	434.22	432.75	1,402.09
Tax expenses:								
Current Tax	-	-	79.16	79.16	2.72	16.90	15.53	111.46
Deferred Tax	-	(22.04)	-	(22.04)	-	(22.04)	1.85	(21.99)
Profit / (Loss) after tax	(5.08)	584.63	55.58	1,370.86	34.02	439.36	415.37	1,312.62
Profit / (Loss) for the year / period attributable to								
Owners of the Company	(5.08)	584.63	55.58	1,370.86	33.91	435.22	429.77	1,313.47
Non controlling interest	-	-	-	-	0.11	4.14	(14.40)	(0.85)
Other Comprehensive Income (net of tax)								
Items that will be reclassified subsequently to profit or loss								
Net movement on cash flow hedges	18.20	(222.45)	112.07	(55.42)	18.20	(222.45)	112.07	(55.42)
Exchange differences on translation of foreign operations	-	-	-	-	(34.36)	(5.73)	(21.23)	10.19
Items that will not be reclassified subsequently to profit or loss								
Re-measurement gains/(losses) on defined benefit plans	(11.57)	6.88	(11.87)	(16.47)	(11.43)	6.91	(11.87)	(16.44)
Other Comprehensive Income for the year / period (net of tax)	6.63	(215.57)	100.20	(71.89)	(27.59)	(221.27)	78.97	(61.67)
Total Comprehensive Income for the year / period	1.55	369.06	155.78	1,298.97	6.43	218.09	494.34	1,250.95
Total Comprehensive Income for the year / period attributable to								
Owners of the Company	1.55	369.06	155.78	1,298.97	6.32	213.95	508.74	1,251.80
Non controlling interest	-	-	-	-	0.11	4.14	(14.40)	(0.85)
Paid-up Equity share Capital								
Equity shares of Rs 5 each	659.63	629.29	658.87	658.87	659.63	629.29	658.87	658.87
Other Equity	-	-	-	8,643.35	-	-	-	9,538.46
Earning Per Share (EPS) of Rs.5 each								
Basic	(0.04)	4.65	0.42	10.63	0.26	3.46	3.27	10.18
Diluted	(0.04)	4.48	0.41	10.39	0.25	3.34	3.20	9.95

- The standalone and consolidated financial results for the quarter and period ended June 30, 2019 were approved by the Board of Directors at its meeting held on July 24, 2019. The statutory auditors have conducted a limited review of the above standalone and consolidated financial results. These financial results are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter.
- The Standalone and Consolidated financial results for the quarter ended March 31, 2019 is the balancing figure between audited figures in respect of the full financial year ended March 31, 2019 and the unaudited published year-to-date figures upto the third quarter ended December 31, 2018 which was subjected to limited review.
- Based on the "Management Approach" as defined under Ind AS 108 Operating Segments, the Company's performance is evaluated and resources are allocated based on an analysis of various performance indicators by a single business segment i.e. 'Software Product License & related services'.
- Effective April 1, 2019, the Group adopted Ind AS 116 "Leases" and applied the standard to all lease contracts existing on April 1, 2019 using the modified retrospective method. Accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted. On transition, the adoption of the new standard resulted in recognition of Right-of-Use asset (ROU) and a lease liability. The effect of this adoption is insignificant on the standalone and consolidated financial results for the quarter ended June 30, 2019.
- Exceptional items in standalone and consolidated financial results for the quarter ended June 30, 2019 represents profit of Rs. 50.55 million and Rs. 55.45 million respectively, from disposal of shares of SFL Properties Private Limited, a wholly owned subsidiary by the Company for an aggregate consideration of Rs. 205 million.
- Figures of the earlier period, wherever necessary, have been regrouped to conform with those of the current periods.

For Intellect Design Arena Limited



Arun Jain
Chairman and Managing Director



Venkateswarlu Saranu
Chief Financial Officer

Place : Chennai
Date : July 24, 2019

