

Date: 14.02.2022

To Listing Department National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex Bandra (E), Mumbai – 400051 Scrip Symbol: GSS	To The of Corporate Relations Department BSE Limited Phiroz Jeejeebhoy Towers, 25 <sup>th</sup> Floor, Dalal Street, Mumbai – 400001 Scrip Code – 532951/GSS
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Dear Sir,

**Sub: Outcome of Board meeting Held on 14<sup>th</sup> February, 2022.**

With reference to the captioned subject and in compliance with the regulation 30 and other applicable regulation of the SEBI (listing Obligations and Disclosure Requirements) Regulations 2015, We hereby inform that the Board of Directors of the Company in their meeting held on today i.e., 14th February, 2022 have approved following business:

1. The Standalone Un-Audited Financial Results of the Company for the Third Quarter and Nine Months ended 31st December, 2021 of the Current Financial Year 2021-22 as recommended by the Audit Committee and Reviewed by the Statutory Auditors.
2. The Consolidated Un-Audited Financial Results of the Company for the Third Quarter and Nine Months ended 31st December, 2021 of the Current Financial Year 2021-22 as recommended by the Audit Committee and Reviewed by the Statutory Auditors.  
Enclosed below the Limited Review Report of the Statutory Auditors of the Company, M/s. Rambabu & Co., on the above Un-audited Financial Results, on both Standalone and Consolidated basis. The above information is also available on Company's website at [www.gssinfotech.com](http://www.gssinfotech.com).
3. We refer to our letter dated 4th December 2021 and 3rd January 2022 and in pursuance of the approval granted by the Shareholders at their Extraordinary General Meeting held on 3rd January 2022 and pursuant to the In-Principle approval for issue of 28,00,000 warrants received by the Company from BSE & NSE on 31st January, 2022 - the Directors of the Company has inter-alia considered and allotted 28,00,000 (Twenty-Eight Lakhs) Equity Warrants at a price of Rs. 107/- per warrant, each convertible into or exchangeable for One (1) equity share of face value of Rs. 10/- each at a premium of Rs. 97/- per share to the following persons belonging to Promoter and Non-Promoter on Preferential basis:

S. No.	Name of the Proposed Allottee	Category (Promoter/ Non - Promoter)	No. of Warrants
1	Mr. Bhargav Marepally	Promoter	12,00,000
2	M/s. Enspire Institute of Professional Studies LLP	Non-Promoter	16,00,000

**GSS Infotech Limited**

Wing-B, Ground Floor, N Heights, Plot No. 12, TSIC Software Units Layout, Madhapur,  
Serilingampally Mandal, Rangareddy District, Hyderabad, 500081, Telangana  
Tel: 91 40 4455 6600 | E-mail: [india@gssinfotech.com](mailto:india@gssinfotech.com) | [www.gssinfotech.com](http://www.gssinfotech.com) CIN No:  
L72200TG2003PLC041860

Each equity warrant is convertible into One (1) Equity Share and the conversion option can be exercised by Warrant holder(s) at any time during the period of Eighteen (18) months from the date of allotment of Equity Warrants, in one or more tranches, as the case may be and on such other terms and conditions as applicable. The details as required under SEBI Listing Regulations read with SEBI Circular No. CIR/CFO/CMO/4/2015 dated 09th September 2015 with respect to Issuance of Securities has already been submitted to your good office vide our above referred letter dated 4th December 2021.

The Meeting was commenced at 10:15 AM and concluded at 15:00 PM.

Please take the information on record.

**For GSS Infotech Ltd.**

*Amrita Singh*



**Amrita Singh**  
**Company Secretary**

**GSS Infotech Limited**

Wing-B, Ground Floor, N Heights, Plot No. 12, TSIC Software Units Layout, Madhapur,  
Serilingampally Mandal, Rangareddy District, Hyderabad, 500081, Telangana  
Tel: 91 40 4455 6600 | E-mail: [india@gssinfotech.com](mailto:india@gssinfotech.com) | [www.gssinfotech.com](http://www.gssinfotech.com) CIN No:  
L72200TG2003PLC041860

# GSS INFOTECH LIMITED

## Statement of Standalone Unaudited Financial Results for the Quarter ended December 31, 2021

(All amounts in Indian Rupees, except share data and where otherwise stated)

	Particulars	Quarter ended Dec 31, 2021 (Unaudited)	Quarter ended Sept 30, 2021 (Unaudited)	Quarter ended Dec 31, 2020 (Unaudited)	Year to Date Dec 31, 2021 (Unaudited)	Year to Date Corresponding period PY(20-21) (Unaudited)	Year ended March 31, 2021 (Audited)
I	<b>Income:</b>						
II	Revenue from operations	62,415,315	49,046,032	46,367,186	153,311,783	124,478,316	166,743,335
III	Other Income	1,980,039	154,586	1,676,848	5,468,295	13,530,481	15,379,416
IV	<b>Total income</b>	<b>64,395,353</b>	<b>49,200,618</b>	<b>48,044,034</b>	<b>158,780,077</b>	<b>138,008,797</b>	<b>182,122,751</b>
	<b>Expenses:</b>						
	a) Direct costs	13,813,142	9,708,857	19,717,677	30,426,525	49,026,988	64,827,261
	b) Employee Benefits Expenses	18,928,302	21,441,274	20,665,125	60,623,143	65,438,895	85,911,026
	c) Finance Costs	154,073	50,836	55,354	225,678	107,216	546,900
	d) Depreciation & Amortization expenses	468,828	140,866	265,463	750,560	635,854	1,099,317
	e) Administrative & Other Expenses	10,984,287	8,851,949	8,374,286	32,797,413	34,064,745	51,987,747
	<b>Total expense</b>	<b>44,348,632</b>	<b>40,193,782</b>	<b>49,077,905</b>	<b>124,823,319</b>	<b>149,273,698</b>	<b>204,372,251</b>
V	<b>Profit before exceptional items and tax</b>	<b>20,046,721</b>	<b>9,006,836</b>	<b>(1,033,871)</b>	<b>33,956,758</b>	<b>(11,264,901)</b>	<b>(22,249,500)</b>
VI	Exceptional Items	-	-	-	-	-	-
VII	<b>Profit before tax</b>	<b>20,046,721</b>	<b>9,006,836</b>	<b>(1,033,871)</b>	<b>33,956,758</b>	<b>(11,264,901)</b>	<b>(22,249,500)</b>
VIII	<b>Tax expense:</b>						
	(1) Current tax	(133,820)	4,250,000	-	5,849,372	1,763,689	1,404,101
	(1a) Income Tax Relating to earlier years	-	-	-	-	15,290,444	15,589,333
	(2) Deferred tax benefit	1,041,290	-	(822,127)	1,069,748	(1,094,314)	(1,641,980)
	<b>Total Tax Expense</b>	<b>907,470</b>	<b>4,250,000</b>	<b>(822,127)</b>	<b>6,919,120</b>	<b>15,959,819</b>	<b>15,351,454</b>
IX	<b>Profit After Tax</b>	<b>19,139,251</b>	<b>4,756,836</b>	<b>(211,744)</b>	<b>27,037,638</b>	<b>(27,224,720)</b>	<b>(37,600,955)</b>
X	<b>Other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>456,720</b>
XI	<b>Total comprehensive income for the year</b>	<b>19,139,251</b>	<b>4,756,836</b>	<b>(211,744)</b>	<b>27,037,638</b>	<b>(27,224,720)</b>	<b>(37,144,235)</b>
XII	Earning per equity share:						
	(1) Basic	1.13	0.28	(0.01)	1.60	(1.61)	(2.22)
	(2) Diluted	1.13	0.28	(0.01)	1.60	(1.61)	(2.22)

### Notes:

- The above Standalone unaudited Financial Results of GSS Infotech Ltd ("the Company") were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on 14th February, 2022
- The standalone financial results relates to "software services" as the only reportable single segment of the company
- The above financial results are also available on Stock Exchange websites "www.bseindia.com" and "www.nseindia.com" and on our website "www.gssinfotech.com".
- Previous period figures have been regrouped / reclassified wherever necessary to conform to the current period classification.

As of now though it is difficult to access the future impact of Covid , the Contracts that were in proximity of being awarded to us have either been put on hold or being cancelled. The projects that have been awarded and in progress , have either been postponed or cancelled and our resources are being shifted to be on bench, and the ones that are continuing , are forcing down rate cuts on the ongoing projects. We feel this would adversely impact the growth of the company in the current year and would reflect in the overall financial performance . We shall be monitoring the situation from time to time and take appropriate steps to uphold the business and shall report of material developments and Subsequent decisions.

Hyderabad  
Date: 14 -February-2022



*A. Prabhakara Rao*

By order of the Board  
for GSS Infotech Limited

A. Prabhakara Rao  
DIN: 02263908

**GSS INFOTECH LIMITED**  
**Statement of Consolidated unaudited Financial Results for the Quarter ended December 31, 2021**

(All amounts in Indian Rupees, except share data and where otherwise stated)

	Particulars	Quarter ended Dec 31, 2021 (Unaudited)	Quarter ended Sept 30, 2021 (Unaudited)	Quarter ended Dec 31, 2020 (Unaudited)	Year to date December 31, 2021 (Unaudited)	Year to date Corresponding period PY 20-21 (Unaudited)	Year ended March 31, 2021 (Audited)
	<b>Income:</b>						
I	Revenue from operations	275,420,394	311,246,362	278,119,267	881,464,407	869,155,472	1,149,261,904
II	Other Income	1,979,185	143,193	2,079,646	5,448,936	13,495,330	18,312,517
III	<b>Total Income</b>	<b>277,399,579</b>	<b>311,389,555</b>	<b>280,198,913</b>	<b>886,913,343</b>	<b>882,650,802</b>	<b>1,167,574,422</b>
IV	<b>Expenses:</b>						
a)	Direct costs	23,577,834	16,619,856	37,225,177	62,666,868	91,355,257	114,066,813
b)	Employee Benefits Expenses	194,389,397	255,402,213	224,154,627	684,255,888	735,136,293	965,637,049
c)	Finance Costs	1,835,405	1,328,784	2,247,418	4,363,445	5,224,759	6,266,367
d)	Depreciation & Amortization expenses	515,546	187,584	335,008	890,205	826,212	1,367,613
e)	Administrative & Other Expenses	23,145,171	19,252,956	16,357,622	66,840,383	61,609,070	100,845,394
	<b>Total Expenses</b>	<b>243,463,353</b>	<b>292,791,393</b>	<b>280,319,852</b>	<b>819,016,789</b>	<b>894,151,591</b>	<b>1,188,183,237</b>
V	<b>Profit before exceptional items and tax</b>	<b>33,936,226</b>	<b>18,598,163</b>	<b>(120,938)</b>	<b>67,896,554</b>	<b>(11,500,790)</b>	<b>(20,608,815)</b>
VI	Exceptional Items	-	-	-	-	-	-
VII	<b>Profit before tax</b>	<b>33,936,226</b>	<b>18,598,163</b>	<b>(120,938)</b>	<b>67,896,554</b>	<b>(11,500,790)</b>	<b>(20,608,815)</b>
VIII	<b>Tax expense:</b>						
(1)	Current tax	(94,131)	4,258,580	(4,869)	6,384,857	2,608,912	2,244,568
(1a)	Income Tax Relating to earlier years	-	-	-	-	15,290,444	15,589,333
(2)	Deferred tax benefit	1,041,290	-	(822,127)	1,069,748	(1,094,314)	(1,641,980)
	<b>Total Tax Expense</b>	<b>947,159</b>	<b>4,258,580</b>	<b>(826,996)</b>	<b>7,454,605</b>	<b>16,805,042</b>	<b>16,191,922</b>
IX	<b>Profit After Tax</b>	<b>32,989,067</b>	<b>14,339,583</b>	<b>706,058</b>	<b>60,441,950</b>	<b>(28,305,832)</b>	<b>(36,800,736)</b>
X	<b>Other comprehensive income</b>	<b>642,578</b>	<b>(1,555,845)</b>	<b>(6,643,221)</b>	<b>11,954,715</b>	<b>(30,892,657)</b>	<b>(28,942,621)</b>
XI	<b>Total comprehensive income for the year</b>	<b>33,631,645</b>	<b>12,783,738</b>	<b>(5,937,163)</b>	<b>72,396,664</b>	<b>(59,198,489)</b>	<b>(65,743,358)</b>
XII	Earning per equity share:						
(1)	Basic	1.95	0.85	0.04	3.57	(1.67)	(2.17)
(2)	Diluted	1.95	0.85	0.04	3.57	(1.67)	(2.17)

**Notes :**

**1**

The above Consolidated unaudited Financial Results of GSS Infotech Ltd ("The Company") were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on 14th February, 2022

**2**

The Consolidated financial results relates to " software services" as the only reportable single segment of the company

**3**

The above Consolidated financial results are also available on Stock Exchange websites "www.bseindia.com" and "www.nseindia.com" and on our website "www.gssinfotech.com".

**4**

Previous period figures have been regrouped / reclassified wherever necessary to conform to the current period classification.

**5**

As of now though it is difficult to access the future impact of Covid , the Contracts that were in proximity of being awarded to us have either been put on hold or being cancelled. The projects that have been awarded and in progress , have either been postponed or cancelled and our resources are being shifted to be on bench, and the ones that are continuing , are forcing down rate cuts on the ongoing projects. We feel this would adversely impact the growth of the company in the current year and would reflect in the overall financial performance .

We shall be monitoring the situation from time to time and take appropriate steps to uphold the business and shall report of material developments and Subsequent decisions.

Hyderabad

Date: 14-February-2022



*A. Prabhakara Rao*

By order of the Board  
S Infotech Limited

A.Prabhakara Rao  
DIN: 02263908



**Independent Auditor's Review Report on the Quarterly Unaudited Standalone 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  
GSS Infotech Limited  
Hyderabad.

We have reviewed the accompanying statement of unaudited financial results of GSS Infotech Limited ("the Company"), for the quarter ended 31<sup>st</sup> December 2021 ("the statement"), being submitted by the company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No.CIR/CFD/FAC/62/2016 dated 5th July, 2016.

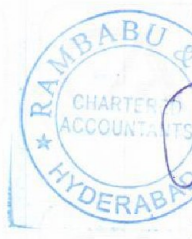
This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by Independent Auditor of Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the aforesaid Indian Accounting standards and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No.CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Hyderabad  
Date: 14.02.2022

For Rambabu & Co.,  
Chartered Accountants  
Reg. No.0029765

  
GVL Prasad  
Partner  
M: No. 026548

UDIN: 22026548ABZDFK2281



**Independent Auditor's Review Report on review of Interim Consolidated Financial Results**

To the Board of Directors of  
GSS Infotech Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial results of GSS Infotech Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended 31<sup>st</sup> December, 2021 (the "statement"), being submitted by the parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

2. This statement is the responsibility of the Parent's Management and has been approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. 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 Engagement (SRE) 2410, *Review of Interim Financial information performed by the Independent Auditor of the Entity*, issued by 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 SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the result of the following subsidiaries

- a. M/s.GSS Healthcare IT Solutions Private Limited
- b. M/s.GSS IT Solutions Private Limited
- c. M/s.GSS Infotech Inc



5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. The consolidated unaudited financial results includes the interim financial statements/ financial information of above subsidiaries which have not been reviewed by their auditors, whose interim financial statements / financial information reflect total revenue of Rs.7,921.87 lakhs total net profit after tax of Rs.334.04 lakhs and total comprehensive income of Rs.334.04 lakhs for the Quarter ended December 31, 2021, as considered in the Statement. According to the information and explanations given to us by the Management, the interim financial statements / financial information is not material to the Group. Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial statements / financial information certified by the Management.

Place: Hyderabad

Date: 14-02-2022

For Rambabu & Co.,  
Chartered Accountants  
Reg. No.0029765



GVL Prasad  
Partner

M. No. 026548

UDIN: 22026548ABZHYP6902



## **Press Release**

**GSS Infotech, announces its Third Quarter FY22 Unaudited financial results.**

**The consolidated Q3 FY22 revenues show a decrease of 11.5% from the previous quarter. The consolidated PAT shows an increase of 130% from the previous quarter.**

**Hyderabad, February 14<sup>th</sup>, 2022:** GSS Infotech Limited, a global IT services company, today announced its Unaudited results for the Third quarter, Q3 of FY 22, ending December 31<sup>st</sup>, 2021, on a consolidated and standalone basis.

### **Financial Highlights**

- **September 2021 – December 2021**
  - **Consolidated Revenues from operations were Rs. 27.54 Cr. for Q3 FY 22 compared to Rs 31.12 cr. for Q2 FY 22., reporting a QoQ decrease of Rs. 4.92 cr., which is 11.5% from the previous quarter.**
  - **Consolidated PAT stood at Rs. 3.30 Cr. for Q3 FY 22 compared to Rs.1.43 Cr. for the previous quarter reporting a QoQ increase of Rs. 1.86 Cr., which is 130 % from Q2.**
  - **Standalone Revenues reported Rs. 6.24 Cr. for the Third quarter compared to Rs. 4.90 Cr. for the previous quarter, an increase of Rs. 1.34 Cr., which is an increase of 27.2% on QoQ basis.**
  - **Standalone PAT reported Rs. 1.91 Cr. for Q3, FY22 compared to Rs. 0.48 Cr. for the previous quarter showing an increase of Rs. 1.44 Cr. which is an increase of 302% over the previous quarter.**

The Unaudited results for Q3 FY22 were taken on record at the meeting of the Board of Directors held today, 14<sup>th</sup> February 2022.

During the third quarter, the company experienced a drop in revenues due to unexpected operational delays in its project deliveries, but the company planned in reducing the expenses resulting in PAT increased at the consolidated level. Similarly, the standalone financials have shown considerable increase in revenues and PAT due to deliveries of some high value projects that pushed the profitability both at the standalone and consolidated levels.

Overall, the business seems stable in terms of contracts, deliveries are coming back on schedules in the current quarter and the collections are slightly delayed but are largely on track from clients maintaining the cashflow position. On the expenses front, the company reduced the expenses in proportion to the revenues to make sure the profitability levels are better maintained. These operational efficiencies resulted in better results at PAT level both at consolidated and standalone levels.

### **Management Outlook**

GSS Infotech stays focused on Digital Transformation, Automation and Security for enterprises and technology providers in key technologies like Application development, Infrastructure management services, Cloud and Security focused on the ME, ASEAN and US region having its global delivery centre in Hyderabad.



GSS continues to strengthen its proven expertise in Application development, Infrastructure Management and IT services while adding Automation capabilities.

Speaking on the company's performance, **Mr. Bhargav Marepally, Founder and CEO, GSS Infotech Limited** said “the quarter performance is better owing to the operational efficiencies and increase in deliveries in a few high value orders compared to the previous quarters. While we are experiencing growth in some areas of the business, we felt there was room to operate efficiently that could result in improving the margins. we are gradually taking steps to accommodate the growth and maintain the margins. We continue to channelize our efforts to grow in both organic and inorganic ways.”

#### **About GSS INFOTECH**

**GSS Infotech**, established in 1999, is an Information Technology company headquartered in Hyderabad, India. The company specializes in cloud computing, Security and remote infrastructure management services, virtualization solutions and application management services. GSS Infotech has offices in Connecticut, New Jersey, and Hyderabad.

#### **For queries please contact:**

Email: [investor.relations@gssinfotech.com](mailto:investor.relations@gssinfotech.com)/[company.secretary@gssinfotech.com](mailto:company.secretary@gssinfotech.com)