

# CYIENT

18 July 2019

The BSE Ltd  
PJ Towers  
25<sup>th</sup> Floor, Dalal Street  
Mumbai – 400 001

The National Stock Exchange of India Ltd  
Exchange Plaza, Bandra-Kurla Complex  
Bandra (E)  
Mumbai – 400 051

Dear Sir,

Sub: Financial Results for the quarter ended 30 June 2019.

Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the un-audited financial results for the quarter ended 30 June 2019 along with the limited review report.

This is for your information and records.

Thanking you

For Cyient Limited



Sudheendra Putty  
Company Secretary.

Cyient Ltd.

4<sup>th</sup> Floor, A Wing, 11 Software  
Units Layout, Madhapur  
Hyderabad - 500 081  
India

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Formerly Infotech Enterprises Limited

**CYIENT LIMITED**  
(CIN No.: L72200TG1991PLC013134)

Regd office : 4th Floor, "A" Wing, Plot No. 11, Software Units Layout, Infocity, Madhapur , Hyderabad - 500 081, India

**Statement of Consolidated and Standalone Unaudited Financial Results for the Quarter Ended June 30, 2019**

(₹ in Millions)

Sl. No	Particulars	Consolidated results				Standalone results			
		Quarter Ended		Year Ended		Quarter Ended		Year Ended	
		30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19	30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
		Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
1	<b>Income</b>								
	(a) Revenue from operations	10,890	11,629	10,800	46,175	3,726	4,104	3,837	16,149
	(b) Other income (refer note 4)	282	789	169	1,340	315	548	227	1,621
	<b>Total income</b>	<b>11,172</b>	<b>12,418</b>	<b>10,969</b>	<b>47,515</b>	<b>4,041</b>	<b>4,652</b>	<b>4,064</b>	<b>17,770</b>
2	<b>Expenses</b>								
	(a) Employee benefits expense	6,305	6,411	6,112	25,374	1,974	1,915	1,827	7,546
	(b) Cost of materials consumed	1,158	619	943	3,936	-	-	-	-
	(c) Purchases of stock-in-trade	-	87	-	108	-	-	-	-
	(d) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(140)	265	(65)	141	-	-	-	-
	(e) Finance costs	117	83	71	326	31	3	2	11
	(f) Depreciation and amortisation expense	443	261	285	1,114	225	129	134	509
	(g) Other expenses	2,136	2,581	2,504	10,288	990	999	1,082	4,292
	<b>Total expenses</b>	<b>10,019</b>	<b>10,307</b>	<b>9,850</b>	<b>41,287</b>	<b>3,220</b>	<b>3,046</b>	<b>3,045</b>	<b>12,358</b>
3	<b>Profit before share of profit from joint venture, exceptional item and tax (1-2)</b>	<b>1,153</b>	<b>2,111</b>	<b>1,119</b>	<b>6,228</b>	<b>821</b>	<b>1,606</b>	<b>1,019</b>	<b>5,412</b>
4	Share of profit from joint venture	1	2	1	5	-	-	-	-
5	<b>Profit before exceptional item and tax (3+4)</b>	<b>1,154</b>	<b>2,113</b>	<b>1,120</b>	<b>6,233</b>	<b>821</b>	<b>1,606</b>	<b>1,019</b>	<b>5,412</b>
6	Exceptional item (refer note 3)	-	35	-	35	-	-	-	-
7	<b>Profit before tax (5-6)</b>	<b>1,154</b>	<b>2,078</b>	<b>1,120</b>	<b>6,198</b>	<b>821</b>	<b>1,606</b>	<b>1,019</b>	<b>5,412</b>
8	<b>Tax expense</b>								
	(a) Current tax	327	373	337	1,512	166	348	244	1,179
	(b) Deferred tax	(72)	(55)	(33)	(85)	(25)	(105)	(17)	(174)
	<b>Total tax expense</b>	<b>255</b>	<b>318</b>	<b>304</b>	<b>1,427</b>	<b>141</b>	<b>243</b>	<b>227</b>	<b>1,005</b>
9	<b>Net Profit for the period (7-8)</b>	<b>899</b>	<b>1,760</b>	<b>816</b>	<b>4,771</b>	<b>680</b>	<b>1,363</b>	<b>792</b>	<b>4,407</b>
	Attributable to:								
	Shareholders of the Company	905	1,766	825	4,785	680	1,363	792	4,407
	Non-Controlling interest	(6)	(6)	(9)	(14)	-	-	-	-
10	<b>Other comprehensive income</b>								
	Items that will not be reclassified subsequently to statement of profit and loss								
	(a) Remeasurements of the net defined benefit liability	(41)	(24)	4	(70)	(40)	(20)	5	(65)
	(b) Equity instruments through other comprehensive income	(2)	3	18	14	-	-	-	2
	(c) Income tax relating to items that will not be reclassified to statement of profit and loss	11	5	(6)	14	10	5	(1)	16
	Items that will be reclassified subsequently to statement of profit and loss								
	(a) Exchange differences in translating the financial statements of foreign operations	19	(73)	185	67	-	-	-	-
	(b) Effective portion of gain/(loss) on designated portion of hedging instruments in a cash flow hedge	(6)	197	(42)	467	(5)	198	(43)	468
	(c) Income tax relating to items that will be reclassified to statement of profit and loss	2	(70)	15	(164)	1	(70)	15	(164)
		(17)	38	174	328	(34)	113	(24)	257
	Attributable to:								
	Shareholders of the Company	(17)	38	174	329	(34)	113	(24)	257
	Non-controlling interests	-	-	-	(1)	-	-	-	-
11	<b>Total comprehensive income (9+10)</b>	<b>882</b>	<b>1,798</b>	<b>990</b>	<b>5,099</b>	<b>646</b>	<b>1,476</b>	<b>768</b>	<b>4,664</b>
	Attributable to:								
	Shareholders of the Company	888	1,804	999	5,114	646	1,476	768	4,664
	Non-controlling interests	(6)	(6)	(9)	(15)	-	-	-	-
12	<b>Paid up equity share capital [Face Value of ₹ 5 per share] (refer note 2)</b>				<b>552</b>				<b>552</b>
13	<b>Other equity</b>				<b>25,089</b>				<b>21,813</b>
14	<b>Earnings Per Share (EPS) (₹ per share)*</b>								
	(a) Basic (in ₹)	8.23	15.72	7.31	42.43	6.18	12.13	7.02	39.07
	(b) Diluted	8.23	15.70	7.29	42.36	6.18	12.11	7.00	39.01

\* EPS for the quarter is not applicable

(Page 1 of 3)



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**NOTES :**

1. The above consolidated and standalone audited financial results of Cyient Limited ("the Company"), which have been prepared in accordance with the Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI") were reviewed and recommended by the Audit Committee at their meeting held on July 17, 2019 and approved by the Board of Directors at their meeting held on July 18, 2019. The Statutory Auditors have carried out a limited review on the consolidated and standalone financial results and issued unqualified reports thereon.
2. The Board of Directors, at its meeting held on February 1, 2019, approved Buyback of the Company's fully paid-up equity shares of face value of ₹ 5 each from the eligible equity shareholders of the Company other than promoters, promoter group and persons who are in control of the company, at a price not exceeding ₹ 700 per equity share (Maximum Buyback price), for an aggregate amount not exceeding ₹ 2,000 Mn (Maximum Buyback size), payable in cash from the open market route through the stock exchange mechanism under the Buyback Regulations and the Companies Act. The Buyback shall not exceed ₹ 2,000 Mn (Maximum Buyback size) excluding the transaction charges. The Maximum Buyback Size represents 9.79% of aggregate of the Company's paid up equity capital and free reserves based on the audited financial statements of the Company as at March 31, 2018, which is in compliance with the maximum permissible limit of 10% of the total paid up equity share capital and free reserves in accordance with Section 68(2) of Companies Act, 2013. The Buyback was closed on April 11, 2019 and the Company bought back an aggregate of 3,123,963 equity shares resulting in total cash consideration of ₹ 1,999 Mn (excluding the transaction costs) and has completely extinguished such equity shares.
3. In the previous year, Cyient Insights LLC, a wholly owned subsidiary of Cyient Insights Private Limited was dissolved and the resultant net impact of ₹ 35 Mn was recognised in the consolidated financial results as an 'exceptional item'.
4. Other income includes:

(a) Foreign exchange gain/(loss):

Particulars	Quarter ended			Year ended
	30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
Net foreign exchange gain/(loss)				
Standalone results	141	50	47	(88)
Consolidated results	90	105	(13)	(94)

5. Effective April 1, 2019, the Company has adopted Ind AS 116 'Leases' which sets out the principles for recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model. The Company has applied modified retrospective approach for all leases existing at the date of initial application and the cumulative effect of applying Ind AS 116 has been recognised as an adjustment to the opening balance of retained earnings. On transition, the adoption of this standard resulted in the recognition of Right of Use (ROU) asset of ₹ 3,206 Mn and a lease liability of ₹ 3,408 Mn and a net adjustment to opening balance of retained earnings of ₹ 137 Mn (net of deferred tax). The effect of adopting this standard is not material on the profit for the period.



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## 6. SEGMENT REPORTING :

(₹ in Millions)

Particulars	Quarter Ended			Year Ended
	30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
	Unaudited	Audited	Unaudited	Audited
<b>Segment revenue</b>				
Services	9,593	10,347	9,588	40,592
Design Led Manufacturing	1,297	1,291	1,212	5,592
<b>Total</b>	<b>10,890</b>	<b>11,638</b>	<b>10,800</b>	<b>46,184</b>
Less : Inter segment revenue	-	9	-	9
<b>Revenue from operations</b>	<b>10,890</b>	<b>11,629</b>	<b>10,800</b>	<b>46,175</b>
<b>Segment results</b>				
Services	1,015	1,707	1,001	5,681
Design Led Manufacturing	8	(13)	30	90
<b>Total</b>	<b>1,023</b>	<b>1,694</b>	<b>1,031</b>	<b>5,771</b>
<u>Less :</u>				
Finance costs	117	83	71	326
<u>Add:</u>				
Other unallocable income (net of unallocable expenditure)	247	465	159	748
Share of profit from joint venture	1	2	1	5
<b>Profit before tax</b>	<b>1,154</b>	<b>2,078</b>	<b>1,120</b>	<b>6,198</b>
	<b>As at</b>			
	<b>30-Jun-19</b>	<b>31-Mar-19</b>	<b>30-Jun-18</b>	
	Unaudited	Audited	Unaudited	
<b>Capital employed (Segment assets - Segment liabilities)</b>				
<b>Segment assets</b>				
Services	22,805	19,722	18,865	
Design Led Manufacturing	8,346	7,238	6,632	
Unallocable	10,380	11,932	12,444	
<b>Total Segment Assets</b>	<b>41,531</b>	<b>38,892</b>	<b>37,941</b>	
<b>Segment liabilities</b>				
Services	5,801	5,944	6,341	
Design Led Manufacturing	2,899	2,759	2,480	
Unallocable	7,967	4,567	4,710	
<b>Total Segment Liabilities</b>	<b>16,667</b>	<b>13,270</b>	<b>13,531</b>	

**Notes:**

i. Segment information is presented for the "consolidated financial results" as permitted under the Ind AS 108 - 'Operating Segments'.

ii. In furtherance of the Company's S3 strategy, effective quarter ended June 30, 2019, the Company has re-organized certain business units and its operating structure to enable a strong solution focus across all the business units. In view of the structural changes, effective quarter ended June 30, 2019, the Chief Operating Decision Maker (CODM) reviews the business as two operating segments - 'Services' and 'Design led Manufacturing' (DLM), and in accordance with the core principles of Ind AS 108 - 'Operating Segments', these have been considered as the reportable segments of the Company.

The 'Services' segment comprises the Company's service and solutions offerings across the of Aerospace & Defence, Transportation, Semiconductor, Medical & Healthcare, Communications, Energy & Utilities and Portfolio business units. The 'DLM' segment is engaged in providing electronic manufacturing solutions in the fields of medical, industrial, automotive, telecommunications, defence and aerospace applications including manufacture and machining of components for aerospace, automotive and defence industries.

The Company has re-presented the information relating to all comparative periods in line with this revised segmental classification.

Place : Hyderabad  
Date : July 18, 2019



for CYIENT LIMITED  
  
KRISHNA BODANAPU  
Managing Director and CEO

**Independent Auditor's Review Report on the Quarterly Unaudited Consolidated and Year to Date 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  
Cyient Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Cyient Limited ('the Parent') and its subsidiaries (the Parent and its subsidiaries together referred to as 'the Group'), and its share of net profit after tax and total comprehensive income of its joint venture, for the quarter ended June 30, 2019 (the "Statement") attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'), 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 Parent's Management and 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, (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.

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

**Parent:**

Cyient Limited

**Subsidiaries:**

- a) Cyient Inc., United States of America
- b) Cyient Canada Inc., Canada
- c) Cyient Defense Services Inc., United States of America
- d) B&F Design Inc., United States of America
- e) New Technology Precision Machining Co. Inc., United States of America
- f) Cyient Insights Private Limited, India
- g) Cyient Europe Limited, United Kingdom
- h) Cyient Benelux BV, Netherlands



# S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

- i) Cyient Schweiz GmbH, Switzerland
- j) Cyient SRO, Czech Republic
- k) AnSem NV, Belgium
- l) AnSem B.V., Netherlands
- m) Cyient GmbH, Germany
- n) Cyient AB, Sweden
- o) Cyient KK, Japan
- p) Cyient DLM Private Limited, India
- q) Cyient Singapore Private Limited, Singapore
- r) Cyient Australia Pty Limited, Australia
- s) Cyient Israel India Limited, Israel
- t) Cyient Solutions and Systems Private Limited, India
- u) Cyient Engineering (Beijing) Limited, China

**Joint venture entity:**

Infotech HAL Limited, India

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 recognition and measurement principles laid down in the aforesaid Indian Accounting Standard specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, 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. The comparative financial information of the Group for the corresponding quarter ended June 30, 2018 included in the Statement were reviewed by the predecessor auditor and the consolidated financial statements of the Group for the year ended March 31, 2019 were audited by predecessor auditor who expressed unmodified opinions on those consolidated financial information on July 12, 2018 and April 25, 2019 respectively.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Vikas Pansari

Partner

Membership No.: 093649

UDIN: 19093649AAAAE2848



Place: Mumbai

Date: July 18, 2019

**Independent Auditor's Review Report on the Quarterly Unaudited Standalone and Year to Date 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  
Cyient Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Cyient Limited (the 'Company') for the quarter ended June 30, 2019 (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. The preparation of the Statement 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 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as 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 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 recognised 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.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

5. The comparative financial information of the Company for the corresponding quarter ended June 30, 2018 included in the Statement were reviewed by the predecessor auditor and the financial statements of the Company for the year ended March 31, 2019 were audited by predecessor auditor who expressed unmodified opinions on those financial information on July 12, 2018 and April 25, 2019 respectively.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

  
per **Vikas Pansari**

Partner

Membership No.: 093649

UDIN: 19093649AAAAD75279



Place: Mumbai

Date: July 18, 2019