



CG-VAKTM
SOFTWARE AND EXPORTS LIMITED



24th January, 2020

To

The Department of Corporate Services
The BSE Limited
Floor 25, P.J.Towers
Dalal Street
Mumbai – 400 001

Dear Sirs,

Sub: Outcome of Board Meeting held on 24-01-2020 – Reg.

We are pleased to inform you that the meeting of the Board of Directors of our Company was held today, the 24th January, 2020, and inter alia has decided the following:

- 1) To Adopt and take on record the unaudited Standalone and Consolidated unaudited Financial Results for the quarter and nine months ended 31st December, 2019;
- 2) To take on record Limited Review Reports of the Statutory Auditors on the unaudited financial results for the quarter and nine months ended 31.12.2019.
- 3) Considered and approved the resignation of Mrs. Manimekala V Raj, Practicing Company Secretary as Secretarial Auditor of the Company.
- 4) Considered and approved the appointment of Mr. D. Senthil (Membership No.45934 COP 16715), Practicing Company Secretary as Secretarial Auditor of the Company.

The Board Meeting commenced at 11.00 AM and concluded at 01.00 PM.

Kindly take the same on record.

Thanking you.

Yours faithfully,

For **CG-VAK SOFTWARE AND EXPORTS LIMITED**

Harcharan
Harcharan
Company Secretary
Encl: As above



171, Mettupalayam Road, Coimbatore - 641 043. INDIA, Ph : 91-422-2434491 / 92 / 93

Fax : 91-422-2440679 Web : www.cgvak.com

CIN : L30009TZ1994PLC005568 GSTIN : 33AAACC8797M1Z2



CG-VAKTM

SOFTWARE AND EXPORTS LIMITED



Statement of Standalone Unaudited Financial Results for the quarter and Nine months ended 31.12.2019

Rs. In lakhs

Sl.No.	Particulars	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2019 Unaudited	30.09.2019 Unaudited	31.12.2018 Unaudited	31.12.2019 Unaudited	31.12.2018 Unaudited	31.03.2019 Audited
I	Revenue from operations	602.94	543.91	500.08	1,650.77	1,566.64	2,035.24
II	Other Income	7.39	21.05	2.32	39.37	16.52	22.47
III	Total Revenue(I+II)	610.33	564.96	502.40	1,690.14	1,583.16	2,057.71
IV	EXPENSES						
	a).Employee benefit expense	395.35	350.67	332.32	1,083.73	959.76	1,302.03
	b) Finance Costs	0.06	0.13	0.14	0.41	0.25	0.52
	c) Depreciation	13.98	12.87	9.43	38.89	25.24	34.03
	e) Other expenses	72.44	80.39	72.19	219.56	168.89	240.09
	Total expenses (IV)	481.83	444.06	414.08	1,342.59	1,154.14	1,576.67
V	Profit/(Loss) before exceptional items and tax (III-IV)	128.50	120.90	88.32	347.55	429.02	481.04
VI	Exceptional item	-	-	-	-	-	-
VII	Profit /(Loss) before extraordinary item and tax (V-VI)	128.50	120.90	88.32	347.55	429.02	481.04
VIII	Extraordinary items	-	-	-	-	-	-
IX	Profit before tax (VII-VIII)	128.50	120.90	88.32	347.55	429.02	481.04
X	Tax Expenses						
	a) Current Tax	34.76	34.50	24.33	98.13	113.78	133.73
	b) Deferred Tax	0.93	(0.91)	0.10	(1.60)	2.31	2.46
XI	Profit /(Loss) for the period after tax (IX - X)	92.81	87.31	63.89	251.02	312.93	344.85
XII	Other Comprehensive Income						
	a) Items that will not be reclassified to profit and loss						
	i) Loss on remeasurement of defined benefit obligation	(0.40)	(0.41)	(0.99)	(1.21)	(2.97)	(1.62)
	ii) Income tax relating to the above	0.12	0.11	0.25	0.34	0.76	0.45
	b) Item that will be reclassified to Profit and Loss	-	-	-	-	-	-
XIII	Total comprehensive income for the period (XI + XII)	92.53	87.01	63.15	250.15	310.72	343.68
XIV	Paid up equity share capital (Face value of Rs.10/- each)	505.02	505.02	505.02	505.02	505.02	505.02
XV	Reserves (excluding revaluation reserves)						787.52
XVI	Earnings per equity share:						
	(a) Basic	1.84	1.73	1.27	4.97	6.20	6.83
	(b) Diluted	1.84	1.73	1.27	4.97	6.20	6.83

NOTES :

1) The above Unaudited Standalone Financial Results has been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their Meeting held on 24.01.2020. The same have been subjected to Limited Review by the Statutory Auditors

2) Segment Reporting

The Chairman and Managing Director & CEO of the Company has been identified as the Chief Operating Decision Makers (CODM) as defined by IND AS 108 "Operating Segments". The Company operates in one segment only i.e. "Information Technology Services". The CODM evaluates performance of the Company based on revenue and operating income from the above segment. Accordingly, segment reporting has not been separately disclosed.

3) Effective 01.04.2019, the Company adopted Ind AS 116 – Leases. The adoption of the standard did not have any material impact on the financial results of the Company for the quarter ended 31.12.2019.

4) Figures for the previous year have been regrouped/rearranged wherever necessary to correspond with current period figures.

For and on behalf of the Board
For CGVAK Software & Exports Ltd

G Suresh
Managing Director & CEO

Place : Coimbatore
Date : 24.01.2020

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Partners

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GSTIN No. : 33AACFN3937B1ZQ

Ref: VG /181/ 2019-20

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF
INTERIM STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
CG-VAK SOFTWARE AND EXPORTS LIMITED**

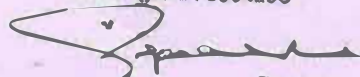
We have reviewed the accompanying statement of Standalone Unaudited financial results of **CG-VAK Software and Exports Limited**, Coimbatore-641043 ("the Company") for the quarter and nine months ended 31st December 2019, ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.

This Statement which is the responsibility of the Company's Management 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 and has been approved by the Board of Directors at their meeting held on 24th January 2020. Our responsibility is to issue a report on the Statement based on our review.

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 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 substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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.

Based on our review conducted as 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For N.C. RAJAN & CO.,
Chartered Accountants
Firm Reg. No : 003425S



Partner

Coimbatore

24.01.2020

V Gopalakrishnan

M No 202480

UDIN :20202480AAAAAC7869



CG-VAKTM

SOFTWARE AND EXPORTS LIMITED



Statement of Unaudited Consolidated Financial Results for the Quarter/Nine months year ended 31.12.2019

PART I

(Rs. In Lakhs)

Sl.No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		31.12.2019 Unaudited	30.09.2019 Unaudited	31.12.2018 Unaudited	31.12.2019 Unaudited	31.12.2018 Unaudited	31.03.2019 Audited
I	Revenue from operations	965.17	986.72	883.10	2,856.29	2809.01	3,625.51
II	Other Income	11.03	21.07	2.37	43.19	16.67	44.66
III	Total Revenue(I + II)	976.20	1,007.79	885.47	2,899.48	2825.68	3,670.17
IV	EXPENSES						
	a) Employee benefit expense	697.40	670.68	623.64	2,025.67	1890.27	2,518.23
	b) Finance Costs	0.06	0.13	0.35	0.41	0.54	0.62
	c) Depreciation	14.28	12.87	9.43	39.19	25.24	34.60
	d) Other expenses	133.81	199.91	160.76	479.84	472.36	615.82
	Total expenses (IV)	845.55	883.59	794.18	2,545.11	2388.41	3,169.27
V	Profit/ (Loss) before exceptional items and tax (III-IV)	130.65	124.20	91.29	354.37	437.27	500.90
VI	Exceptional item	-	-	-	-	-	-
VII	Profit/(Loss) before extraordinary item and tax (V-VI)	130.65	124.20	91.29	354.37	437.27	500.90
VIII	Extraordinary items	-	-	-	-	-	-
IX	Profit Before Tax (VII - VIII)	130.65	124.20	91.29	354.37	437.27	500.90
X	Tax Expenses						
	a) Current Tax	35.20	35.20	25.95	100.24	117.53	141.64
	b) Deferred Tax	0.93	(0.91)	0.10	(1.60)	2.31	2.46
XI	Profit/(Loss) for the period after tax (IX - X)	94.52	89.91	65.25	255.73	317.43	356.80
XII	Other Comprehensive Income						
	a) Items that will not be reclassified to profit and loss						
	i) Loss on remeasurement of defined benefit obligation	(0.40)	(0.41)	(0.99)	(1.21)	(2.97)	(1.62)
	ii) Income tax relating to the above	0.12	0.11	0.25	0.34	0.76	0.45
	b) Item that will be reclassified to Profit and Loss	-	-	-	-	-	-
XIII	Total comprehensive income for the period (XI + XII)	94.24	89.61	64.51	254.86	315.22	355.63
XIV	Paid up equity share capital (Face value of Rs.10/- each)	505.02	505.02	505.02	505.02	505.02	505.02
XV	Reserves (excluding revaluation reserves)						1,608.42
XVI	Earnings per equity share:						
	(a) Basic	1.87	1.78	1.29	5.06	6.29	7.07
	(b) Diluted	1.87	1.78	1.29	5.06	6.29	7.07

NOTES :

1) The above Unaudited Consolidated Financial Results has been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their Meeting held on 24.01.2020. The same have been subjected to Limited Review by the Statutory Auditors

2) Segment Reporting

The Chairman and Managing Director & CEO of the Company has been identified as the Chief Operating Decision Makers (CODM) as defined by IND AS 108 "Operating Segments". The Company operates in one segment only i.e. "Information Technology Services". The CODM evaluates performance of the Company based on revenue and operating income from the above segment. Accordingly, segment reporting has not been separately disclosed.

3) Effective 01.04.2019, the Company adopted Ind AS 116 – Leases. The adoption of the standard did not have any material impact on the financial results of the Company for the half year ended 31.12.2019.

4) Figures for the previous year have been regrouped/rearranged wherever necessary to correspond with current period figures.

For and on behalf of the Board
For CGVAK Software & Exports Ltd

G Suresh
Managing Director & CEO

Place : Coimbatore

Date : 24.01.2020

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**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF
INTERIM CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
CG-VAK SOFTWARE AND EXPORTS LIMITED**

1. We have reviewed the accompanying statement of Consolidated Unaudited financial results of **CG-VAK Software and Exports Limited**, Coimbatore-641043 and its Subsidiaries (collectively referred as the 'Group') for the quarter and nine months ended 31st December 2019, ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.
2. This Statement which is the responsibility of the Company's Management 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 and has been approved by the Parent's Board of Directors at their meeting held on 24th January 2020. Our responsibility is to issue a report 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 the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.
4. The Statement also includes the results of M/S CG-VAK Software USA Inc.
5. The interim financial results of the subsidiary, M/s.CG-VAK Software USA Inc. included in the Statement reflects total revenues of Rs.1205.66 Lakhs, total net profit after tax of Rs.4.72 Lakhs for the quarter ended 31st December 2019. The interim financial results of the subsidiary, M/s.CG VAK Software USA Inc. as considered in the consolidated unaudited financial results have been prepared by the company's management in accordance with the accounting principles generally accepted in USA. The company's management has converted the financial results and other financial information of the said subsidiary from the accounting principles generally accepted in USA to the accounting principles generally accepted in India. The unaudited financial results and other financial information for the foreign subsidiary, M/s.CG VAK Software USA Inc. are not





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required to be audited under the relevant foreign laws. We have performed the procedures as stated in paragraph 3 above.

6. Based on our review conducted as 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For N.C. RAJAN & CO.,
Chartered Accountants
Firm Reg. No: 013426S



Partner

Coimbatore

24.01.2020

V Gopalakrishnan

M No 202480

UDIN: 20202480AAAAAD1180