

R SYSTEMS INTERNATIONAL LIMITED

Registered Office : B - 104A, Greater Kailash - I, New Delhi - 110 048

Statement of Consolidated Unaudited Results for the Quarter Ended March 31, 2014

(Rs. in lakhs, except per share data)					
PART I					
S.No.	Particulars	Three Months Ended			Year Ended
		31.03.2014 (Unaudited)	31.12.2013 (Audited) Refer note 7	31.03.2013 (Unaudited)	31.12.2013 (Audited)
(Refer notes)					
1	Income from operations				
(a)	Income from operations	15,626.55	16,555.09	12,486.29	59,605.42
(b)	Other operating income	338.71	9.59	27.98	68.03
	Total income from operations	15,965.26	16,564.68	12,514.27	59,673.45
2	Expenses				
(a)	Employee benefits expense	9,858.47	9,427.49	8,422.78	35,738.67
(b)	Depreciation and amortisation expense	269.90	281.74	213.14	1,017.07
(c)	Traveling and conveyance	938.09	811.43	927.90	3,459.44
(d)	Communication costs	218.01	211.45	198.48	835.66
(e)	Legal and professional expenses (including subcontract expenses)	1,617.99	1,744.91	1,191.33	5,982.97
(f)	Provision for doubtful debts and advances (net)	-	8.75	194.71	334.50
(g)	Other expenses	1,155.62	1,198.47	881.87	5,451.21
	Total expenses	14,058.08	13,684.24	12,030.21	52,819.52
3	Profit from operations before other income, finance costs and exceptional items (1-2)	1,907.18	2,880.44	484.06	6,853.93
4	Other income	113.81	101.08	112.51	403.46
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	2,020.99	2,981.52	596.57	7,257.39
6	Finance costs	20.64	22.22	17.29	74.84
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	2,000.35	2,959.30	579.28	7,182.55
8	Exceptional items	-	-	-	-
9	Profit from ordinary activities before tax (7+8)	2,000.35	2,959.30	579.28	7,182.55
10	Tax expense				
	Current tax	406.23	760.17	205.51	2,048.20
	MAT credit (refer note 6)	-	-	(123.21)	(123.21)
	Deferred tax charge / (credit)	157.80	22.04	(22.57)	(12.31)
	Total tax expense	564.03	782.21	59.73	1,912.68
11	Net profit from ordinary activities after tax (9-10)	1,436.32	2,177.09	519.55	5,269.87
12	Extraordinary items (net of tax expense)	-	-	-	-
13	Net profit for the period / year (11-12)	1,436.32	2,177.09	519.55	5,269.87
14	Share of profit / (loss) of associates	-	-	-	-
15	Minority Interest	-	-	-	-
16	Net profit after taxes, minority interest and share of profit of associates (13+14-15)	1,436.32	2,177.09	519.55	5,269.87
17	Paid - up equity share capital (Face value Re. 1/- each) (refer note 4 and 5)	1,266.28	1,259.16	1,249.69	1,259.16
18	Reserves excluding Revaluation Reserves as at December 31, 2013				21,916.91
19.i	Earnings per share before extraordinary items and after considering sub-division (Face value of Re. 1/- each) (not annualised) (refer note 4)				
(a)	Basic	1.13	1.72	0.41	4.18
(b)	Diluted	1.13	1.72	0.41	4.18
19.ii	Earnings per share after extraordinary items and considering sub-division (Face value of Re. 1/- each) (not annualised) (refer note 4)				
(a)	Basic	1.13	1.72	0.41	4.18
(b)	Diluted	1.13	1.72	0.41	4.18
See accompanying notes to the financial results.					
PART II					
A	PARTICULARS OF SHAREHOLDING (refer note 4)				
1	Public Shareholding				
	- Number of shares (Face value Re. 1/- each)	63,006,905	62,237,620	61,291,120	62,237,620
	- Percentage of shareholding	49.47	49.14	48.76	49.14
2	Promoters and Promoter Group Shareholding				
(a)	Pledged / encumbered				
	- Number of shares (Face value Re. 1/- each)	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil
(b)	Non-encumbered				
	- Number of shares (Face value Re. 1/- each)	64,360,275	64,416,960	64,416,960	64,416,960
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100.00	100.00	100.00	100
	- Percentage of shares (as a % of the total share capital of the Company)	50.53	50.86	51.24	50.86
B	INVESTOR COMPLAINTS				
	Pending at the beginning of the quarter	Nil			
	Received during the quarter	4			
	Disposed off during the quarter	4			
	Remaining unresolved at the end of the quarter	Nil			

Notes:

- 1 The results for the quarter ended March 31, 2014 were reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on April 27, 2014.
- 2 The Limited Review as required under clause 41 of Listing Agreement has been completed by the Statutory Auditor for the quarter ended March 31, 2014 and March 31, 2013 and audit for the quarter and year ended December 31, 2013 (also refer note 7 below). There is no qualification in the Auditors' Report on these financial results.
- 3 The Board of Directors had recommended a final dividend of Re. 0.95 per equity share of face value of Re. 1/- each, equivalent to Rs. 9.50 per equity share of Rs. 10/- per share before the sub-division of equity shares (being 95% on the par value) (also refer note 4 below) at its meeting held on February 07, 2014, subject to the approval of the shareholders at the forthcoming Annual General Meeting. This is in addition to first and second interim dividend of Rs. 2.50 and Rs. 8.50 per equity share of face value of 10/- each declared during the year ended December 31, 2013 for which the confirmation will be taken in forthcoming Annual General Meeting.
- 4 Pursuant to the approval of the members accorded by passing necessary resolution through Postal Ballot on January 14, 2014, each equity share of face value of Rs. 10/- each of the Company was sub-divided into ten equity shares of face value of Re. 1/- each fully paid up. The sub-division has been given effect as per record date fixed by the Board of Directors i.e. February 28, 2014. Accordingly, the number of equity shares in Part II of the accompanying statement (including the previous period comparative numbers) has been stated based on face value of Re. 1/- each. Further, for the purpose of computing Earnings Per Share, the effect of sub-division had been considered in accordance with the requirements of Accounting Standard - 20 "Earnings Per Share" in all comparable periods.
- 5 During the quarter ended March 31, 2014, the Company has issued 712,600 equity shares of Re. 1/- each at an exercise price of Rs. 12.07 per share (post sub-division), pursuant to exercise of employee stock options under the R Systems International Limited Employee Stock Option Scheme 2007.
- 6 MAT Credit during the quarter ended March 31, 2013 and year ended December 31, 2013 pertains to prior periods.
- 7 Figures for the quarter ended December 31, 2013 are equivalent to the difference between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial year.
- 8 Refer Annexure A for segment wise consolidated revenue, results and capital employed.
- 9 Previous period's / year's figures have been regrouped / reclassified wherever applicable, to the extent possible, to conform to the current period presentation.

For and on behalf of the Board

Place : NOIDA
Date : April 27, 2014

Lt. Gen. Baldev Singh (Retd.)
[President & Senior Executive Director]

R SYSTEMS INTERNATIONAL LIMITED
Segment Wise Consolidated Revenue, Results and Capital Employed

(Rs. in lakhs)

S.No.	Particulars	Three Months Ended			Year Ended
		31.03.2014	31.12.2013	31.03.2013	31.12.2013
		(Unaudited)	(Audited) Refer note 7	(Unaudited)	(Audited)
1	Segment revenue				
	- Information technology services and products	12,620.56	13,431.77	10,042.57	48,396.68
	- Business process outsourcing services	3,059.39	3,174.77	2,481.81	11,443.06
	Less: Elimination of intersegment sales	53.40	51.45	38.09	234.32
	Income from operations	15,626.55	16,555.09	12,486.29	59,605.42
2	Segment results before tax and interest				
	- Information technology services and products	1,899.91	2,591.27	455.67	6,218.86
	- Business process outsourcing services	138.97	492.76	161.50	1,239.25
	Total	2,038.88	3,084.03	617.17	7,458.11
	(i) Interest expense	(4.22)	(3.77)	(2.99)	(12.34)
	(ii) Interest income	113.81	101.08	112.51	403.46
	(iii) Other unallocable expenses	(148.12)	(222.04)	(147.41)	(666.68)
	Profit before tax	2,000.35	2,959.30	579.28	7,182.55
3	Capital employed				
	- Information technology services and products	17,279.65	17,052.44	14,266.88	17,052.44
	- Business process outsourcing services	823.24	751.90	(533.70)	751.90
	- Unallocated corporate	6,237.15	5,371.73	5,850.58	5,371.73
	Total capital employed	24,340.04	23,176.07	19,583.76	23,176.07

R SYSTEMS INTERNATIONAL LIMITED

Registered Office : B - 104A, Greater Kailash - I, New Delhi - 110 048

Statement of Standalone Audited Results for the Quarter Ended March 31, 2014

(Rs. in lakhs, except per share data)					
PART I					
S.No.	Particulars (Refer notes)	Three Months Ended			Year Ended
		31.03.2014 (Audited)	31.12.2013 (Audited) Refer note 7	31.03.2013 (Audited)	31.12.2013 (Audited)
1	Income from operations				
(a)	Income from operations	6,907.35	7,368.80	5,777.72	26,980.34
(b)	Other operating income	135.26	8.35	11.26	31.82
	Total income from operations	7,042.61	7,377.15	5,788.98	27,012.16
2	Expenses				
(a)	Employee benefits expense	4,253.05	4,109.89	3,976.13	16,020.44
(b)	Depreciation and amortisation expense	155.36	124.63	112.31	478.08
(c)	Traveling and conveyance	566.54	529.63	524.84	2,170.73
(d)	Communication costs	127.61	134.09	115.93	506.54
(e)	Legal and professional expenses (including subcontract expenses)	128.74	141.28	193.78	558.52
(f)	Provision for doubtful debts and advances (net)	26.89	23.13	136.15	149.59
(g)	Other expenses	477.28	167.99	369.12	2,070.47
	Total expenses	5,735.47	5,230.64	5,428.26	21,954.37
3	Profit from operations before other income, finance costs and exceptional items (1-2)	1,307.14	2,146.51	360.72	5,057.79
4	Other income	109.52	95.67	108.46	385.05
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	1,416.66	2,242.18	469.18	5,442.84
6	Finance costs	8.51	8.69	6.60	27.97
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	1,408.15	2,233.49	462.58	5,414.87
8	Exceptional items	-	-	-	-
9	Profit from ordinary activities before tax (7+8)	1,408.15	2,233.49	462.58	5,414.87
10	Tax expense				
	Current tax	302.87	755.61	186.00	1,908.74
	MAT credit (refer note 6)	-	-	(123.21)	(123.21)
	Deferred tax charge / (credit)	180.68	14.69	(31.52)	(25.88)
	Total tax expense	483.55	770.30	31.27	1,759.65
11	Net profit from ordinary activities after tax (9-10)	924.60	1,463.19	431.31	3,655.22
12	Extraordinary items (net of tax expense)	-	-	-	-
13	Net profit for the period / year (11-12)	924.60	1,463.19	431.31	3,655.22
14	Paid - up equity share capital (Face value Re. 1/- each) (refer note 4 and 5)	1,266.28	1,259.16	1,249.69	1,259.16
15	Reserves excluding Revaluation Reserves as at December 31, 2013				17,546.23
16.i	Earnings per share before extraordinary items and after considering sub-division (Face value of Re. 1/- each) (not annualised) (refer note 4)				
(a)	Basic	0.73	1.16	0.34	2.90
(b)	Diluted	0.73	1.16	0.34	2.90
16.ii	Earnings per share after extraordinary items and considering sub-division (Face value of Re. 1/- each) (not annualised) (refer note 4)				
(a)	Basic	0.73	1.16	0.34	2.90
(b)	Diluted	0.73	1.16	0.34	2.90
See accompanying notes to the financial results.					
PART II					
A	PARTICULARS OF SHAREHOLDING (refer note 4)				
1	Public Shareholding				
	- Number of shares (Face value Re. 1/- each)	63,006,905	62,237,620	61,291,120	62,237,620
	- Percentage of shareholding	49.47	49.14	48.76	49.14
2	Promoters and Promoter Group Shareholding				
(a)	Pledged / encumbered				
	- Number of shares (Face value Re. 1/- each)	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil
(b)	Non-encumbered				
	- Number of shares (Face value Re. 1/- each)	64,360,275	64,416,960	64,416,960	64,416,960
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	50.53	50.86	51.24	50.86
	Particulars	Three Months Ended			
		31.03.2014			
B	INVESTOR COMPLAINTS				
	Pending at the beginning of the quarter	NIL			
	Received during the quarter	4			
	Disposed off during the quarter	4			
	Remaining unresolved at the end of the quarter	NIL			

Notes:

- 1 The results for the quarter ended March 31, 2014 were reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on April 27, 2014.
- 2 An audit has been completed by the Statutory Auditors for the quarter ended March 31, 2014, quarter ended March 31, 2013 and for the quarter and year ended December 31, 2013 (also refer note 7 below). There is no qualification in the Auditors' Report on these financial results.
- 3 The Board of Directors had recommended a final dividend of Re. 0.95 per equity share of face value of Re. 1/- each, equivalent to Rs. 9.50 per equity share of Rs. 10/- per share before the sub-division of equity shares (being 95% on the par value) (also refer note 4 below) at its meeting held on February 07, 2014, subject to the approval of the shareholders at the forthcoming Annual General Meeting. This is in addition to first and second interim dividend of Rs. 2.50 and Rs. 8.50 per equity share of face value of 10/- each declared during the year ended December 31, 2013 for which the confirmation will be taken in forthcoming Annual General Meeting.
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- 5 During the quarter ended March 31, 2014, the Company has issued 712,600 equity shares of Re. 1/- each at an exercise price of Rs. 12.07 per share (post sub-division), pursuant to exercise of employee stock options under the R Systems International Limited Employee Stock Option Scheme 2007.
- 6 MAT Credit during the quarter ended March 31, 2013 and year ended December 31, 2013 pertains to prior periods.
- 7 Figures for the quarter ended December 31, 2013 are equivalent to the difference between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial year.
- 8 Refer Annexure A for segment wise standalone revenue, results and capital employed.
- 9 Previous period's / year's figures have been regrouped / reclassified wherever applicable, to the extent possible, to conform to the current period presentation.

For and on behalf of the Board

Place : NOIDA

Date : April 27, 2014

Lt. Gen. Baldev Singh (Retd.)

[President & Senior Executive Director]

R SYSTEMS INTERNATIONAL LIMITED**Segment Wise Standalone Revenue, Results and Capital Employed**

(Rs. in lakhs)

S.No.	Particulars	Three Months Ended			Year Ended
		31.03.2014	31.12.2013	31.03.2013	31.12.2013
		(Audited)	(Audited) Refer note 7	(Audited)	(Audited)
1	Segment revenue				
	- Information technology services and products	6,170.03	6,442.89	5,079.99	23,564.01
	- Business process outsourcing services	737.32	925.91	697.73	3,416.33
	Income from operations	6,907.35	7,368.80	5,777.72	26,980.34
2	Segment results before tax and interest				
	- Information technology services and products	1,448.22	2,010.35	464.39	4,903.89
	- Business process outsourcing services	(19.69)	267.07	12.52	629.94
	Total	1,428.53	2,277.42	476.91	5,533.83
	(i) Interest expense	(1.73)	(1.94)	(1.65)	(6.81)
	(ii) Interest income	109.52	95.67	108.46	385.05
	(iii) Other unallocable expenses	(128.17)	(137.66)	(121.14)	(497.20)
	Profit before tax	1,408.15	2,233.49	462.58	5,414.87
3	Capital employed				
	- Information technology services and products	15,529.88	15,610.27	14,795.91	15,610.27
	- Business process outsourcing services	(942.98)	(918.36)	(1,529.68)	(918.36)
	- Unallocated corporate	5,221.18	4,113.48	5,249.39	4,113.48
	Total capital employed	19,808.08	18,805.39	18,515.62	18,805.39