

Independent Auditor's Review Report on the Quarterly and Year to Date 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
The Board of Directors eClerx Services Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of eClerx Services Limited (the "Company") for the quarter ended September 30, 2022 and year to date from April 1, 2022 to September 30, 2022 (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, as amended (the "Listing Regulations").
2. The Company's Management is responsible for 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, (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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 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.
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 aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

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Partner

Membership No.: 212230

UDIN: 22212230BCSIYX7343

Mumbai

November 10, 2022

ECLERX SERVICES LIMITED
CIN: L72200MH2000PLC125319
 Regd. Office : Sonawala Building, 1st Floor, 29, Bank Street, Fort, Mumbai - 400 023

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2022

(Rupees in million, except per share data)

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from operations	4,647.68	4,347.16	3,738.93	8,994.84	7,176.06	15,513.12
II	Other income	141.95	157.45	14.00	299.40	93.49	205.48
III	Total Income (I + II)	4,789.63	4,504.61	3,752.93	9,294.24	7,269.55	15,718.60
IV	Expenses						
	Employee benefits expense	2,002.77	1,876.30	1,457.38	3,879.07	2,794.82	6,048.72
	Depreciation and amortisation expense	141.59	126.33	124.42	267.92	236.56	516.69
	Cost of technical sub-contractors	226.67	172.65	98.07	399.32	175.03	447.58
	Sales and marketing services	730.64	946.95	640.82	1,677.59	1,223.43	2,653.76
	Other expenses	386.01	374.36	245.36	760.37	508.04	1,119.43
	Finance costs	38.06	39.45	41.88	77.51	83.87	164.24
	Total expenses (IV)	3,525.74	3,536.04	2,607.93	7,061.78	5,021.75	10,950.42
V	Profit before exceptional items and tax (III-IV)	1,263.89	968.57	1,145.00	2,232.46	2,247.80	4,768.18
VI	Exceptional items	-	-	-	-	-	-
VII	Profit before tax (V-VI)	1,263.89	968.57	1,145.00	2,232.46	2,247.80	4,768.18
VIII	Tax expense	324.87	248.35	288.52	573.22	570.14	1,219.22
	(1) Current tax	323.22	248.27	289.58	571.49	562.71	1,215.44
	(2) Deferred tax	1.65	0.08	(1.06)	1.73	7.43	3.78
IX	Profit / (loss) for the period (VII-VIII)	939.02	720.22	856.48	1,659.24	1,677.66	3,548.96
X	Other Comprehensive Income / (Loss) ('OCI')	(176.95)	(266.65)	28.10	(443.60)	(42.40)	(87.22)
	A (i) Items that will not be reclassified to profit or loss	(3.09)	10.07	(24.30)	6.98	(32.85)	(14.86)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.77	(2.53)	6.12	(1.76)	8.27	3.74
	B (i) Items that will be reclassified to profit or loss (net)	(233.37)	(366.40)	61.85	(599.77)	(23.81)	(101.69)
	(ii) Income tax relating to items that will be reclassified to profit or loss	58.74	92.21	(15.57)	150.95	5.99	25.59
XI	Total Comprehensive Income / (Loss) for the period (IX+X) (Comprising Profit and Other Comprehensive Income for the period)	762.07	453.57	884.58	1,215.64	1,635.26	3,461.74
XII	Paid up equity share capital (Face value of Rs. 10 each, fully paid up) (Refer note 4)	496.51	331.11	341.87	496.51	341.87	330.98
XIII	Other equity						11,414.27
XIV	Earnings per share: (in Rs.) (Refer note 4)						
	(1) Basic	18.90	14.51	16.72	33.41	32.82	70.18
	(2) Diluted	18.59	14.25	16.41	32.84	32.30	68.91



Notes :

- 1 The statement of unaudited financial results for the quarter and half year ended September 30, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 10, 2022. There are no qualifications in the limited review report issued by the auditors.
- 2 These financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013, as amended read with the relevant rules issued thereunder.
- 3 The Company operates under a single reportable segment which is data management, analytics solutions and process management services. Further, the risks and rewards under various geographies where the Company operates are similar in nature.
- 4 The Shareholders of the Company, approved the issue of Bonus Equity Shares in the proportion of one new fully paid up equity share of Rs. 10 each for every existing two equity shares of Rs. 10 each via postal ballot, result of which was announced on September 12, 2022. Consequently, the Company has issued 16,913,215 fully paid equity shares and the paid up equity share capital has been increased by Rs. 169.13 million and the EPS has been accordingly restated for all periods presented to give the effect of bonus equity shares. Also, the authorised share capital of the Company was increased from Rs. 500.10 million to Rs 1,000.00 million consisting of 100,000,000 equity shares of face value of Rs. 10 each.
- 5 The Board of Directors at its meeting held on November 10, 2022, approved the buyback of equity shares through tender offer route for an amount not exceeding Rs.3,000 million (Maximum Buy Back Size) excluding transaction costs at a price not exceeding Rs.1,800 per share (Maximum Buy Back Price), subject to approval of shareholders.



6 Statement of assets and liabilities

(Rupees in million)

Particulars	As at	As at
	September 30,	March 31,
	2022	2022
	Unaudited	Audited
A. ASSETS		
1. Non current assets		
Property, plant and equipment	694.21	568.36
Right of use assets	715.55	752.44
Capital work-in-progress	3.50	21.68
Intangible assets	29.72	37.25
Financial assets		
Investments	4,933.75	4,892.69
Derivative instruments	-	24.59
Other financial assets	210.76	187.76
Deferred tax assets (net)	413.98	266.48
Other non-current assets	27.42	37.91
Non-current tax assets (net)	142.51	141.17
	7,171.40	6,930.33
2. Current assets		
Financial assets		
Investments	2,317.10	1,939.21
Trade receivables	2,476.14	2,362.74
Cash and cash equivalents	1,102.67	1,451.97
Other bank balance	1,637.15	718.20
Other financial assets	1,523.22	1,447.35
Derivative instruments	-	138.27
Other current assets	517.19	468.18
	9,573.47	8,525.92
TOTAL - ASSETS	16,744.87	15,456.25
B. EQUITY AND LIABILITIES		
1. Equity		
Equity share capital	496.51	330.98
Other equity	12,351.24	11,414.27
	12,847.75	11,745.25
2. Non current liabilities		
Financial liabilities		
Lease liabilities	821.26	852.57
Derivative instruments	59.03	-
Employee benefit obligations	356.57	357.40
Deferred tax liabilities (Net)	0.70	0.67
	1,237.56	1,210.64
3. Current Liabilities		
Financial liabilities		
Lease liabilities	213.75	215.49
Derivative instruments	377.87	-
Trade payables		
Total outstanding dues of Micro enterprises and small enterprises	0.31	3.28
Total outstanding dues of creditors other than Micro enterprises and small enterprises	754.68	788.54
Other financial liabilities	654.24	634.00
Other current liabilities	78.70	84.62
Employee benefit obligations	544.48	774.15
Current tax liabilities (net)	35.53	0.28
	2,659.56	2,500.36
TOTAL - EQUITY AND LIABILITIES	16,744.87	15,456.25



7 Statement of Cash flow

(Rupees in million)

	Half Year ended		Year ended
	September 30, 2022	September 30, 2021	March 31, 2022
	Unaudited	Unaudited	Audited
Operating activities			
Profit before tax	2,232.46	2,247.80	4,768.18
Adjustments to reconcile profit before tax to net cash flows:			
Depreciation and amortisation expense	267.92	236.56	516.69
Share-based payment expense	3.85	9.77	13.81
Net foreign exchange differences	(25.02)	0.19	6.28
Interest income on corporate rent deposits	(9.84)	(7.07)	(17.07)
Amortised cost on corporate rent deposits	9.27	8.94	18.23
Profit on sale of current investments	(31.82)	(31.22)	(57.24)
Dividend income	(0.02)	(0.02)	(0.03)
Interest income	(25.45)	(30.18)	(43.95)
Bad debts written off	0.12	1.06	1.22
Provision for doubtful debts	4.78	0.23	(0.19)
Finance cost	77.51	83.87	164.24
Fair value (gain) / loss on financial instruments at fair value through profit or loss	(11.10)	(2.99)	(8.76)
Other adjustments	8.69	(31.02)	(14.86)
	2,501.35	2,485.92	5,346.55
Working capital adjustments:			
(Increase)/ Decrease in trade receivables	(93.43)	81.26	(427.04)
Increase in other current and non current financial assets	(104.23)	(128.81)	(592.53)
(Increase)/ Decrease in other current and non current assets	(35.24)	(96.64)	45.56
(Decrease)/ Increase in employee benefit obligations	(230.49)	(153.89)	149.25
(Decrease)/ Increase in trade payables, other current and non current liabilities and provisions	(22.22)	125.22	373.83
Cash generated by operating activities	2,015.74	2,313.06	4,895.62
Income tax paid (Net of refunds)	(537.59)	(550.09)	(1,341.68)
Net cash flows generated from operating activities	1,478.15	1,762.97	3,553.94
Investing activities			
Proceeds from sale of current investments	5,749.92	4,403.00	11,969.77
Purchase of current investments	(6,084.89)	(4,981.46)	(11,556.36)
Purchase of non current investments	(10.00)	(10.00)	(20.00)
Investment in subsidiary during the year	-	(5.57)	(5.57)
Investment in bank deposits	(1,262.86)	(1,200.69)	(1,455.48)
Redemption / maturity of bank deposits	368.38	1,024.61	1,850.61
Unclaimed dividend and fractional share	(0.13)	(0.27)	(0.29)
Proceeds from sale of property, plant and equipment	0.94	0.10	0.51
Purchase of property, plant, equipment and intangibles (including capital work in progress)	(266.36)	(219.99)	(381.23)
Dividend received	0.02	0.02	0.03
Interest received	6.90	21.91	41.79
Net cash flows generated from investing activities	(1,498.08)	(968.34)	443.78
Financing activities			
Money received from exercise of ESOP options	82.48	241.29	281.96
Purchase of treasury shares by eClerx welfare trust	(199.14)	-	(170.48)
Buyback of equity shares	-	-	(2,976.61)
Buyback expenses	-	(16.43)	(27.88)
Tax on buyback of equity shares	-	-	(654.50)
Payment of dividend	(33.11)	(34.16)	(34.16)
Interest paid	(77.51)	(83.87)	(164.24)
Principal payment - Lease	(102.09)	(87.82)	(182.20)
Net cash flows used in financing activities	(329.37)	19.01	(3,928.11)
Net increase/(decrease) in cash and cash equivalents	(349.30)	813.64	69.61
Cash and cash equivalents at the beginning of the year /period	1,451.97	1,382.36	1,382.36
Cash and cash equivalents	1,102.67	2,196.00	1,451.97

For and on behalf of Board of Directors

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PD Mundhra
 Executive Director

Place: Mumbai
 Date: November 10, 2022