

Independent Auditor's Review Report on unaudited consolidated financial results for the quarter and half year ended on September 30, 2019 of 3i Infotech Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors

3i Infotech Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of 3i Infotech Limited ("the Parent") its subsidiaries and joint ventures (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended 30th September, 2019 and year to date results for the period from 1st April, 2019 to 30th September, 2019 ("the statement"), and its share of Nil Profit/(Loss) and total comprehensive income of its joint venture for the quarter ended 30th September 2019 and year to date results for the period from 1st April, 2019 to 30th September, 2019, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
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 "Interim Financial Reporting" ("Ind AS 34"), 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 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 (Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019) 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 results of the following entities:

Sr. No.	Subsidiaries reviewed:
1	3i Infotech Consultancy Services Limited
2	3i Infotech BPO Limited
3	Locuz Enterprise Solutions Limited
4	Professional Access Software Development Private Limited
5	3i Infotech (Middle East) FZ LLC
6	3i Infotech Software Solutions LLC
7	3i Infotech Inc
8	3i Infotech SDN BHD
9	3i Infotech (Thailand) Limited
Sr. No.	Subsidiaries not reviewed:
1	3i Infotech Asia Pacific Pte Limited
2	3i Infotech Services SDN BHD
3	3i Infotech (UK) Limited
4	3i Infotech (Western Europe) Group Limited
5	3i Infotech (Western Europe) Holdings Limited
6	Rhyme Systems Limited
7	3i Infotech Saudi Arabia LLC
8	3i Infotech Holdings Private Limited
9	3i Infotech (Africa) Limited
10	3i Infotech (South Africa) (Pty) Limited
11	Elegon Infotech Limited
12	Locuz Inc.
13	3i Infotech (Cyprus) Limited (formerly known as Black-Barret Holdings Limited)
14	IFRS Cloud Solutions Limited
15	3i Infotech Netherlands B.V
16	3i Infotech Nigeria Limited
Sr. No.	Joint Venture not reviewed
1	Process Central Limited, Nigeria- Joint Venture

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the branch auditors and other auditors referred to in paragraph 6 below, 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 Disclosures Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The accompanying Statement includes financial results/statements and other information of 6 subsidiaries whose financial information includes total net assets of Rs. 9,258 Lakhs as at 30th



September 2019, total revenues of Rs. 9,868 Lakhs and Rs 18,819 Lakhs, total net profit after tax of Rs. 976 Lakhs and Rs. 3,231 Lakhs, total comprehensive income of Rs. 909 Lakhs and Rs. 3,182 Lakhs, for quarter ended September 30, 2019 and for the period from 1st April 2019 to 30th September 2019, respectively, which have been reviewed by us.

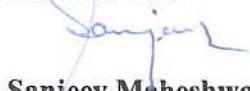
We did not review the financial results/statements and other financial information, in respect of 3 subsidiaries, whose financial information reflects total net assets of Rs. 44,902 Lakhs as at 30th September 2019, total revenues of Rs. 10,760 Lakhs and Rs. 21,367 Lakhs, total net profit after tax of Rs. 3,012 Lakhs and Rs. 4,523 Lakhs, total comprehensive income of Rs. 3,012 Lakhs and Rs. 4,523 Lakhs, for the quarter ended 30th September, 2019 and for the period from 1st April 2019 to 30th September 2019, respectively. These financial results/statements and other financial information have been reviewed by other auditors, whose reports have been furnished to us by the management. Our opinion, in so far as it relates to the affairs of such subsidiaries is based solely on the report of other auditors.

Our conclusion is not modified in respect of the above matter.

The Statement includes financial results/statements of 16 subsidiaries, whose financial information reflects total net assets of Rs. 1,016 Lakhs as at 30th September 2019, total revenues of Rs. 3,709 Lakhs and Rs. 7,482 Lakhs, total net profit after tax of Rs. 1,632 Lakhs and Rs. 3,325 Lakhs, total comprehensive income of Rs. 1,613 Lakhs and Rs. 3,310 Lakhs for the quarter ended 30th September, 2019 and for the period from 1st April 2019 to 30th September 2019, respectively, 1 joint venture which reflects total net asset of Rs. 5 Lakhs & Group's share of net profit of Rs. Nil for the half year ended on September 30, 2019, which are certified by the Management. In our opinion and according to the information and explanations given to us by the Management, these financial results/statements and other financial information are not material to the Group.

Our conclusion is not modified in respect of the above matter.

For GMJ & Co
Chartered Accountants
FRN:103429W


Sanjeev Maheshwari
Partner
M. N.38755
UDIN : 190387 55AAAA HZ3205



Place: Mumbai
Date: October 17, 2019

Auditor's Review Report on Quarterly and Year to Date Unaudited Standalone Financial Results of 3i Infotech Limited pursuant to the regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
3i Infotech Ltd

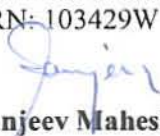
We have reviewed the accompanying statement of unaudited standalone financial results of **3i Infotech Limited** ("the Company") for the quarter ended September 30, 2019 and year to date unaudited standalone financial results for the period from April 1, 2019 to September 30, 2019, (the statement) attached herewith, being submitted by the company pursuant to requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

This statement is the responsibility of the Company's Management and has been 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' prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the statements based on our review.

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 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 provides 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 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable Indian Accounting Standards prescribed under section 133 of Companies Act 2013 read with rules issued thereunder and other recognized accounting practices and policies 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 GMJ & Co
Chartered Accountants
FRN: 103429W


Sanjeev Maheshwari
Partner
M.No. 038755
UDIN: 190387 55AAAA IA1196



Place: Mumbai
Date: October 17, 2019

CONSOLIDATED



3i Infotech Limited (CIN: L67120MH1993PLC074411)

Regd. office: Tower # 5, 3rd to 6th Floors, International Infotech Park, Vashi, Navi Mumbai 400 703

Email: investors@3i-infotech.com

Website: www.3i-infotech.com

Tel No.: 022-7123 8000

Statement of Unaudited Consolidated Financial Results for the quarter and six months ended September 30, 2019

(Rupees in Lakhs)

Particulars	3 months ended (30/09/2019) (Unaudited)	Preceding 3 months ended (30/06/2019) (Unaudited)	Corresponding 3 months ended in the previous year (30/09/2018) (Unaudited)	Year to Date figures for current period ended (30/09/2019) (Unaudited)	Year to Date figures for previous period ended (30/09/2018) (Unaudited)	Year to Date figures for previous period ended (31/03/2019) (Audited)
I Revenue from Operations	29,615	28,012	27,363	57,627	51,561	112,175
II Other Income	241	175	120	416	903	2,105
Total income (I+II) = III	29,856	28,187	27,483	58,043	52,464	114,280
IV Expenses						
(a) Employee benefits expense	16,517	15,886	15,419	32,403	29,275	60,435
(b) Cost of third party products and services	5,526	5,610	5,470	11,135	9,793	23,606
(c) Finance costs (excluding unwinding of discount under Ind AS 109 on Fair Valuation of Preference Share Capital, FCCBs and Interest free debts) (See Note 2)	1,201	1,240	1,120	2,441	2,293	4,481
(d) Depreciation and amortization expense	550	529	208	1,079	412	211
(e) Other expenses	2,973	3,376	3,027	6,349	6,280	13,181
Total Expenses (IV)	26,767	26,641	25,244	53,407	48,053	101,914
V Profit / (Loss) before Forex loss / (gain) and Tax (III-IV)	3,089	1,546	2,239	4,636	4,411	12,366
VI Foreign exchange loss/(gain) (net)	93	119	185	212	540	513
VII Profit / (Loss) before Tax (V-VI)	2,996	1,427	2,054	4,424	3,871	11,853
VIII Unwinding of discount under Ind AS 109 on Fair Valuation of Preference Share Capital, FCCBs and Interest free debts (See Note 2)	1,069	1,054	990	2,124	1,964	3,942
IX Profit / (Loss) before Tax (VII-VIII)	1,927	373	1,064	2,300	1,907	7,911
X Tax expense	464	236	176	700	415	1,096
XI Profit / (Loss) for the period (IX-X)	1,463	137	888	1,600	1,492	6,815
XII Other Comprehensive Income						
A.(i) Other Comprehensive income not to be reclassified to profit and loss	(284)	84	94	(201)	36	185
(ii) Income tax relating to items that will not be reclassified to profit and loss.	5	0	(2)	6	(2)	2
XIII Total Comprehensive income for the period, net of tax : (XI+XII)	1,185	221	980	1,406	1,526	7,002
Profit for the period attributable to:						
Equity holders of the parent	1,335	198	896	1,533	1,483	6,725
Non-controlling interests	129	(61)	(8)	67	9	90
Total comprehensive income for the year attributable to:						
Equity holders of the parent	1,056	282	988	1,338	1,517	6,912
Non-controlling interests	129	(61)	(8)	67	9	90
XIV Paid-up equity share capital (Face value of Rs. 10 per share)	161,664	161,664	161,591	161,664	161,591	161,664
XV Earnings per equity share						
Basic & Diluted EPS (on Profit for the period)	0.08	0.01	0.06	0.09	0.09	0.42
The below EPS is calculated on Profit for the period before unwinding of discount under Ind AS 109 (See Note 2)						
Basic & Diluted EPS (on Profit for the period before unwinding of discount under Ind AS 109)	0.15	0.08	0.12	0.23	0.21	0.67





3i Infotech Limited (CIN: L67120MH1993PLC074411)

Regd. office: Tower # 5, 3rd to 6th Floors, International Infotech Park, Vashi, Navi Mumbai 400 703

Email: investors@3i-infotech.com

Website: www.3i-infotech.com

Tel No.: 022-7123 8000

Unaudited Consolidated Balance Sheet as at September 30, 2019

Particulars	(Rupees in Lakhs)	
	As at 30/09/2019	As at 31/03/2019
ASSETS		
1 Non-current assets		
a. Property, plant and equipment	18,331	14,095
b. Capital work-in-progress	-	-
c. Goodwill arising on consolidation	43,505	43,506
d. Other Intangible assets	22,937	23,032
e. Financial assets		
(i) Investments	16	16
(ii) Other financial assets	1,277	881
f. Deferred tax assets (net)	368	366
g. Income tax asset (net)	13,272	12,412
h. Other non-current assets	1,651	2,028
Total non-current assets	101,357	96,336
2 Current assets		
a. Inventories	44	60
b. Financial assets		
(i) Investments	-	-
(ii) Trade receivables	23,101	24,440
(iii) Cash and cash equivalents	9,933	10,119
(iv) Other balances with banks	260	353
(v) Loans	9	9
(vi) Other financial assets	15,987	15,440
c. Other Current assets	4,291	2,409
Total current assets	53,625	52,830
Total Asset	154,982	149,166
EQUITY AND LIABILITIES		
1 Equity		
a. Equity Share capital	161,664	161,664
b. Other equity	(128,471)	(129,343)
Equity attributable to shareholders of the Company	33,193	32,321
Non-controlling interests	508	440
Total equity	33,701	32,761
2 Liabilities		
Non-current liabilities		
a. Financial liabilities		
(i) Borrowings	86,602	81,370
b. Provisions	2,164	2,028
Total non-current liabilities	88,766	83,398
Current liabilities		
a. Financial liabilities		
(i) Borrowings	485	3,170
(ii) Trade and other payables	6,642	10,449
(iii) Other financial liabilities	13,135	7,271
b. Provisions	597	440
c. Other current liabilities	10,305	10,326
d. Current income tax liabilities (net)	1,351	1,351
Total current liabilities	32,515	33,007
TOTAL EQUITY AND LIABILITIES	154,982	149,166





3i Infotech Limited (CIN: L67120MH1993PLC074411)

Regd. office: Tower # 5, 3rd to 6th Floors, International Infotech Park+A233, Vashi, Navi Mumbai 400 703

Email: investors@3i-infotech.com

Website: www.3i-infotech.com

Tel No.: 022-7123 8000

Statement of Unaudited Consolidated Financial Results for the quarter and six months ended September 30, 2019

(Rupees in Lakhs)

Particulars	3 months ended (30/09/2019) (Unaudited)	Preceding 3 months ended (30/08/2019) (Unaudited)	Corresponding 3 months ended in the previous year (30/09/2018) (Unaudited)	Year to Date figures for current period ended (30/09/2019) (Unaudited)	Year to Date figures for previous period ended (30/09/2018) (Unaudited)	Year to Date figures for previous period ended (31/03/2019) (Audited)
1 Segment Revenue						
a IT Solutions	28,143	26,657	25,943	54,801	48,850	106,726
b Transaction Services	1,471	1,355	1,420	2,826	2,711	5,449
Total Net sales/Income From Operations (a+b)	29,614	28,012	27,363	57,627	51,561	112,175
2 Segment Results						
a IT Solutions	7,373	6,287	6,826	13,660	12,485	27,700
b Transaction Services	273	358	392	631	761	1,550
Total	7,646	6,645	7,218	14,291	13,246	29,250
Less:						
i) Operating, Selling and Other expenses	3,047	3,504	3,771	6,551	7,033	14,297
ii) Finance cost (including unwinding of discount under Ind AS 109) (See Note 2)	2,270	2,294	2,110	4,564	4,257	8,423
iii) Depreciation & Amortization	550	529	208	1,079	412	211
iv) Foreign Exchange loss/(gain)	93	119	185	212	540	513
Add:						
(v) Un-allocable income	241	175	120	416	903	2,105
Total Profit Before Tax	1,927	373	1,064	2,300	1,907	7,911

The 3i Infotech Group ("the Group") undertakes sale of 'IT solutions' (software products & services, software development, consulting and IT infrastructure services) and 'Transaction services' (IT enabled services). These businesses have been considered as "Primary segments". The segment results have been arrived at before allocating certain expenses which are un-allocable in nature and are disclosed as "Selling and other expenses". Considering the nature of the Group's businesses, the assets and liabilities cannot be identified with any specific business segment and hence, the figures for capital employed have not been disclosed.

Notes:

- The consolidated financial results of the Company for the quarter ended September 30, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 17, 2019.
 - As required under Ind AS 109, there has been an additional charge of interest (notional) on financial instruments, viz. Preference shares; FCCBs and interest free debts, which has been shown as a separate line item; viz. (Item no. VIII) in the Financial Results.
 - The Company had received approval from the Ministry of Corporate Affairs (MCA) for waiver of Rs. 61,54,452/- against a total remuneration of Rs. 1,23,08,903/- paid to the Managing Director of the Company for the period from 11/8/2016 to 31/3/2017 with a direction to the Company to recover remaining (excess) remuneration of Rs. 61,54,451/-.
- The Company had obtained approval from lenders and also from Shareholders at the Annual General Meeting held on September 6, 2017 for the excess remuneration paid to the Managing Director. The Company has obtained a legal opinion from its counsels which states that, upon the enforcement of the amendment to Section 197(10) of the Companies Act 2013, the recovery of the balance remuneration from the Managing Director to the Company in itself, can be said to stand waived and consequently the Managing Director's obligation to refund this amount will also cease to exist. The Board of Directors, on the basis of the opinion and subject to the approval of the Shareholders, if required, have waived the recovery of the excess remuneration vide resolution passed at the Board Meeting held on January 18, 2019.
- During the quarter, 3i Infotech Netherlands B.V. was incorporated as a step-down subsidiary in the Netherlands on July 11, 2019 to tap the business opportunities in that region.
 - Effective April 1, 2019, the Company has adopted Ind AS 116. The comparative information is not restated in the consolidated financials results. The adoption of this standard does not have any material impact to the consolidated financial results of the Company.
 - Figures for the previous period have been regrouped/rearranged wherever necessary to conform to the presentation of the current period.
 - The results for the quarter and period ended September 30, 2019 are available on BSE Limited's website (www.bseindia.com), National Stock Exchange of India Limited's website (www.nseindia.com) and on the Company's website (www.3i-infotech.com).



[Handwritten signature]

8 The disclosure in respect of standalone financials are as under -

Particulars	(Rupees in Lakhs)					
	3 months ended (30/09/2019) (Unaudited)	Preceding 3 months ended (30/06/2019) (Unaudited)	Corresponding 3 months ended in the previous year (30/09/2018) (Unaudited)	Year to Date figures for current period ended (30/09/2019) (Unaudited)	Year to Date figures for previous period ended (30/09/2018) (Unaudited)	Year to Date figures for previous period ended (31/03/2019) (Audited)
Net Sales/Income from Operations	8,098	7,421	7,567	15,519	13,437	28,393
Profit / (Loss) before unwinding of discount under Ind AS 109 and Tax	3,346	335	8,315	3,682	12,738	26,912
Profit / (Loss) Before Tax	2,816	(203)	7,861	2,613	11,815	25,085
Profit (Loss) for the period	2,817	(203)	7,861	2,614	11,815	25,085
Total comprehensive income for the period	2,623	(140)	7,877	2,484	11,820	25,225

Navi Mumbai
October 17, 2019



By order of the Board
for 3i Infotech Limited

[Signature]

Padmanabhan Iyer
Managing Director and Global CEO

STANDALONE



3i Infotech Limited (CIN: L67120MH1993PLC074411)

Regd. office: Tower # 5, 3rd to 6th Floors, International Infotech Park, Vashi, Navi Mumbai 400 703

Email: investors@3i-infotech.com

Website: www.3i-infotech.com

Tel No.: 022-7123 8000

Statement of Standalone Unaudited Financial Results for the quarter and six months ended September 30, 2019

(Rupees in Lakhs)

Particulars	3 months ended (30/09/2019) (Unaudited)	Preceding 3 months ended (30/09/2019) (Unaudited)	Corresponding 3 months ended in the previous year (30/09/2018) (Unaudited)	Year to Date figures for current period ended (30/09/2019) (Unaudited)	Year to Date figures for previous period ended (30/09/2018) (Unaudited)	Year to Date figures for previous period ended (31/03/2019) (Audited)
I Revenue from Operations	8,098	7,421	7,567	15,519	13,437	28,393
II Other Income (excluding unwinding of discount under Ind AS 109 on Fair Valuation of Investment in Preference Shares) (See Note 2)	223	318	251	542	1,119	14,976
Total Income (I+II) = III	8,322	7,739	7,818	16,061	14,556	43,369
IV Expenses						
(a) Employee benefits expense	3,029	3,500	1,785	6,528	4,605	8,863
(b) Cost of third party products and services	945	1,140	699	2,086	1,509	2,901
(c) Finance costs (excluding unwinding of discount under Ind AS 109 on Fair Valuation of Preference share Capital, FCCBs and Interest free debts) (See Note 2)	1,118	1,143	1,075	2,261	2,197	4,217
(d) Depreciation and amortization expense	406	389	168	795	334	682
(e) Other expenses	1,052	647	1,045	1,699	2,489	4,961
Total Expenses (IV)	6,550	6,819	4,772	13,369	11,134	21,624
V Profit / (Loss) before Forex Gain/Loss and Tax (III-IV)	1,772	920	3,046	2,692	3,422	21,745
VI Foreign exchange loss/(gain) (net)	(1,575)	585	(5,269)	(990)	(9,316)	(5,167)
VII Profit / (Loss) before and Tax (V-VI)	3,347	335	8,315	3,682	12,738	26,912
VIII Unwinding of discount under Ind AS 109 expenses / (income) (net) on Fair Valuation of Investment in Preference Shares, Preference Share Capital, FCCB's and interest free debts (See Note 2)	531	538	454	1,069	923	1,827
IX Profit / (Loss) before Tax (VII-VIII)	2,816	(203)	7,861	2,613	11,815	25,085
X Tax expense	-	-	-	-	-	-
XI Profit (Loss) for the period (IX-X)	2,816	(203)	7,861	2,614	11,815	25,085
XII Other Comprehensive Income						
A (i) Other Comprehensive income not to be reclassified to profit and loss	(193)	63	16	(130)	5	140
(ii) Income tax relating to items that will not be reclassified to profit and loss.	-	-	-	-	-	-
XIII Total Comprehensive Income for the period (XI+XII)	2,623	(140)	7,877	2,484	11,820	25,225
XIV Paid-up equity share capital (Face value of Rs. 10 per share)	161,664	161,664	161,591	161,664	161,591	161,664
XV Earnings per equity share						
Basic & Diluted EPS (on Profit for the period)	0.17	(0.01)	0.49	0.16	0.73	1.55
The below EPS is calculated on Profit for the period before unwinding of discount under Ind AS 109 (See Note 2)						
Basic & Diluted EPS (on Profit for the period before unwinding of discount under Ind AS 109)	0.21	0.02	0.51	0.23	0.79	1.67





3i Infotech Limited (CIN: L67120MH1993PLC074411)

Regd. office: Tower # 5, 3rd to 6th Floors, International Infotech Park, Vashi, Navi Mumbai 400 703

Email: investors@3i-infotech.com

Website: www.3i-infotech.com

Tel No.:022-7123 8000

Unaudited Standalone Balance Sheet as at September 30, 2019

(Rupees in Lakhs)

Particulars	As at 30/09/2019	As at 31/03/2019
ASSETS		
1 Non-current assets		
a. Property, plant and equipment	17,717	13,864
b. Other Intangible assets	22,430	22,466
c. Financial assets		
(i) Investments	118,205	116,721
(ii) Loans	4,083	4,083
(iii) Other financial assets	871	514
d. Income tax asset (net)	10,545	9,817
e. Other non-current assets	573	801
Total non-current assets	174,424	168,266
2 Current assets		
a. Financial assets		
(i) Investments	-	-
(ii) Trade receivables	62,512	62,900
(iii) Cash and cash equivalents	7,790	7,947
(iv) Other balances with banks	0	0
(v) Loans	0	1
(vi) Other financial assets	6,376	5,889
b. Other Current assets	1,218	803
Total current assets	77,896	77,540
Total Asset	252,320	245,806
EQUITY AND LIABILITIES		
1 Equity		
a. Equity Share capital	161,664	161,664
b. Other equity	(118,943)	(121,424)
Equity attributable to shareholders of the Company	42,721	40,240
Total equity	42,721	40,240
2 Liabilities		
Non-current liabilities		
a. Financial liabilities		
(i) Borrowings	80,014	81,215
(ii) Other financial liabilities	3,982	
b. Provisions	1,700	1,539
Total non-current liabilities	85,696	82,754
Current liabilities		
a. Financial liabilities		
(i) Borrowings	1,233	1,213
(ii) Trade payables		
a. Trade payables to Micro Enterprises and Small Enterprises	2	2
b. Trade payables to others	5,279	6,694
(iii) Other financial liabilities	116,143	113,873
b. Provisions	210	196
c. Other current liabilities	1,036	834
Total current liabilities	123,903	122,812
TOTAL EQUITY AND LIABILITIES	252,320	245,806



- 1 The standalone financial results of the Company for the quarter and half year ended September 30, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 17, 2019.
- 2 As required under Ind AS 109, there has been a net additional income (notional) on financial instruments; viz. Preference shares ; FCCBs ; interest free debts and Investment in Preference Shares, which has been shown as a separate line item; viz. Item no. VIII in the Financial Results.
- 3 The Company had received approval from the Ministry of Corporate Affairs (MCA) for waiver of Rs. 61,54,452/- against a total remuneration of Rs. 1,23,08,903/- paid to the Managing Director of the Company for the period from 11/8/2016 to 31/3/2017 with a direction to the Company to recover remaining (excess) remuneration of Rs.61,54,451/-.

The Company had obtained approval from lenders and also from Shareholders at the Annual General Meeting held on September 6, 2017 for the excess remuneration paid to the Managing Director. The Company has obtained a legal opinion from its counsels which states that, upon the enforcement of the amendment to Section 197(10) of the Companies Act 2013, the recovery of the balance remuneration from the Managing Director to the Company in itself, can be said to stand waived and consequently the Managing Director's obligation to refund this amount will also cease to exist. The Board of Directors, on the basis of the opinion and subject to the approval of the Shareholders, if required, have waived the recovery of the excess remuneration vide resolution passed at the Board Meeting held on January 18, 2019.
- 4 During the quarter, 3i Infotech Netherlands B.V. was incorporated as a step-down subsidiary in the Netherlands on July 11, 2019 to tap the business opportunities in that region.
- 5 Effective April 1, 2019, the Company has adopted Ind AS 116. The comparative information is not restated in the consolidated financials results. The adoption of this standard does not have any material impact to the consolidated financial results of the Company.
- 6 Figures for the previous period have been regrouped/rearranged wherever necessary to conform to the presentation of the current period.
- 7 The results for the quarter and period ended September 30, 2019 are available on BSE Limited's website (www.bseindia.com), National Stock Exchange of India Limited's website (www.nseindia.com) and on the Company's website (www.3i-infotech.com).



Navi Mumbai
October 17, 2019

By order of the Board
for 3i Infotech Limited


Padmanabhan Iyer
Managing Director and Global CEO

3I INFOTECH LIMITED
CONSOLIDATED CASH FLOWS STATEMENT

(Rupees in lakhs)

Particulars	September 30, 2019	March 31, 2019
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit/(Loss) before income tax	2,300	7,911
Adjustments for:	-	-
Depreciation and amortisation expense	1,080	211
Employee share-based payment expense	168	68
Other income	548	(635)
Remeasurement of Defined Benefit Obligation	(201)	185
Allowance for doubtful debts	263	359
Interest income classified as investing cash flows	(281)	(436)
Finance costs	4,564	8,423
Net foreign exchange differences	193	512
Change in operating assets and liabilities:	-	-
(Increase)/Decrease in trade receivables	1,014	(2,949)
(Increase)/Decrease in inventories	16	39
Increase/(decrease) in trade payables	(3,807)	(795)
(Increase) in other financial assets	(968)	(3,164)
(Increase)/decrease in other non-current assets	389	(598)
(Increase)/decrease in other current assets	(1,788)	(758)
Increase/(decrease) in provisions	294	153
Increase in other current liabilities	1,278	5,580
Cash generated from operations	5,062	14,106
Less: Income taxes paid / (Refund) (Net)	(159)	624
Net cash inflow from operating activities	4,903	14,730
CASH FLOWS FROM INVESTING ACTIVITIES:	-	-
Payments for property, plant and equipment	(974)	(1,082)
Payments for software development costs	(72)	543
Loans to employees	-	(0)
Repayment of loans by employees	(0)	13
Interest received	306	49
Net cash inflow/(outflow) from investing activities	(740)	(477)
CASH FLOWS FROM FINANCING ACTIVITIES:	-	-
Proceeds from/(Repayment of) borrowings	(1,225)	(4,505)
Interest paid	(2,440)	(4,423)
Rent - Right-To-Use Assets (IndAS116)	(684)	-
Dividends paid	-	(64)
Dividend distribution tax paid	-	(32)
Net cash inflow/ (outflow) from financing activities	(4,349)	(9,024)
Net increase (decrease) in cash and cash equivalents	(186)	5,229
Cash and Cash Equivalents at the beginning of the financial year	10,119	4,890
Cash and Cash Equivalents at end of the year	9,933	10,119
Reconciliation of cash and cash equivalents as per the cash flow statement:	-	-
Cash and cash equivalents as per above comprise of the following:	-	-
Balances with banks:	-	-
-On current accounts	2,091	2,690
-On deposit accounts	7,841	7,428
Cash on hand	1	1
Balances as per statement of cash flows	9,933	10,119



STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED SEPTEMBER 30, 2019

(Amount in INR lacs)

Particulars	Notes	H1 2019-20	2018-19
CASH FLOWS FROM OPERATING ACTIVITIES:			
Profit/(Loss) before income tax:		2,614	25,086
Adjustments for:			
Depreciation and amortisation expense		795	682
Employee share-based payment expense		168	68
Allowance for doubtful debts		(408)	(164)
Net loss on disposal of property, plant and equipment		-	2
Net gain on disposal of property, plant and equipment		(0)	-
Guarantee Commission Income		(50)	(96)
Interest Income on Financial Assets at Amortised Cost		(980)	(1,916)
Miscellaneous Income		(69)	(12,998)
Remeasurement of Employee benefit obligation		(130)	140
Interest income classified as investing cash flows		(467)	(1,812)
Finance costs		4,360	8,056
Net foreign exchange differences		(990)	(5,167)
Change in operating assets and liabilities:			
(Increase)/Decrease in trade receivables		1,993	(3,173)
Increase/(decrease) in trade payables		(1,315)	(528)
(Increase) in other financial assets		(378)	(1,171)
(Increase)/decrease in other non-current assets		229	(360)
(Increase)/decrease in other current assets		(412)	(148)
Increase/(decrease) in provisions		155	42
Increase in other current liabilities		549	(566)
Cash generated from operations		5,664	5,977
Less: Income taxes paid/refund		723	(2,675)
Net cash inflow from operating activities		4,941	8,652
CASH FLOWS FROM INVESTING ACTIVITIES:			
Payments for property, plant and equipment		(467)	(382)
Payments for software development costs		(1)	(8)
Proceeds from sale of property, plant and equipment		1	0
Repayment of loans by employees		0	13
Interest received		-	639
Net cash outflow from investing activities		(467)	262
CASH FLOWS FROM FINANCING ACTIVITIES:			
Rent - Right-To-Use Assets (IndAS116)		(530)	-
Repayment of borrowings		(2,169)	(251)
Repayment of borrowings - Related Parties		0	(293)
Interest paid		(1,931)	(3,551)
Dividends paid		(0)	(64)
Dividend distribution tax paid		(0)	(32)
Net cash inflow (outflow) from financing activities		(4,630)	(4,191)
Net increase (decrease) in cash and cash equivalents		(157)	4,725
Cash and Cash Equivalents at the beginning of the financial year		7,947	3,222
Effects of exchange rate changes on Cash and Cash Equivalents		-	-
Cash and Cash Equivalents at end of the year		7,790	7,947
Cash and cash equivalents as per above comprise of the following:			
Cash and cash equivalents			
Balances with banks:			
- On current accounts		171	519
- On deposit accounts		7,618	7,428
Cash on hand		0	0
Balances per statement of cash flows		7,790	7,947