

**CONSOLIDATED**



**3i Infotech**  
LIMITLESS EXCELLENCE

**3i Infotech Limited (CIN: L67120MH1993PLC074411)**

Regd. office: Tower # 5, International Infotech Park, Vashi Station Complex, Navi Mumbai 400703, Maharashtra, India.

Email: investors@3i-infotech.com

Website: www.3i-infotech.com

Tel No.:022-7123 8000

**Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2021**

**(Rupees in Lakhs) Except EPS**

	Particulars	Quarter Ended			Year Ended
		(30/06/2021) (Unaudited)	(31/03/2021) (Audited)	(30/06/2020) (Unaudited- Restated)	(31/03/2021) (Audited)
I	Revenue from Operations	15,986	14,918	14,952	60,862
II	Other Income	327	1,135	481	2,359
III	<b>Total Income (I+II)</b>	<b>16,313</b>	<b>16,053</b>	<b>15,433</b>	<b>63,221</b>
IV	<b>Expenses</b>				
(a)	Employee benefits expense	12,340	13,865	11,999	49,639
(b)	Cost of third party products and services	1,443	2,074	1,519	5,706
(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)	160	885	999	3,804
(d)	Depreciation and amortization expense*	290	339	487	1,542
(e)	Other expenses	2,054	5,375	775	9,015
	<b>Total Expenses (IV)</b>	<b>16,287</b>	<b>22,538</b>	<b>15,779</b>	<b>69,706</b>
V	<b>Profit / (Loss) before Forex loss / (gain) and Tax (III-IV)</b>	<b>26</b>	<b>(6,485)</b>	<b>(346)</b>	<b>(6,485)</b>
VI	Foreign exchange loss/(gain) (net)	48	(69)	(123)	(199)
VII	<b>Profit / (Loss) before Tax (V-VI)</b>	<b>(22)</b>	<b>(6,416)</b>	<b>(223)</b>	<b>(6,286)</b>
VIII	Unwinding of discount under Ind AS 109 on Fair Valuation of Preference Share Capital, FCCBs and Interest free debts (See Note 2)	93	1,178	1,160	4,669
IX	<b>Profit / (Loss) before Exceptional Items and Tax (VII-VIII)</b>	<b>(115)</b>	<b>(7,594)</b>	<b>(1,383)</b>	<b>(10,955)</b>
X	Exceptional Item - Expense / (Income)	565	(39,038)	-	(39,038)
XI	<b>Profit / (Loss) before Tax (IX-X)</b>	<b>(680)</b>	<b>31,444</b>	<b>(1,383)</b>	<b>28,083</b>
XII	Tax expense	107	1,293	155	2,306
XIII	<b>Profit / (Loss) for the period (XI-XII)</b>	<b>(787)</b>	<b>30,151</b>	<b>(1,538)</b>	<b>25,777</b>
XIV	<b>Profit/(loss) for the year from Discontinued Operations</b>	-	4,198	2,587	13,339
XV	<b>Other Comprehensive Income</b>				
	A.(i) Other Comprehensive income not to be reclassified to profit and loss	(143)	(337)	153	(443)
	(ii) Income tax relating to items that will not be reclassified to profit and loss.	11	55	(23)	46
XVI	<b>Total Comprehensive income for the period (XIII+XIV+XV)</b>	<b>(919)</b>	<b>34,067</b>	<b>1,179</b>	<b>38,719</b>
	<b>Profit for the year attributable to:</b>				
	Equity holders of the parent	(787)	34,349	1,049	39,116
	Non-controlling interests	-	-	-	-
	<b>Total comprehensive income for the year attributable to:</b>				
	Equity holders of the parent	(919)	34,067	1,179	38,719
	Non-controlling interests	-	-	-	-
XVII	<b>Paid-up equity share capital (Face value of Rs.10 per share)</b>	1,61,665	1,61,665	1,61,665	1,61,665
XVIII	<b>Earnings per equity share (Rs.)</b>				
	Basic & Diluted EPS (on Profit for the period-Continuing Operations)	(0.05)	1.87	(0.10)	1.59
	Basic & Diluted EPS (on Profit for the period-Discontinued Operations)	-	0.26	0.16	0.83
	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)	(0.04)	1.94	(0.02)	1.88

**CONSOLIDATED**

**Notes:**

- 1 The consolidated financial results of the Company for the quarter ended June 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 10, 2021.
- 2 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 VIII) in the Financial Results.
- 3 The Scheme of Arrangement between the Company and its Shareholders under sections 230 to 232 of the Companies Act, 2013 ("Scheme") was sanctioned by the Hon'ble National Company Law Tribunal, Mumbai Bench (NCLT) vide order pronounced on April 26, 2021. Certified copy of the NCLT order was received by the Company on June 10, 2021, and filed with Registrar of Companies on June 15, 2021 to make the Scheme effective. The Board of Directors, at its meeting held on August 10, 2021 has fixed Tuesday, August 31, 2021 as the Record Date for the purpose of determining the shareholders whose shares will be reduced and consolidated pursuant to the Scheme.  
Accordingly, the entire issued, subscribed and paid up equity share capital of the Company as on the Record Date shall stand reduced, by reducing the face value of the equity shares, from the present sum of INR 10 (Ten) each fully paid to equity shares of INR 1 (One) each fully paid and by, immediately thereupon, consolidating 10 (Ten) equity shares of face value of INR 1 (One) each (as reduced) into 1 (One) fully paid up equity share of INR 10 (Ten) each.
- 4 During the quarter, the Company has, on May 27, 2021, completed early redemption of outstanding Preference Shares (i.e. Class A and Class B) amounting to INR 431.01 crores, except one Preference Shareholder of Class B on such terms as agreed between the Preference Shareholders and the Company. The Company has made a gain of INR 109.51 crores on Preference Shares and loss on recompensation to lenders of INR 112.52 crores, the net impact of the transaction is INR 3.01 crores and the same has been disclosed under exceptional item of the results.
- 5 As informed in the Company's intimation to stock exchanges dated March 31, 2021, the Company has completed the slump sale of the global software products business of the Company (including its worldwide subsidiaries other than the sale of such business of its subsidiaries in Saudi Arabia and Thailand, the completion of which is to occur separately subject to regulatory approvals) on a going concern basis to Azentio Software Private Limited (and its affiliates) ("Buyer"), pursuant to inter alia the business transfer agreement dated December 28, 2020 executed between the Company and the Buyer. The Company has receivable and payables to the Buyer for various transactions such as part consideration receivable, debtors collection, receivable for services provided to the Buyer, shared premises etc. The reconciliation and closure of all the transaction is still going on. The impact of such reconciliation will not have material impact on the financial results of the Company.
- 6 The Company has incurred business transfer expenditure amounting to INR 2.64 crores in quarter ending June 30, 2021 in relation to transfer of business to the Buyer and the same is classified as an exceptional item due to its non-recurring nature and being related to the discontinued operations.
- 7 During the quarter, the Company has approached the Reserve Bank of India (RBI) for its approval towards early redemption of the outstanding foreign currency convertible bonds ("Bonds") of the Company upon obtaining approval of the Bondholders for the same. The Company will convene a separate Board Meeting to obtain approval of the Board for change in terms of redemption of outstanding Bonds and for fixing the record date for repayment of outstanding Bonds to Bondholders post receipt of approval from RBI and necessary intimations regarding the same will be sent to the Stock Exchanges as per SEBI Listing Regulations.
- 8 During the quarter, Elegon Infotech Limited, the wholly-owned subsidiary of the Company located in Chengdu, Sichuan province of the People's Republic of China, has been voluntarily wound-up on June 28, 2021. The Company received an intimation in this regard from China on July 16, 2021. The communication was in Mandarin and a translation of the communication was received on July 19, 2021.
- 9 The books of accounts of 3i Infotech Saudi Arabia LLC reflect debit balances /credit balances net amounting to INR 4.08 crores. This net difference represents entries passed in previous financial years in various accounts based on local accounting and compliance requirements which has not been incorporated in the above consolidated results. The Company is in the process of reconciling the differences.
- 10 Estimation of uncertainties relating to the global health pandemic from COVID-19 ( COVID-19):  
The Group has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues, goodwill and intangible assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Group, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts and consensus estimates from market sources on the expected future performance of the Group. The Group has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered.
- 11 Figures for the previous period have been regrouped/rearranged wherever necessary to conform to the presentation of the current period.
- 12 The results for the quarter ended June 30, 2021 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).
- 13 The disclosure in respect of standalone financials are as under:

(Rupees in Lakhs)

Particulars	Quarter Ended			
	(30/06/2021) (Unaudited)	(31/03/2021) (Audited)	(30/06/2020) (Unaudited- Restated)	(31/03/2021) (Audited)
Net Sales/Income from Operations	5,310	5,222	4,957	20,777
Profit/(Loss) before unwinding of discount under IndAS109 & Tax	2,269	(3,001)	1,509	(1,344)
Profit / (Loss) Before Tax	2,740	(3,585)	934	(3,632)
Profit (Loss) for the period	2,175	25,465	928	25,404
Total comprehensive income for the period	2,120	27,779	2,519	32,161

**By order of the Board  
for 3i Infotech Limited**

**Navi Mumbai  
August 10, 2021**

**Thompson Gnanam  
Managing Director & Global CEO**

**CONSOLIDATED**



**3i Infotech Limited (CIN: L67120MH1993PLC074411)**

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**Unaudited Consolidated Segment Information for the quarter ended June 30, 2021**

	Particulars	Quarter Ended			Year Ended
		(30/06/2021) (Unaudited)	(31/03/2021) (Audited)	(30/06/2020) (Unaudited- Restated)	(31/03/2021) (Audited)
1	<b>Segment Revenue</b>				
	IT Solutions	14,535	13,366	13,882	55,593
	Transaction Services	1,451	1,552	1,070	5,269
	<b>Total Net Sales/Income From Operations (a+b)</b>	<b>15,986</b>	<b>14,918</b>	<b>14,952</b>	<b>60,862</b>
2	<b>Segment Results (Gross Profit)</b>				
	IT Solutions	2,289	1,406	2,092	8,005
	Transaction Services	322	335	122	940
	<b>Total</b>	<b>2,611</b>	<b>1,741</b>	<b>2,214</b>	<b>8,945</b>
<b>Less:</b>					
(i)	Operating, Selling and Other expenses	2,462	8,137	1,555	12,443
(ii)	Finance cost (including unwinding of discount under Ind AS 109) (See Note 3)	253	2,063	2,159	8,473
(iii)	Depreciation & Amortization	290	339	487	1,542
(iv)	Foreign Exchange loss/(gain)	48	(69)	(123)	(199)
<b>Add:</b>					
(v)	Un-allocable income	327	1,135	481	2,359
	Exceptional Item	(565)	39,038	-	39,038
	<b>Total Profit Before Tax</b>	<b>(680)</b>	<b>31,444</b>	<b>(1,383)</b>	<b>28,083</b>

The 3i Infotech Group (the "Group") undertakes sale of 'IT Solutions' (software 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.

## STANDALONE



## 3i Infotech Limited (CIN: L67120MH1993PLC074411)

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## Statement of Standalone Unaudited Financial Results for the quarter ended June 30, 2021

(Rupees in Lakhs) Except EPS

	Particulars	Quarter Ended			Year Ended
		(30/06/2021) (Unaudited)	(31/03/2021) (Audited)	(30/06/2020) (Unaudited- Restated)	(31/03/2021) (Audited)
I	Revenue from Operations	5,310	5,222	4,957	20,777
II	Other Income (excluding unwinding of discount under Ind AS 109 on Fair Valuation of Investment in Preference Shares) (See Note 3)	373	913	501	2,010
III	<b>Total Income (I+II)</b>	<b>5,683</b>	<b>6,135</b>	<b>5,458</b>	<b>22,787</b>
IV	<b>Expenses</b>				
(a)	Employee benefits expense	2,269	3,742	2,047	8,841
(b)	Cost of third party products and services	1,633	1,695	1,383	5,441
(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)	193	835	971	3,746
(d)	Depreciation and amortization expense	245	263	416	1,281
(e)	Other expenses	578	1,970	133	3,115
	<b>Total Expenses (IV)</b>	<b>4,918</b>	<b>8,505</b>	<b>4,950</b>	<b>22,424</b>
V	<b>Profit / (Loss) before Forex loss / (gain) and Tax (III-IV)</b>	<b>765</b>	<b>(2,370)</b>	<b>508</b>	<b>363</b>
VI	Foreign exchange loss/(gain) (net)	(1,504)	631	(1,001)	1,707
VII	<b>Profit / (Loss) before Tax (V-VI)</b>	<b>2,269</b>	<b>(3,001)</b>	<b>1,509</b>	<b>(1,344)</b>
VIII	Unwinding of discount under Ind AS 109 expenses / (income) (net) on Fair Valuation of Investment in Preference Shares, Preference Share Capital, FCCBs and interest free debts (See Note 2)	(471)	584	575	2,288
IX	<b>Profit / (Loss) before Exceptional Items and Tax (VII-VIII)</b>	<b>2,740</b>	<b>(3,585)</b>	<b>934</b>	<b>(3,632)</b>
X	Exceptional Item - Expense / (Income)	565	(29,051)	-	(29,051)
XI	<b>Profit / (Loss) before Tax (IX-X)</b>	<b>2,175</b>	<b>25,466</b>	<b>934</b>	<b>25,419</b>
XII	Tax expense	-	1	6	15
XIII	<b>Profit / (Loss) for the period (XI-XII)</b>	<b>2,175</b>	<b>25,465</b>	<b>928</b>	<b>25,404</b>
XIV	<b>Profit/(loss) for the year from Discontinued Operations</b>	-	2,326	1,476	7,037
XV	<b>Other Comprehensive Income</b>				
	A.(i) Other Comprehensive income not to be reclassified to profit and loss	(55)	(12)	115	(280)
	(ii) Income tax relating to items that will not be reclassified to profit and loss.	-	-	-	-
XVI	<b>Total Comprehensive income for the period (XIII+XIV+XV)</b>	<b>2,120</b>	<b>27,779</b>	<b>2,519</b>	<b>32,161</b>
XVII	<b>Paid-up equity share capital (Face value of Rs.10 per share)</b>	1,61,665	1,61,665	1,61,665	1,61,665
XVIII	<b>Earnings per equity share (Rs.)</b>				
	Basic & Diluted EPS (on Profit for the period-Continuing Operations)	0.13	1.58	0.06	1.57
	Basic & Diluted EPS (on Profit for the period-Discontinued Operations)	-	0.14	0.09	0.44
	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)	0.11	1.61	0.09	1.71

**STANDALONE****Notes:**

- 1 The standalone financial results of the Company for the quarter ended June 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 10, 2021.
- 2 As required under Ind AS 109, there has been a net additional income/expense (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 VIII) in the Financial Results.
- 3 The Scheme of Arrangement between the Company and its Shareholders under sections 230 to 232 of the Companies Act, 2013 ("Scheme") was sanctioned by the Hon'ble National Company Law Tribunal, Mumbai Bench (NCLT) vide order pronounced on April 26, 2021. Certified copy of the NCLT order was received by the Company on June 10, 2021, and filed with Registrar of Companies on June 15, 2021 to make the Scheme effective. The Board of Directors, at its meeting held on August 10, 2021 has fixed Tuesday, August 31, 2021 as the Record Date for the purpose of determining the shareholders whose shares will be reduced and consolidated pursuant to the Scheme. Accordingly, the entire issued, subscribed and paid up equity share capital of the Company as on the Record Date shall stand reduced, by reducing the face value of the equity shares, from the present sum of INR 10 (Ten) each fully paid to equity shares of INR 1 (One) each fully paid and by, immediately thereupon, consolidating 10 (Ten) equity shares of face value of INR 1 (One) each (as reduced) into 1 (One) fully paid up equity share of INR 10 (Ten) each.
- 4 During the quarter, the Company has, on May 27, 2021, completed early redemption of outstanding Preference Shares (i.e. Class A and Class B) amounting to INR 431.01 crores, except one Preference Shareholder of Class B on such terms as agreed between the Preference Shareholders and the Company. The Company has made a gain of INR 109.51 crores on Preference Shares and loss on recompensation to lenders of INR 112.52 crores, the net impact of the transaction is INR 3.01 crores and the same has been disclosed under exceptional item of the results.
- 5 As informed in the Company's intimation to stock exchanges dated March 31, 2021, the Company has completed the slump sale of the global software products business of the Company (including its worldwide subsidiaries other than the sale of such business of its subsidiaries in Saudi Arabia and Thailand, the completion of which is to occur separately subject to regulatory approvals) on a going concern basis to Azentio Software Private Limited (and its affiliates) ("Buyer"), pursuant to inter alia the business transfer agreement dated December 28, 2020 executed between the Company and the Buyer. The Company has receivable and payables to the Buyer for various transactions such as part consideration receivable, debtors collection, receivable for services provided to the Buyer, shared premises etc. The reconciliation and closure of all the transaction is still going on. The impact of such reconciliation will not have material impact on the financial results of the Company.
- 6 The Company has incurred business transfer expenditure amounting to INR 2.64 crores in quarter ending June 30, 2021 in relation to transfer of business to the Buyer and the same is classified as an exceptional item due to its non-recurring nature and being related to the discontinued operations.
- 7 During the quarter, the Company has approached the Reserve Bank of India (RBI) for its approval towards early redemption of the outstanding foreign currency convertible bonds ("Bonds") of the Company upon obtaining approval of the Bondholders for the same. The Company will convene a separate Board Meeting to obtain approval of the Board for change in terms of redemption of outstanding Bonds and for fixing the record date for repayment of outstanding Bonds to Bondholders post receipt of approval from RBI and necessary intimations regarding the same will be sent to the Stock Exchanges as per SEBI Listing Regulations.
- 8 During the quarter, Elegon Infotech Limited, the wholly-owned subsidiary of the Company located in Chengdu, Sichuan province of the People's Republic of China, has been voluntarily wound-up on June 28, 2021. The Company received an intimation in this regard from China on July 16, 2021. The communication was in Mandarin and a translation of the communication was received on July 19, 2021.
- 9 The books of accounts of the parent and subsidiaries reflect debit balances /credit balances of the counter entity. In case of 3i Infotech Limited, the parent and 3i Infotech Saudi Arabia LLC a subsidiary there is a difference in the balances reflected to the tune of INR 73.36 crores. This net difference represents entries passed in previous financial years in various accounts based on local accounting and compliance requirements. The Company is in the process of obtaining required approvals to pass the necessary accounting entries to eliminate the differences.
- 10 Estimation of uncertainties relating to the global health pandemic from COVID-19 ( COVID-19):  
The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues, goodwill and intangible assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts and consensus estimates from market sources on the expected future performance of the Company. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered.
- 11 Figures for the previous period have been regrouped/rearranged wherever necessary to conform to the presentation of the current period.
- 12 The results for the quarter ended June 30, 2021 are available on BSE Limited's website ([www.bseindia.com](http://www.bseindia.com)), National Stock Exchange of India Limited's website ([www.nseindia.com](http://www.nseindia.com)) and on the Company's website ([www.3i-infotech.com](http://www.3i-infotech.com)).

**By order of the Board  
for 3i Infotech Limited**

**Navi Mumbai  
August 10, 2021**

**Thompson Gnanam  
Managing Director & Global CEO**