

HCL TECHNOLOGIES LTD.

Corporate Identity Number: L74140DL1991PLC046369

Technology Hub, Special Economic Zone

Plot No : 3A, Sector 126, NOIDA 201 304, UP, India.

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HCL Technologies Limited
CORPORATE IDENTITY NUMBER: L74140DL1991PLC046369
REGISTERED OFFICE: 806, SIDDHARTH, 96 NEHRU PLACE, NEW DELHI, 110 019
CORPORATE OFFICE: PLOT NO. 3A, SECTOR 126, NOIDA 201 304, U.P., INDIA
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Statement of Standalone Financial Results of HCL Technologies Limited as per Ind AS:

(₹ in lacs)

Particulars	Three months ended (Unaudited)			Year to date ended (Unaudited)		Previous year ended (Audited)
	30 September 2016	30 June 2016	30 September 2015	30 September 2016	30 September 2015 (Refer note 4)	31 March 2016 (Refer note 4)
Revenues from operations	470,577	460,880	435,015	931,457	435,015	1,343,464
Total income from operations	470,577	460,880	435,015	931,457	435,015	1,343,464
Expenses						
Purchase of traded goods	1,451	6,452	4,760	7,903	4,760	16,266
Change in inventories of traded goods	900	(3,835)	(2,809)	(2,935)	(2,809)	(4,679)
Employee benefits expense	163,967	156,951	163,514	320,918	163,514	486,692
Outsourcing cost	53,400	42,552	59,042	95,952	59,042	164,443
Travel and conveyance	18,407	19,275	22,400	37,682	22,400	62,109
Exchange (gain)/loss	(9)	(7,919)	(2,707)	(7,928)	(2,707)	(9,652)
Depreciation and amortization expense	10,227	9,336	8,838	19,563	8,838	27,689
Other expenses	36,214	36,498	32,833	72,712	32,833	105,049
Total expenses	284,557	259,310	285,871	543,867	285,871	847,917
Profit from operations before other income, finance costs and exceptional items	186,020	201,570	149,144	387,590	149,144	495,547
Other income	23,787	22,001	26,811	45,788	26,811	87,401
Profit from ordinary activities before finance costs and exceptional items	209,807	223,571	175,955	433,378	175,955	582,948
Finance costs	249	1,027	1,665	1,276	1,665	4,582
Profit from ordinary activities after finance costs but before exceptional items	209,558	222,544	174,290	432,102	174,290	578,366
Exceptional items	-	-	-	-	-	-
Profit from ordinary activities before tax	209,558	222,544	174,290	432,102	174,290	578,366
Tax expenses	40,486	42,615	34,361	83,101	34,361	106,320
Net profit from ordinary activities after tax	169,072	179,929	139,929	349,001	139,929	472,046
Extraordinary items (net of tax expense ₹ Nil)	-	-	-	-	-	-
Net profit for the period	169,072	179,929	139,929	349,001	139,929	472,046
Other Comprehensive Income	10,230	2,901	(2,390)	13,131	(2,390)	6,887
Total Comprehensive Income	179,302	182,830	137,539	362,132	137,539	478,933
Paid up equity share capital (Par Value ₹ 2 each)	28,218	28,215	28,125	28,218	28,125	28,208
Other Equity	-	-	-	-	-	2,121,449
Earnings per equity share (before extraordinary items) (₹) (not annualised)						
Basic	11.98	12.76	9.95	24.74	9.95	33.53
Diluted	11.97	12.74	9.90	24.71	9.90	33.44
Earnings per equity share (after extraordinary items) (₹) (not annualised)						
Basic	11.98	12.76	9.95	24.74	9.95	33.53
Diluted	11.97	12.74	9.90	24.71	9.90	33.44
Dividend per share (par value ₹ 2 each) ₹						
Interim dividend	6.00	6.00	5.00	12.00	5.00	16.00
Final dividend	-	-	-	-	-	-
Total dividend	6.00	6.00	5.00	12.00	5.00	16.00

Segment Information of Standalone Financial Results :

(₹ in lacs)

Particulars	Three months ended (Unaudited)			Year to date ended (Unaudited)		Previous year ended (Audited)
	30 September 2016	30 June 2016	30 September 2015	30 September 2016	30 September 2015 (Refer note 4)	31 March 2016 (Refer note 4)
Segment Revenues						
Software services	280,949	275,753	264,642	556,702	264,642	803,481
Business process outsourcing services	23,333	20,102	30,091	43,435	30,091	89,585
IT infrastructure services	166,295	165,025	140,282	331,320	140,282	450,398
Total	470,577	460,880	435,015	931,457	435,015	1,343,464
Less : Inter-segment revenue	-	-	-	-	-	-
Net revenue from operations	470,577	460,880	435,015	931,457	435,015	1,343,464
Segment Results						
Software services	106,483	114,393	93,460	220,876	93,460	293,493
Business process outsourcing services	1,852	(566)	3,987	1,286	3,987	16,885
IT infrastructure services	77,677	79,824	49,251	157,501	49,251	179,774
Total	186,012	193,651	146,698	379,663	146,698	490,152
Less :						
Finance cost	249	1,027	1,665	1,276	1,665	4,582
Other un-allocable expenditure / (income), net	(23,795)	(29,920)	(29,257)	(53,715)	(29,257)	(92,796)
Net profit before tax	209,558	222,544	174,290	432,102	174,290	578,366

Segmental capital employed

Assets and liabilities are not identified to any reportable segments, since the Company uses them interchangeably across segments and consequently, the management believes that it is not practicable to provide segment disclosures relating to total assets and liabilities.


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Statement of Assets and Liabilities (Standalone) :

		(₹ in Lacs)	
Particulars		As at current half year ended 30 September 2016 (Unaudited)	As at previous year ended 31 March 2016 (Audited)
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment		
	(b) Capital work in progress	290,696	276,290
	(c) Goodwill	58,153	58,212
	(d) Other intangible assets	1,816	1,816
	(e) Financial assets	274,616	3,518
	(i) Investments		
	(ii) Loans	350,258	350,258
	(iii) Others	9	1,500
	(f) Deferred tax assets (net)	9,984	7,547
	(g) Other non-current assets	126,074	117,972
	Sub- total- Non-current assets	77,132	77,673
2	Current assets	1,188,738	894,786
	(a) Inventories		
	(b) Financial assets	15,791	12,856
	(i) Investments		
	(ii) Trade receivables	44,488	47,172
	(iii) Cash and cash equivalents	267,721	408,453
	(iv) Other bank balances	20,323	12,517
	(v) Loans	893,392	853,779
	(vi) Others	202,095	201,437
	(c) Other current assets	34,939	22,159
	Sub- total- Current assets	284,280	205,645
	TOTAL ASSETS	1,763,029	1,764,018
B	EQUITY	2,951,767	2,658,804
	(a) Equity Share capital		
	(b) Other equity	28,218	28,208
	TOTAL EQUITY	2,280,423	2,121,449
		2,308,641	2,149,657
C	LIABILITIES		
1	Non - current liabilities		
	(a) Financial liabilities		
	(i) Borrowings		
	(ii) Others	2,869	2,816
	(b) Provisions	49,237	1,791
	(c) Other non-current liabilities	43,516	40,164
	Sub- total- Non - current liabilities	7,184	13,077
2	Current liabilities	102,806	57,848
	(a) Financial liabilities		
	(i) Borrowings		
	(ii) Trade payables	-	3
	(iii) Others	36,481	45,392
	(b) Other current liabilities	147,896	78,452
	(c) Provisions	254,422	249,984
	(d) Current tax liabilities (net)	11,126	9,885
	Sub- total- Current liabilities	90,395	67,583
	TOTAL EQUITY AND LIABILITIES	540,320	451,299
		2,951,767	2,658,804

Reconciliations between Standalone Financial Results, as previously reported (referred to as 'Previous GAAP') and Ind AS for quarters/year presented:

		(₹ in lacs)	
Particulars		Three months ended (Unaudited)	Previous year ended (Audited)
		30 September 2015	31 March 2016
Net Profit under Previous GAAP			
Impact on revenues from operations		140,463	473,368
a) Cost related to revenue recorded on gross basis when the Company is a principal to the transaction and not as an agent			
Other Impacts		43	129
a) Actuarial gain on employee defined benefit funds recognized in Other Comprehensive Income			
b) Difference in fair value and intrinsic value in ESOP charge for options vested after the transition date		(377)	(1,130)
c) Effect of fair value changes on lease deposits		(140)	(140)
d) Expenses recorded on gross basis when the Company is a principal to the transaction and not as an agent		(17)	(52)
Net Profit for the period under Ind AS		(43)	(129)
		139,929	472,046

Reconciliations between Standalone Equity, as previously reported (referred to as 'Previous GAAP') and Ind AS for year presented:

		(₹ in lacs)	
Particulars		Previous year ended (Audited)	
		31 March 2016	
Equity under Previous GAAP			
a) Impact of fair valuation of financial assets through other comprehensive income			2,150,891
b) Effect of fair value changes on lease deposits			56
c) Recognition of deferred tax liability using balance sheet approach on actuarial gains recognized in equity			(1,057)
Equity under Ind AS			(233)
			2,149,657



Statement of Consolidated Financial Results of HCL Technologies Limited as per Ind AS:

Particulars	Three months ended (Unaudited)			Year to date ended (Unaudited)		Previous year ended (Audited)
	30 September 2016	30 June 2016	30 September 2015	30 September 2016	30 September 2015 (Refer note 4)	31 March 2016 (Refer note 4)
	Revenues from operations	1,151,921	1,133,632	1,009,675	2,285,553	1,009,675
Total income from operations	1,151,921	1,133,632	1,009,675	2,285,553	1,009,675	3,113,594
Expenses						
Purchase of traded goods	17,789	18,027	25,703	35,816	25,703	81,273
Change in inventories of traded goods	6,244	(9,053)	(5,579)	(2,809)	(5,579)	(10,875)
Employee benefits expense	545,689	537,834	495,746	1,083,523	495,746	1,520,325
Outsourcing cost	221,060	199,444	162,398	420,504	162,398	501,414
Travel and conveyance	40,032	44,098	45,355	84,130	45,355	125,406
Exchange (gain)/loss	(3,109)	(6,597)	(2,051)	(9,706)	(2,051)	(3,528)
Depreciation and amortization expense	18,263	17,659	12,344	35,922	12,344	40,986
Other expenses	70,827	90,883	76,535	161,710	76,535	230,696
Total expenses	916,795	892,295	810,451	1,809,090	810,451	2,485,697
Profit from operations before other income, finance costs and exceptional items	235,126	241,337	199,224	476,463	199,224	627,897
Other income	21,697	22,327	24,646	44,024	24,646	83,400
Profit from ordinary activities before finance costs and exceptional items	256,823	263,664	223,870	520,487	223,870	711,297
Finance costs	1,071	2,818	2,584	3,889	2,584	7,390
Profit from ordinary activities after finance costs but before exceptional items	255,752	260,846	221,286	516,598	221,286	703,907
Exceptional items	-	-	-	-	-	-
Profit from ordinary activities before tax	255,752	260,846	221,286	516,598	221,286	703,907
Tax expenses	54,024	55,004	47,290	109,028	47,290	144,018
Net profit from ordinary activities after tax	201,728	205,842	173,996	407,570	173,996	559,889
Extraordinary items (net of tax expense ₹ Nil)	-	-	-	-	-	-
Net profit for the period	201,728	205,842	173,996	407,570	173,996	559,889
Share of (profit)/loss of associates	96	651	-	747	-	(476)
Minority interest	72	(329)	20	(257)	20	(75)
Net profit after tax, minority interest and share of profit/(loss) of associates	201,560	205,520	173,976	407,080	173,976	560,440
Other Comprehensive Income attributable to owners of the company	(11,636)	(442)	4,366	(12,078)	4,366	12,579
Other Comprehensive Income attributable to minority interest	(942)	(1,502)	-	(2,444)	-	-
Total Comprehensive Income attributable to owners of the company	189,924	205,078	178,342	395,002	178,342	573,019
Paid up equity share capital (Par Value ₹ 2 each)	28,218	28,215	28,125	28,218	28,125	28,208
Other Equity	-	-	-	-	-	2,710,869
Earnings per equity share (before extraordinary items) (₹) (not annualised)						
Basic	14.29	14.57	12.37	28.86	12.37	39.81
Diluted	14.27	14.55	12.30	28.82	12.30	39.70
Earnings per equity share (after extraordinary items) (₹) (not annualised)						
Basic	14.29	14.57	12.37	28.86	12.37	39.81
Diluted	14.27	14.55	12.30	28.82	12.30	39.70

Segment Information of Consolidated Financial Results :

Particulars	Three months ended (Unaudited)			Year to date ended (Unaudited)		Previous year ended (Audited)
	30 September 2016	30 June 2016	30 September 2015	30 September 2016	30 September 2015 (Refer note 4)	31 March 2016 (Refer note 4)
	Segment Revenues					
Software services	640,494	635,483	601,943	1,275,977	601,943	1,838,981
Business process outsourcing services	46,840	46,751	53,037	93,591	53,037	166,115
IT infrastructure services	464,587	451,398	354,695	915,985	354,695	1,108,498
Total	1,151,921	1,133,632	1,009,675	2,285,553	1,009,675	3,113,594
Less : Inter-segment revenue	-	-	-	-	-	-
Net revenue from operations	1,151,921	1,133,632	1,009,675	2,285,553	1,009,675	3,113,594
Segment Results						
Software services	133,184	137,671	118,253	270,855	118,253	369,516
Business process outsourcing services	5,672	4,399	4,157	10,071	4,157	25,656
IT infrastructure services	93,161	92,670	77,416	185,831	77,416	235,841
Total	232,017	234,740	199,826	466,757	199,826	631,013
Less : Finance cost	1,071	2,818	2,584	3,889	2,584	7,390
Other un-allocable expenditure / (income), net	(24,806)	(28,924)	(24,044)	(53,730)	(24,044)	(80,284)
Net profit before tax	255,752	260,846	221,286	516,598	221,286	703,907



Statement of Assets and Liabilities (Consolidated) :

		(₹ in Lacs)	
Particulars		As at current half year ended 30 September 2016 (Unaudited)	As at previous year ended 31 March 2016 (Audited)
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment		
	(b) Capital work in progress	371,948	359,538
	(c) Goodwill	60,580	61,090
	(d) Other intangible assets	558,363	577,532
	(e) Financial assets	309,096	34,539
	(i) Investments		
	(ii) Loans	15,897	16,191
	(iii) Others	9	1,500
	(f) Deferred tax assets (net)	42,367	40,777
	(g) Other non-current assets	187,499	181,109
	Sub- total- Non-current assets	141,593	163,614
2	Current assets	1,687,352	1,435,890
	(a) Inventories		
	(b) Financial assets	29,587	26,448
	(i) Investments		
	(ii) Trade receivables	52,470	53,647
	(iii) Cash and cash equivalents	783,750	772,114
	(iv) Other bank balances	124,716	73,291
	(v) Loans	901,102	860,169
	(vi) Others	203,543	205,002
	(c) Other current assets	58,861	44,805
	Sub- total- Current assets	434,179	462,694
	TOTAL ASSETS	2,588,208	2,498,170
B	EQUITY	4,275,560	3,934,060
	(a) Equity share capital		
	(b) Other equity	28,218	28,208
	Equity attributable to owners of the Company	2,903,473	2,710,869
	Non controlling interests	2,931,691	2,739,077
	TOTAL EQUITY	18,365	21,066
		2,950,056	2,760,143
C	LIABILITIES		
1	Non - current liabilities		
	(a) Financial liabilities		
	(i) Borrowings		
	(ii) Others	49,027	73,740
	(b) Provisions	53,389	5,414
	(c) Other non-current liabilities	85,413	75,383
	Sub- total- Non - current liabilities	33,322	36,535
2	Current liabilities	221,151	191,072
	(a) Financial liabilities		
	(i) Borrowings		
	(ii) Trade payables	1,427	21,444
	(iii) Others	71,427	70,347
	(b) Other current liabilities	248,525	185,189
	(c) Provisions	607,662	560,600
	(d) Current tax liabilities (net)	49,010	34,466
	Sub- total- Current liabilities	126,302	110,799
	TOTAL EQUITY AND LIABILITIES	1,104,353	982,845
		4,275,560	3,934,060

Reconciliations between Consolidated Financial Results, as previously reported (referred to as 'Previous GAAP') and Ind AS for quarters/year presented:

		(₹ in lacs)	
Particulars		Three months ended (Unaudited)	Previous year ended (Audited)
		30 September 2015	31 March 2016
	Net Profit under Previous GAAP		
	Impact on revenues from operations	173,307	564,304
	a) Cost related to revenue recorded on gross basis when the Group is a principal to the transaction and not as an agent		
	b) Fair value changes in cash flow hedges presented as part of "Other Income/Expense"	4,202	13,768
	c) Impact of unconsolidated subsidiaries under previous GAAP being consolidated under Ind AS	1,033	3,006
	Other Impacts	4,980	18,740
	a) Actuarial gain on employee defined benefit funds recognized in Other Comprehensive Income		
	b) Difference in fair value and intrinsic value in ESOP charge for options vested after the transition date	(376)	(1,126)
	c) Effect of fair value changes on lease deposits	(140)	(140)
	d) Impact of unconsolidated subsidiaries under previous GAAP being consolidated under Ind AS	(17)	(53)
	e) Current and deferred tax arising from share-based payment transactions	(3,704)	(16,846)
	f) Effect of Business Combinations consummated post transition date	-	(3,496)
	g) Expenses recorded on gross basis when the Group is a principal to the transaction and not as an agent	(74)	(943)
	h) Fair value changes of cash flow hedges presented as part of "Other Income/Expense"	(4,202)	(13,768)
	Net Profit for the period under Ind AS	(1,033)	(3,006)
		173,976	560,440



Reconciliations between Consolidated Equity, as previously reported (referred to as 'Previous GAAP') and Ind AS for year presented:

Particulars	(₹ in lacs)	
	Previous year ended (Audited)	
	31 March 2016	
Equity under Previous GAAP attributable to		
Owners of the Company		2,729,416
Non controlling interests		31,164
Equity under Previous GAAP		2,760,580
a) Impact of unconsolidated subsidiaries under previous GAAP being consolidated under Ind AS		(651)
b) Impact of fair valuation of financial assets through other comprehensive income		142
c) Effect of fair value changes on lease deposits		(1,089)
d) Recognition of deferred tax liability using balance sheet approach on actuarial gains recognized in equity		(248)
e) Effect of Business Combinations consummated post transition date		(935)
f) Excess tax benefit recognized on share-based payment transactions		2,344
Equity under Ind AS attributable to		2,760,143
Owners of the Company		2,739,077
Non controlling interests		21,066

- Notes :
- The standalone and consolidated financial results for the period ended 30 September 2016 were approved by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on 21 October, 2016.
 - During the quarter ended 30 September 2016, the Company has declared and paid an interim dividend of ₹ 6 per share, amounting to ₹ 84,650 lacs, which takes total amount of interim dividend paid for six months period ended 30 September 2016 to ₹ 169,284 lacs.

The Board of Directors at its meeting held on 21 October, 2016 has also declared an interim dividend of ₹ 6 per share.
 - Financial results for all the periods presented have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act 2013 and other recognised accounting practices and policies to the extent applicable. The Company has adopted Ind AS with transition date of 1 July, 2015.
 - Section 2(41) of the Companies Act, 2013 requires all companies to have their financial year ended on 31 March. The Company has adopted the change during the previous financial year and accordingly, the previous financial year of the Company was for the nine month period from 1 July, 2015 to 31 March, 2016 (herein after referred as "Previous year ended 31 March 2016"). Since the previous year was from 1 July, 2015, the comparative amounts presented in year to date financial results for the period ended 30 September 2015 are for three months and are not comparable.
 - The figures of previous period's/year have been rearranged to conform to the current period classification.

By the order of the Board of Directors
for HCL Technologies Limited



Shiv Nadar
Chairman and Chief Strategy Officer



C Vijay Kumar
President and Chief Executive Officer



Anil Chanana
Chief Financial Officer

Noida (UP), India
21 October, 2016

