

## R Systems International Limited

### Consolidated Cash Flow Statement (Ind AS) for the year ended

	December 31, 2018		December 31, 2017	
	INR in million	USD in million	INR in million	USD in million
<b>A. Cash flows from operating activities</b>				
Net profit after tax	510.45	7.47	225.34	3.46
<b>Adjustments for:</b>				
Tax expense	116.37	1.70	128.10	1.97
Depreciation and amortisation expense	135.48	1.98	134.80	2.07
Provision for doubtful debts (net)	24.75	0.36	9.64	0.15
Advances written off	13.45	0.20	-	-
Employee share based payments expense	1.40	0.02	2.64	0.04
Unrealised foreign exchange loss / (gain)	10.16	0.15	(12.64)	(0.19)
Unrealised loss / (gain) on derivative instruments	(6.26)	(0.09)	10.09	0.15
Interest income	(64.06)	(0.94)	(61.10)	(0.94)
Rental income from investment property	(6.78)	(0.10)	(6.85)	(0.11)
Net gain arising on financial assets measured at FVTPL	(10.20)	(0.15)	(1.31)	(0.02)
Profit on sale / discarding of property, plant and equipment (net)	(0.67)	(0.01)	(0.36)	(0.01)
Fair value adjustment on deferred payment compensation for business acquisition	(26.10)	(0.38)	(6.37)	(0.10)
Liability no longer required written back	(64.77)	(0.95)	(7.69)	(0.12)
Interest under income tax	-	-	0.79	0.01
Interest expenses	2.65	0.04	3.19	0.05
<b>Operating profit before working capital changes</b>	<b>635.87</b>	<b>9.30</b>	<b>418.27</b>	<b>6.41</b>
Movements in working capital :				
(Increase) / Decrease in trade receivables	(140.71)	(2.06)	(118.98)	(1.83)
(Increase) / Decrease in other assets	(93.53)	(1.37)	(0.66)	(0.01)
Increase / (Decrease) in provision	17.18	0.25	34.88	0.54
Increase / (Decrease) in trade payables and other liabilities	24.97	0.37	184.58	2.83
<b>Cash generated from operations</b>	<b>443.78</b>	<b>6.49</b>	<b>518.09</b>	<b>7.94</b>
Direct taxes paid, net of refunds	(132.56)	(1.94)	(158.96)	(2.44)
Interest on income-tax refund	-	-	6.11	0.09
<b>Net cash flows from operating activities (A)</b>	<b>311.22</b>	<b>4.55</b>	<b>365.24</b>	<b>5.59</b>
<b>B. Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(158.94)	(2.33)	(78.61)	(1.21)
Purchase of intangible assets	(6.93)	(0.10)	(11.36)	(0.17)
Proceeds from sale of property, plant and equipment	2.96	0.04	2.96	0.05
Proceeds from redemption of debentures	175.12	2.56	87.57	1.34
Investment in mutual fund	(140.00)	(2.05)	(48.00)	(0.74)
Payment of deferred consideration to erstwhile shareholders of subsidiary	-	-	(18.40)	(0.28)
Investment in fixed deposits with scheduled banks (net)	(293.84)	(4.30)	(571.94)	(8.78)
Interest received	64.62	0.95	55.34	0.85
Rental income from investment property	6.56	0.10	6.40	0.10
<b>Net cash from investing activities (B)</b>	<b>(350.45)</b>	<b>(5.13)</b>	<b>(576.04)</b>	<b>(8.84)</b>
<b>C. Cash flows used in financing activities</b>				
Proceeds from long-term borrowings	4.65	0.07	1.72	0.03
Repayment of long-term borrowings - current maturities	(5.02)	(0.07)	(5.69)	(0.09)
Proceeds from other non-current assets	(0.05)	0.00	0.06	0.00
Proceeds from issuance of equity shares	0.45	0.01	1.00	0.02
Interest paid	(2.40)	(0.04)	(2.72)	(0.04)
Dividends paid (including CDT)	(85.49)	(1.25)	-	-
<b>Net cash used in financing activities (C)</b>	<b>(87.86)</b>	<b>(1.28)</b>	<b>(5.63)</b>	<b>(0.08)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A + B + C)</b>	<b>(127.09)</b>	<b>(1.86)</b>	<b>(216.43)</b>	<b>(3.33)</b>
Add: Cash and cash equivalents at the beginning of the year	929.02	13.60	1,147.76	17.63
Add : Effect of exchange rate changes on cash and cash equivalents held in foreign currency	39.24	0.57	(2.31)	(0.04)
<b>Cash and cash equivalents at the end of the year</b>	<b>841.17</b>	<b>12.31</b>	<b>929.02</b>	<b>14.26</b>

Note: US\$ equivalent figures are derived by converting the Rupee figures using respective period average currency rate.