

**R SYSTEMS INTERNATIONAL LIMITED**

CIN : L74899DL1993PLC053579

Registered Office : GF-1-A, 6, Devika Tower, Nehru Place, New Delhi- 110019

Tel : +91 120 4303500; Website : www.rsystems.com; Email : rsil@rsystems.com

**Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Months Ended September 30, 2023**

S.No.	Particulars	(Rs. in million, except per share data)					
		Three months ended			Nine months ended		Year ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.12.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
<b>1</b>	<b>Income</b>						
(a)	Revenue from operations	4,573.47	4,067.80	3,982.39	12,681.98	11,163.25	15,158.31
(b)	Other income	1.23	44.62	12.63	97.96	81.73	102.89
	<b>Total income</b>	<b>4,574.70</b>	<b>4,112.42</b>	<b>3,995.02</b>	<b>12,779.94</b>	<b>11,244.98</b>	<b>15,261.20</b>
<b>2</b>	<b>Expenses</b>						
(a)	Employee benefits expense	2,892.50	2,782.49	2,622.57	8,494.83	7,511.07	10,194.05
(b)	Finance costs	27.65	16.96	11.48	60.56	32.94	48.98
(c)	Depreciation and amortisation expense	172.44	101.16	87.21	374.84	251.89	349.78
(d)	Other expenses	857.93	756.68	819.14	2,292.40	2,227.45	2,966.82
	<b>Total expenses</b>	<b>3,950.52</b>	<b>3,657.29</b>	<b>3,540.40</b>	<b>11,222.63</b>	<b>10,023.35</b>	<b>13,559.63</b>
<b>3</b>	<b>Share of net profit/ (loss) of associates accounted for using the equity method (refer to Note 4)</b>	(2.01)	-	-	(2.01)	-	-
<b>4</b>	<b>Profit before tax (1-2+3)</b>	<b>622.17</b>	<b>455.13</b>	<b>454.62</b>	<b>1,555.30</b>	<b>1,221.63</b>	<b>1,701.57</b>
<b>5</b>	<b>Tax expense</b>						
(a)	Current tax (refer to Note 3)	200.06	311.86	97.86	615.39	278.31	387.19
(b)	Deferred tax credit	(17.64)	(0.98)	(11.14)	(2.44)	(39.68)	(82.43)
	<b>Total tax expense</b>	<b>182.42</b>	<b>310.88</b>	<b>86.72</b>	<b>612.95</b>	<b>238.63</b>	<b>304.76</b>
<b>6</b>	<b>Net profit for the period / year (4-5)</b>	<b>439.75</b>	<b>144.25</b>	<b>367.90</b>	<b>942.35</b>	<b>983.00</b>	<b>1,396.81</b>
<b>7</b>	<b>Other comprehensive income / (loss)</b>						
	<i>Items that will not be reclassified to profit or loss</i>						
(a)	Re-measurements of the defined benefit plans	5.67	1.18	3.22	(1.15)	13.37	6.72
(b)	Deferred tax relating to re-measurements of the defined benefit plans	(2.11)	(0.42)	(1.12)	0.27	(4.67)	(2.35)
	<i>Items that will be reclassified to profit or loss</i>						
(a)	Foreign currency translation reserve	(0.12)	(12.83)	5.33	(2.11)	73.25	219.52
	<b>Total other comprehensive income / (loss)</b>	<b>3.44</b>	<b>(12.07)</b>	<b>7.43</b>	<b>(2.99)</b>	<b>81.95</b>	<b>223.89</b>
<b>8</b>	<b>Total comprehensive income for the period / year (6+7)</b>	<b>443.19</b>	<b>132.18</b>	<b>375.33</b>	<b>939.36</b>	<b>1,064.95</b>	<b>1,620.70</b>
<b>9</b>	<b>Profit attributable to</b>						
	Equity shareholders of the company	439.75	144.25	367.90	942.35	983.00	1,396.81
	Non controlling interest	-	-	-	-	-	-
		<b>439.75</b>	<b>144.25</b>	<b>367.90</b>	<b>942.35</b>	<b>983.00</b>	<b>1,396.81</b>
<b>10</b>	<b>Total comprehensive income attributable to</b>						
	Equity shareholders of the company	443.19	132.18	375.33	939.36	1,064.95	1,620.70
	Non controlling interest	-	-	-	-	-	-
		<b>443.19</b>	<b>132.18</b>	<b>375.33</b>	<b>939.36</b>	<b>1,064.95</b>	<b>1,620.70</b>
<b>11</b>	<b>Earnings per share (refer to Note 5)</b>						
	<b>(Equity share of par value of Re. 1/- each)</b>						
	Basic and diluted	3.72	1.22	3.11	7.97	8.31	11.81

See accompanying notes to the financial results

For and on behalf of the Board of Directors of  
R SYSTEMS INTERNATIONAL LIMITED

Nitesh Bansal  
Managing Director & Chief Executive Officer  
DIN: 10170738

**Notes:**

- 1 The financial results for the quarter and nine months ended September 30, 2023 have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'). The above results were reviewed by the Audit Committee and have been approved by the Board of Directors at their meetings held on November 07, 2023.
- 2 The Limited Review as required under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been completed by the Statutory Auditors for the quarter and nine months ended September 30, 2023 and September 30, 2022, quarter ended June 30, 2023 and audit for the year ended December 31, 2022. The review / audit reports for the aforementioned results are not modified.
- 3 During the quarter ended June 30, 2023 and nine months ended September 30, 2023, Current tax includes Rs. 200.54 million provision for tax on dividend received from its wholly owned subsidiary.
- 4 The Company has completed the acquisition of 100% equity shares of Velotio Technologies Private Limited ("Velotio") on July 3, 2023, at a consideration of Rs. 2,693.74 million. Further, the previous shareholders of Velotio hold 123,850 outstanding optionally convertible redeemable preference shares ("OCRPS") which are valued at Rs. 2,407.00 million based on terms and conditions stated in Shareholder Agreement ("SHA") dated June 7, 2023 entered into between the Company, Velotio and the previous shareholders of Velotio. The Company may at a later stage, as may be approved by its board of directors, acquire such OCRPS, subject to the terms and conditions set out in the SHA. Accordingly, the total purchase consideration including fair value of OCRPS is assessed at Rs. 5,100.74 million  
  
Based on the Purchase Price Allocation ("PPA") carried out by the independent valuer, the purchase consideration has been assigned as follows (i) Rs. 169.34 million of net tangible assets; (ii) Rs 2,274.00 million for identifiable intangibles (i.e., a total of Rs. 1,738.00 million for customer relationship and Rs. 536.00 million for non-compete agreement with the erstwhile shareholders); and (iii) Rs. 2,657.40 million as residual amount which is accounted for as goodwill on consolidation.  
  
Further, Velotio holds 40% equity shares in Scaleworx Technologies Private Limited and has been accounted as an associate of the Company.
- 5 Earnings per share for the quarter and nine months ended September 30, 2023 and September 30, 2022, and quarter ended June 30, 2023, are not annualised.
- 6 The consolidated segment information is set out in Annexure A.

For and on behalf of the Board of Directors of  
R SYSTEMS INTERNATIONAL LIMITED

Nitesh Bansal  
Managing Director and CEO  
DIN: 10170738

Place : Dallas TX, USA  
Date : November 07, 2023

**R SYSTEMS INTERNATIONAL LIMITED**  
**Consolidated Segment Information**

S.No.	Particulars	Three months ended			Nine months ended		(Rs. in million)
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	Year ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Segment revenue</b>						
	- Information technology services	3,972.17	3,664.16	3,688.36	11,286.54	10,379.61	13,997.18
	- Business process outsourcing services	617.61	417.77	307.59	1,439.56	816.55	1,208.29
	<b>Total</b>	<b>4,589.78</b>	<b>4,081.93</b>	<b>3,995.95</b>	<b>12,726.10</b>	<b>11,196.16</b>	<b>15,205.47</b>
	Less: Elimination of intersegment sales	16.31	14.13	13.56	44.12	32.91	47.16
	<b>Revenue from operations</b>	<b>4,573.47</b>	<b>4,067.80</b>	<b>3,982.39</b>	<b>12,681.98</b>	<b>11,163.25</b>	<b>15,158.31</b>
<b>2</b>	<b>Segment results before tax, interest and exceptional items</b>						
	- Information technology services	383.82	383.86	395.47	1,123.23	1,081.40	1,464.62
	- Business process outsourcing services	336.54	165.77	98.47	656.56	221.01	358.01
	<b>Total</b>	<b>720.36</b>	<b>549.63</b>	<b>493.94</b>	<b>1,779.79</b>	<b>1,302.41</b>	<b>1,822.63</b>
	(i) Finance costs	(27.65)	(16.96)	(11.48)	(60.56)	(32.94)	(48.98)
	(ii) Interest income	7.98	24.57	6.60	52.77	26.26	40.45
	(iii) Other unallocable income	1.68	3.97	3.79	9.66	34.64	38.92
	(iv) Other unallocable expenses	(78.19)	(106.08)	(38.23)	(224.35)	(108.74)	(151.45)
	(v) Share of net profit/ (loss) of associates accounted for using the equity method (refer to Note 4)	(2.01)	-	-	(2.01)	-	-
	<b>Profit before tax</b>	<b>622.17</b>	<b>455.13</b>	<b>454.62</b>	<b>1,555.30</b>	<b>1,221.63</b>	<b>1,701.57</b>

**Note:** Assets and liabilities of the Company are used interchangeably between segments and the Chief Operating Decision Maker (CODM) does not review assets and liabilities at reportable segment level. Accordingly, segment disclosure relating to assets and liabilities has not been provided as per Ind AS 108.

For and on behalf of the Board of Directors of  
R SYSTEMS INTERNATIONAL LIMITED

Nitesh Bansal  
Managing Director & Chief Executive Officer  
DIN: 10170738

**R SYSTEMS INTERNATIONAL LIMITED**

**CIN : L74899DL1993PLC053579**

**Registered Office : GF-1-A, 6, Devika Tower, Nehru Place, New Delhi- 110019**

**Tel : +91 120 4303500; Website : www.rsystems.com; Email : rsil@rsystems.com**

**Statement of Standalone Audited Financial Results for the quarter and nine months ended September 30, 2023**

(Rs. in million, except per share data)							
S.No.	Particulars	Three months ended			Nine months ended		Year ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.12.2022
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
<b>1</b>	<b>Income</b>						
(a)	Revenue from operations	2,430.96	2,287.89	2,172.71	6,965.92	5,960.70	8,138.90
(b)	Other income (refer to Note 3)	7.56	632.85	9.36	679.41	54.88	70.44
	<b>Total income</b>	<b>2,438.52</b>	<b>2,920.74</b>	<b>2,182.07</b>	<b>7,645.33</b>	<b>6,015.58</b>	<b>8,209.34</b>
<b>2</b>	<b>Expenses</b>						
(a)	Employee benefits expense	1,506.86	1,525.59	1,434.20	4,566.84	4,046.62	5,533.61
(b)	Finance costs	24.87	15.73	10.10	55.33	27.84	42.64
(c)	Depreciation and amortisation expense	60.77	60.16	48.14	180.16	138.59	195.83
(d)	Other expenses	382.40	330.25	336.05	966.51	850.24	1,096.77
	<b>Total expenses</b>	<b>1,974.90</b>	<b>1,931.73</b>	<b>1,828.49</b>	<b>5,768.84</b>	<b>5,063.29</b>	<b>6,868.85</b>
<b>3</b>	<b>Profit before tax (1-2)</b>	<b>463.62</b>	<b>989.01</b>	<b>353.58</b>	<b>1,876.49</b>	<b>952.29</b>	<b>1,340.49</b>
<b>4</b>	<b>Tax expense</b>						
(a)	Current tax (refer to Note 3)	142.00	298.50	71.99	523.70	220.78	296.55
(b)	Deferred tax credit	(22.77)	(2.56)	(14.67)	(11.81)	(55.70)	(83.17)
	<b>Total tax expense</b>	<b>119.23</b>	<b>295.94</b>	<b>57.32</b>	<b>511.89</b>	<b>165.08</b>	<b>213.38</b>
<b>5</b>	<b>Net profit for the period / year (3-4)</b>	<b>344.39</b>	<b>693.07</b>	<b>296.26</b>	<b>1,364.60</b>	<b>787.21</b>	<b>1,127.11</b>
<b>6</b>	<b>Other comprehensive income / (loss)</b>						
	<i>Items that will not be reclassified to profit or loss</i>						
(a)	Re-measurements of the defined benefit plans	6.99	1.18	3.22	0.17	13.37	6.72
(b)	Deferred tax relating to re-measurements of the defined benefit plans	(2.44)	(0.41)	(1.12)	(0.05)	(4.67)	(2.35)
	<b>Total other comprehensive income / (loss)</b>	<b>4.55</b>	<b>0.77</b>	<b>2.10</b>	<b>0.12</b>	<b>8.70</b>	<b>4.37</b>
<b>7</b>	<b>Total comprehensive income for the period / year (5+6)</b>	<b>348.94</b>	<b>693.84</b>	<b>298.36</b>	<b>1,364.72</b>	<b>795.91</b>	<b>1,131.48</b>
<b>8</b>	<b>Earnings per share (refer to Note 5)</b>						
	<b>(Equity share of par value of Re. 1/- each)</b>						
	Basic and diluted	2.91	5.86	2.50	11.53	6.65	9.53

See accompanying notes to the financial results.

For and on behalf of the Board of Directors of  
R SYSTEMS INTERNATIONAL LIMITED

Nitesh Bansal  
Managing Director & Chief Executive Officer  
DIN: 10170738

**Notes:**

- 1 The financial results for the quarter and nine months ended September 30, 2023 have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'). The above results were reviewed by the Audit Committee and have been approved by the Board of Directors at their meetings held on November 07, 2023.
- 2 The Statutory Auditors have carried out an audit for the quarter and nine months ended September 30, 2023 and September 30, 2022, quarter ended June 30, 2023 and year ended December 31, 2022. The audit report for the aforementioned results is not modified.
- 3 During the quarter ended June 30, 2023 and nine months ended September 30, 2023, the Company has recognised dividend income from its wholly owned subsidiary amounting to Rs. 573.90 million and accordingly made a provision under current tax of Rs. 200.54 million on such dividend income. The Company had also received dividend from its erstwhile wholly owned subsidiary amounting to Rs. 3.40 million during the nine months ended September 30, 2022 and year ended December 31, 2022.  
  
The aforesaid dividend is recorded under "Other Income".
- 4 The Company has completed the acquisition of 100% equity shares of Velotio Technologies Private Limited ("Velotio") on July 3, 2023, at a consideration of Rs. 2,693.74 million. Further, the previous shareholders of Velotio hold 123,850 outstanding optionally convertible redeemable preference shares ("OCRPS") which are valued at Rs. 2,407.00 million based on terms and conditions stated in Shareholder Agreement ("SHA") dated June 7, 2023 entered into between the Company, Velotio and the previous shareholders of Velotio. The Company may at a later stage, as may be approved by its board of directors, acquire such OCRPS, subject to the terms and conditions set out in the SHA.  
  
Further, Velotio holds 40% equity shares in Scaleworx Technologies Private Limited and has been accounted as an associate of the Company.
- 5 Earnings per share for the quarter and nine months ended September 30, 2023 and September 30, 2022, and quarter ended June 30, 2023, are not annualised.
- 6 The Standalone Segment Information are set out in Annexure A.

For and on behalf of the Board of Directors of  
R SYSTEMS INTERNATIONAL LIMITED

Nitesh Bansal  
Managing Director & Chief Executive Officer  
DIN: 10170738

Place : Dallas TX, USA  
Date : November 07, 2023

## R SYSTEMS INTERNATIONAL LIMITED

## Standalone Segment Information

(Rs. in million)

S.No.	Particulars	Three months ended			Nine months ended		Year ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.12.2022
		(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)
<b>1</b>	<b>Segment revenue</b>						
	- Information technology services	1,813.35	1,870.12	1,865.12	5,526.36	5,144.15	6,930.61
	- Business process outsourcing services	617.61	417.77	307.59	1,439.56	816.55	1,208.29
	<b>Revenue from operations</b>	<b>2,430.96</b>	<b>2,287.89</b>	<b>2,172.71</b>	<b>6,965.92</b>	<b>5,960.70</b>	<b>8,138.90</b>
<b>2</b>	<b>Segment results before tax, interest and exceptional items</b>						
	- Information technology services	217.60	342.95	290.28	858.36	819.36	1,105.86
	- Business process outsourcing services	336.54	165.77	98.47	656.56	221.01	358.01
	<b>Total</b>	<b>554.14</b>	<b>508.72</b>	<b>388.75</b>	<b>1,514.92</b>	<b>1,040.37</b>	<b>1,463.87</b>
	(i) Finance costs	(24.87)	(15.73)	(10.10)	(55.33)	(27.84)	(42.64)
	(ii) Interest income	5.75	20.10	4.89	42.84	23.92	34.96
	(iii) Other unallocable income (refer to Note 3)	1.68	577.87	3.40	583.56	12.65	16.67
	(iv) Other unallocable expenses	(73.08)	(101.95)	(33.36)	(209.50)	(96.81)	(132.37)
	<b>Profit before tax</b>	<b>463.62</b>	<b>989.01</b>	<b>353.58</b>	<b>1,876.49</b>	<b>952.29</b>	<b>1,340.49</b>

**Note:** Assets and liabilities of the Company are used interchangeably between segments and the Chief Operating Decision Maker (CODM) does not review assets and liabilities at reportable segment level. Accordingly, segment disclosure relating to assets and liabilities has not been provided as per Ind AS 108.

For and on behalf of the Board of Directors of  
R SYSTEMS INTERNATIONAL LIMITED

Nitesh Bansal  
Managing Director & Chief Executive Officer  
DIN: 10170738