

**Mindtree Limited**

CIN: L72200KA1999PLC025564

Registered Office: Global Village, RVCE Post, Mysore Road, Bengaluru - 560 059

Website: www.mindtree.com ; email: investors@mindtree.com ; Ph: +91 80 6706 4000 ; Fax: +91 80 6706 4100

**AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2022**
*Rs in million, except per share data*

Particulars	Quarter ended			Year ended	
	March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
Revenue from operations	28,974	27,500	21,093	105,253	79,678
Other income, net	898	708	389	3,071	1,517
<b>Total income</b>	<b>29,872</b>	<b>28,208</b>	<b>21,482</b>	<b>108,324</b>	<b>81,195</b>
<b>Expenses</b>					
Employee benefits expense	17,503	16,458	13,123	63,278	51,132
Sub-contractor charges	2,764	2,689	1,673	10,788	5,730
Finance costs	121	127	114	502	504
Depreciation and amortisation expenses	596	632	713	2,420	2,596
Other expenses	2,624	2,432	1,673	9,230	6,251
<b>Total expenses</b>	<b>23,608</b>	<b>22,338</b>	<b>17,296</b>	<b>86,218</b>	<b>66,213</b>
<b>Profit before tax</b>	<b>6,264</b>	<b>5,870</b>	<b>4,186</b>	<b>22,106</b>	<b>14,982</b>
Tax expense					
Current tax	1,298	1,612	1,139	5,546	4,214
Deferred tax	236	(117)	(124)	32	(335)
<b>Net profit for the period</b>	<b>4,730</b>	<b>4,375</b>	<b>3,171</b>	<b>16,528</b>	<b>11,103</b>
Other comprehensive income:					
A. (i) Items that will not be reclassified to profit or loss	42	(4)	45	107	(117)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(9)	1	(10)	(24)	28
B. (i) Items that will be reclassified to profit or loss	(405)	982	389	1,373	5,206
(ii) Income tax relating to items that will be reclassified to profit or loss	141	(343)	(136)	(480)	(1,819)
<b>Total other comprehensive income / (loss)</b>	<b>(231)</b>	<b>636</b>	<b>288</b>	<b>976</b>	<b>3,298</b>
<b>Total comprehensive income for the period</b>	<b>4,499</b>	<b>5,011</b>	<b>3,459</b>	<b>17,504</b>	<b>14,401</b>
Paid up equity share capital (face value Rs.10 each)	1,648	1,648	1,647	1,648	1,647
Reserves	53,086	48,453	41,539	53,086	41,539
Earnings per share (EPS) (refer note 6):					
Basic EPS (Rs.)	28.70	26.54	19.25	100.30	67.43
Diluted EPS (Rs.)	28.66	26.50	19.24	100.24	67.39

**AUDITED SEGMENT REVENUE AND RESULTS**
*Rs in million*

Particulars	Quarter ended			Year ended	
	March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
<b>Segment revenue</b>					
Retail, CPG and Manufacturing	6,560	6,674	4,659	24,859	16,956
Banking, Financial Services and Insurance	5,261	4,805	3,875	18,764	15,632
Communications, Media and Technology	12,546	11,857	9,660	45,818	36,937
Travel, Transportation and Hospitality	4,178	3,804	2,679	14,524	9,317
Healthcare	429	360	220	1,288	836
<b>Total</b>	<b>28,974</b>	<b>27,500</b>	<b>21,093</b>	<b>105,253</b>	<b>79,678</b>
<b>Segment results</b>					
Retail, CPG and Manufacturing	1,005	1,089	917	3,785	3,628
Banking, Financial Services and Insurance	884	931	762	3,639	3,309
Communications, Media and Technology	3,292	2,981	2,403	11,276	8,453
Travel, Transportation and Hospitality	907	867	479	3,122	905
Healthcare	(5)	53	63	135	270
<b>Total</b>	<b>6,083</b>	<b>5,921</b>	<b>4,624</b>	<b>21,957</b>	<b>16,565</b>
<b>Unallocable</b>					
Expenses	596	632	713	2,420	2,596
Finance costs	121	127	114	502	504
Other income	898	708	389	3,071	1,517
<b>Profit before tax</b>	<b>6,264</b>	<b>5,870</b>	<b>4,186</b>	<b>22,106</b>	<b>14,982</b>

**Notes on segment information**
**Principal segments**

The Company is structured into five industry verticals – Retail, CPG and Manufacturing (RCM), Banking, Financial Services and Insurance (BFSI), Communications, Media and Technology (CMT), Travel, Transportation and Hospitality (TTH) (erstwhile Travel and Hospitality - TH) and Healthcare (HCARE). With effect from April 1, 2021, the Company has expanded its foray into Healthcare industry and has revisited the classification of existing customers. This has resulted in HCARE being introduced as a new segment and expanding the TTH segment to include customers who were involved directly or indirectly with the real estate sector. Accordingly, the Company has regrouped certain customers between the segments and the comparative numbers have been restated to give effect to such change. The Company has presented its segment results under these business segments.

**Segment assets and liabilities**

Segregation of assets, liabilities, depreciation and other non-cash expenses into various business segments has not been carried out as the assets are used interchangeably between segments. Accordingly, no disclosure relating to segment assets and liabilities has been made.

<b>AUDITED STANDALONE BALANCE SHEET</b>		<i>Rs in million</i>	
Particulars	As at		
	March 31, 2022	March 31, 2021	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4,223	3,039	
Capital work-in-progress	215	224	
Right-of-use assets	4,724	4,773	
Goodwill	4,730	4,730	
Other intangible assets	73	214	
Financial assets			
Investments	3,132	1,177	
Other financial assets (refer note 7)	2,464	1,701	
Deferred tax assets (net)	-	351	
Other non-current assets	1,286	1,665	
	<b>20,847</b>	<b>17,874</b>	
<b>Current assets</b>			
Inventories	41	-	
Financial assets			
Investments	22,391	19,307	
Trade receivables	17,313	12,742	
Cash and cash equivalents	10,494	7,575	
Other financial assets (refer note 7)	5,827	2,964	
Other current assets	4,655	3,144	
	<b>60,721</b>	<b>45,732</b>	
<b>TOTAL ASSETS</b>	<b>81,568</b>	<b>63,606</b>	
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	1,648	1,647	
Other equity	53,086	41,539	
	<b>54,734</b>	<b>43,186</b>	
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
Lease liabilities	4,661	4,492	
Other financial liabilities	4	6	
Deferred tax liabilities (net)	161	-	
	<b>4,826</b>	<b>4,498</b>	
<b>Current liabilities</b>			
Financial liabilities			
Lease liabilities	896	885	
Trade payables			
Total outstanding dues of micro enterprises and small enterprises	95	43	
Total outstanding dues of creditors other than micro enterprises and small enterprises	5,262	2,630	
Other financial liabilities	6,885	5,250	
Other current liabilities	4,318	2,509	
Provisions	2,442	2,227	
Current tax liabilities (net)	2,110	2,378	
	<b>22,008</b>	<b>15,922</b>	
	<b>26,834</b>	<b>20,420</b>	
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>81,568</b>	<b>63,606</b>	

**AUDITED STANDALONE STATEMENT OF CASH FLOWS**
*Rs in million*

Particulars	Year ended	
	March 31, 2022	March 31, 2021
<b>Cash flow from operating activities</b>		
Profit for the year	16,528	11,103
<i>Adjustments for :</i>		
Income tax expense	5,578	3,879
Depreciation and amortization expenses	2,420	2,596
Impairment loss recognized on non-current assets held for sale	-	2
Share based payments to employees	430	99
Allowance for expected credit losses (net)	85	136
Finance costs	502	504
Interest income on financial assets at amortised cost	(402)	(166)
Interest income on financial assets at fair value through profit or loss	(24)	-
Net gain on disposal of property, plant and equipment	(9)	(45)
Net gain on disposal of right-of-use assets	-	(33)
Net gain on financial assets designated at fair value through profit or loss	(832)	(909)
Unrealised exchange difference on lease liabilities	84	(59)
Unrealised exchange difference on fair value hedges	(50)	(213)
Effect of exchange differences on translation of foreign currency cash and cash equivalents	(363)	214
	23,947	17,108
<i>Changes in operating assets and liabilities</i>		
Trade receivables	(4,524)	1,511
Inventories	4	-
Other assets	(3,671)	(360)
Bank balances other than cash and cash equivalents	-	1,961
Trade payables	2,520	119
Other liabilities	2,356	1,571
Provisions	205	1,211
<b>Net cash provided by operating activities before taxes</b>	<b>20,837</b>	<b>23,121</b>
Income taxes paid, net of refunds	(5,464)	(3,168)
<b>Net cash provided by operating activities</b>	<b>15,373</b>	<b>19,953</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment and intangible assets	(1,982)	(673)
Proceeds from sale of property, plant and equipment	10	59
Payment towards initial direct cost of right-of-use assets	-	(5)
Payment towards transfer of business (refer note 9)	(1,076)	-
Interest income on financial assets at amortised cost	249	168
Interest income on financial assets at fair value through profit or loss	24	-
Proceeds from sale of non-current assets held for sale	-	459
Purchase of investments	(37,428)	(35,976)
Proceeds from sale of investments	33,343	24,135
<b>Net cash (used in) investing activities</b>	<b>(6,860)</b>	<b>(11,833)</b>
<b>Cash flow from financing activities</b>		
Issue of share capital (net of issue expenses paid)	1	1
Payment of lease liabilities	(928)	(837)
Finance costs (including interest towards lease liabilities)	(502)	(504)
Repayment of long-term borrowings	-	(5)
Dividends paid	(4,528)	(2,880)
<b>Net cash (used in) financing activities</b>	<b>(5,957)</b>	<b>(4,225)</b>
Effect of exchange differences on translation of foreign currency cash and cash equivalents	363	(214)
<b>Net increase in cash and cash equivalents</b>	<b>2,919</b>	<b>3,681</b>
Cash and cash equivalents at the beginning of the year	7,575	3,894
<b>Cash and cash equivalents at the end of the year</b>	<b>10,494</b>	<b>7,575</b>

Particulars	As at	
	March 31, 2022	March 31, 2021
Balances with banks in current accounts and deposit accounts	10,466	7,550
Other bank balances	28	25
<b>Cash and cash equivalents as per balance sheet</b>	<b>10,494</b>	<b>7,575</b>
Book overdrafts used for cash management purposes	-	-
<b>Cash and cash equivalents as per statement of cash flows</b>	<b>10,494</b>	<b>7,575</b>

Particulars	As at				
	April 1, 2021	Proceeds/ Impact of Ind AS 116	Repayment	Fair value changes	As at March 31, 2022
Lease liabilities	5,377	1,024	(928)	84	5,557
<b>Total liabilities from financing activities</b>	<b>5,377</b>	<b>1,024</b>	<b>(928)</b>	<b>84</b>	<b>5,557</b>

Particulars	As at				
	April 1, 2020	Proceeds/ Impact of Ind AS 116	Repayment	Fair value changes	As at March 31, 2021
Long-term borrowings (including current portion)	5	-	(5)	-	-
Lease liabilities	5,663	610	(837)	(59)	5,377
<b>Total liabilities from financing activities</b>	<b>5,668</b>	<b>610</b>	<b>(842)</b>	<b>(59)</b>	<b>5,377</b>

### Notes to audited standalone financial results for the quarter and year ended March 31, 2022

- 1 The information presented above is extracted from the audited standalone interim financial statements for the quarter and year ended March 31, 2022, audited standalone interim financial statements for the quarter and nine months ended December 31, 2021 and the audited standalone financial statements for the year ended March 31, 2022. The standalone interim financial statements for the quarter and year ended March 31, 2022 has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 – 'Interim Financial Reporting' (Ind AS 34). The standalone financial statements for the year ended March 31, 2022 has been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter. The above results were reviewed by the Audit Committee on April 16, 2022 and thereafter has been adopted by the Board at its meeting held on April 18, 2022.
- 2 The statement of standalone financial results has been audited by the Company's auditors. The Company's auditors have issued an unmodified audit opinion on the standalone financial results. The audit report has been filed with the stock exchanges and is also available on the Company's website.
- 3 Estimation uncertainty relating to COVID-19 outbreak:**  
The Company has considered internal and certain external sources of information including credit reports, economic forecasts and industry reports, up to the date of approval of the standalone financial results in determining the impact on various elements of its standalone financial results. The Company has used the principles of prudence in applying judgements, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company has accrued its liabilities and also expects to fully recover the carrying amount of inventories, trade receivables, unbilled receivables, goodwill, intangible assets, investments and derivatives. The eventual outcome of impact of the global health pandemic may be different from that estimated as on the date of approval of these standalone financial results.
- 4 The Board of Directors have recommended a final dividend of 270% (Rs 27 per equity share of par value Rs 10 each) for the financial year ended March 31, 2022 which is subject to the approval of shareholders at the Annual General Meeting.
- 5 Board changes and changes in Key Managerial Personnel:**  
Mr. Dayapatra Nevatia resigned as Executive Director and Chief Operating Officer with effect from January 3, 2022.  
Mr. Prasanna Rangacharya Mysore, Independent Director ceased as a Director with effect from April 1, 2022 on completion of his tenure.
- 6 EPS for the interim periods are not annualized.
- 7 On March 24, 2021, the Ministry of Corporate Affairs (MCA) through a notification, amended Schedule III of the Companies Act, 2013, applicable for financial periods commencing from April 1, 2021. Pursuant to such amendments, non-current security deposits of Rs 476 million and current security deposits of Rs 41 million as at March 31, 2021 have been reclassified from 'Loans' to 'Other financial assets'.
- 8 The Code on Social Security, 2020 (the Code) has been enacted, which would impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified. The Ministry of Labour and Employment (the Ministry) has released draft rules for the Code on November 13, 2020. The Company will complete its evaluation and will give appropriate impact in its standalone financial results in the period in which the Code becomes effective and the related rules are published.
- 9 Pursuant to the approval by the Board of Directors on May 14, 2021, the Company entered into a Business Transfer Agreement on May 20, 2021 to acquire the digital transformation business undertaking, incubated and conducted under L&T-NxT ('NxT Digital Business') from Larsen & Toubro Limited (L&T) to enhance the Company's Cloud based IoT and AI capabilities for Industry 4.0, for a cash consideration of Rs 1,980 million (determined based on an independent valuation) and net working capital as on the closing date. The Company has consummated the above transfer of business on July 1, 2021.  
The transaction between the Parent (L&T) and Subsidiary (the Company) has been recorded in the books of the Company in accordance with Appendix C – 'Business combinations of entities under common control' of Ind AS 103 – 'Business Combinations' using the pooling of interests method. The financial information pertaining to the transfer of business is not material and accordingly, financial information of the Company in respect of the prior periods has not been restated. Details of the transfer of business is as follows:

Particulars	Amount (Rs in million)
Total net assets transferred	209
Purchase consideration	2,065
<b>Excess of consideration over net assets transferred</b>	<b>1,856</b>
<b>Adjusted against:</b>	
a) Capital reserve	87
b) Retained earnings	1,769

- 10 Subsequent to the balance sheet date, the Company has agreed to acquire a 6.64% stake in COPE Healthcare Consulting Inc., USA ('COPE') pursuant to a Stock Purchase Agreement entered on April 4, 2022. COPE is a healthcare consulting, implementation and co-management leader in population health management, value-based care and payment, workforce development and data analytics.

For and on behalf of the Board of Mindtree Limited

Mumbai, India  
April 18, 2022

Debashis Chatterjee  
CEO & Managing Director