

TANLA SOLUTIONS LIMITED

CIN: L72200TG1995PLC021262

TANLA TECHNOLOGY CENTRE, HITECH CITY ROAD, MADHAPUR, HYDERABAD - 500081
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2019



₹ in Lakhs

Particulars (Refer notes below)	Consolidated Results for the				Tanla Solutions Limited - Results for the			
	Quarter ended June 30, 2019	Quarter ended March 31, 2019	Quarter ended June 30, 2018	Year ended March 31, 2019	Quarter ended June 30, 2019	Quarter ended March 31, 2019	Quarter ended June 30, 2018	Year ended March 31, 2019
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
1 Revenue from Operations (net)	39,456.01	31,794.51	18,581.16	100,396.47	27,191.87	26,569.91	15,669.05	80,940.88
2 Other Income	471.76	384.12	181.78	1,061.10	397.59	305.03	173.19	956.04
3 Total income (1+2)	39,927.77	32,178.63	18,762.93	101,457.57	27,589.46	26,874.94	15,842.24	81,896.92
Expenses								
(a) Cost of services	31,790.86	27,217.32	15,975.69	86,066.24	23,206.79	22,489.23	13,704.87	68,695.20
(b) Employee benefits expense	2,666.64	928.07	413.11	2,294.76	479.25	891.76	385.11	2,182.53
(c) Depreciation and amortisation expense	15,364.49	2,033.51	1,204.48	7,322.76	15,162.19	1,922.95	1,053.47	6,808.30
(d) Connectivity & related expenses	165.67	68.04	68.38	269.65	59.24	86.51	57.18	289.52
(e) Travel expenses	110.37	150.47	31.23	259.96	38.95	108.46	31.17	217.57
(f) Finance costs	149.55	(0.13)	-	32.34	212.99	41.46	67.20	295.45
(g) Other expenses	1,592.80	602.30	262.06	1,833.49	1,001.73	505.33	212.55	1,444.56
Total expenses	51,840.37	30,999.58	17,954.96	98,079.20	40,161.14	26,045.70	15,511.54	79,933.15
4 Profit/(loss) before non-controlling interest/share in net profit/(loss) of associate	(11,912.60)	1,179.04	807.97	3,378.37	(12,571.68)	829.24	330.70	1,963.77
5 Share in net profit/(loss) of associate	(19.21)	(30.96)	-	(30.96)	-	-	-	-
6 Profit/(loss) before tax	(11,931.82)	1,148.08	807.97	3,347.41	(12,571.68)	829.24	330.70	1,963.77
7 Tax Expense								
- Current tax	197.92	199.42	75.53	490.00	-	166.62	70.58	411.10
- Mat credit entitlement	(31.17)	(113.19)	(75.53)	(403.78)	-	(166.62)	(70.58)	(411.10)
- Deferred Tax	(4,528.12)	88.50	639.99	279.08	(4,124.24)	106.01	638.05	256.20
8 Profit/(loss) for the period (6-7) Attributable to	(7,570.45)	973.36	167.98	2,982.10	(8,447.44)	723.22	(307.35)	1,707.58
Shareholders of the Company	(7,570.45)	973.36	167.98	2,982.10	(8,447.44)	723.22	(307.35)	1,707.58
Non controlling Interest	-	-	-	-	-	-	-	-
9 Other Comprehensive Income	292.44	40.15	3.03	119.57	2.12	436.07	3.03	433.87
10 Total Comprehensive Income (8+9) Attributable to	(7,278.01)	1,013.51	171.01	3,101.68	(8,445.31)	1,159.30	(304.32)	2,141.45
Shareholders of the Company	(7,278.01)	1,013.51	171.01	3,101.68	(8,445.31)	1,159.30	(304.32)	2,141.45
Non controlling Interest	-	-	-	-	-	-	-	-
11 Paid-up Equity Share Capital (Face Value of ₹ 1 each)	1,403.87	1,156.27	1,124.22	1,156.27	1,403.87	1,156.27	1,124.22	1,156.27
12 Total reserves	-	-	-	71,398.01	-	-	-	68,815.27
13 Earnings per share (before extraordinary items) (of ₹ 1 each) (not annualised)								
(a) Basic	(5.39)	0.84	0.15	2.58	(6.02)	0.63	(0.27)	1.48
(b) Diluted	(5.39)	0.84	0.15	2.58	(6.02)	0.63	(0.27)	1.48



Notes:

1. The above Un-audited financial results for the quarter ended June 30, 2019 have been subject to a limited review by the Statutory Auditors, reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 31, 2019. The statutory auditors have expressed an unmodified audit opinion on these results.
2. The above un-audited financial results have been prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015.
3. During the quarter, the following companies were acquired w.e.f., April 10, 2019:
 - a) Karix Mobile Private Limited, India (“Karix”)
 - b) Unicel Technologies Private Limited, India (“Unicel”)
 The Consolidated financial results for the quarter ended June 30, 2019 include the results of the operations of the above entities. The corresponding figures for the prior periods are not comparable.
4. The above un-audited financial results include financials of subsidiaries/joint venture/associate :
 - i. Karix Mobile Pvt Ltd., India
 - ii. Unicel Technologies Pvt Ltd., India
 - iii. Tanla Mobile Asia Pacific Pte Ltd., Singapore
 - iv. Tanla Corporation Pvt Ltd, India
 - v. Capitalsiri Investments Pvt Ltd. India
 - vii. Joint Venture - TZ Mobile Private Limited
 - vii. Associate - Jengatron Gaming India Pvt Ltd
5. Effective April 01, 2019, the Company has adopted Ind AS 116 “Leases”, applied to all the lease contracts existing on April 01, 2019 using the modified retrospective method. The adoption of the standard did not have any material impact on the financial results of the company for the quarter ended June 30, 2019.
6. As per the Telecom Commercial Communications Customer Preference Regulations (TCCCPR), 2018, voice and text communications should be provided using block chain technology. New technology and cloudification of services has resulted in a need for re-assessment of useful life of technology assets leading to additional provision of accelerated depreciation amounting to ₹ 13,315.00 lakhs
7. The Un-audited financial results for the quarter ended June 30, 2019 are available on the Company’s website (www.tanla.com) and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com)

Key standalone information is given below :

₹ in Lakhs

Particulars	Quarter Ended		
	30-Jun-19 Unaudited	31-Mar-19 Audited	30-Jun-18 Unaudited
Revenue from operations & other income	27,589.46	26,874.94	15,842.24
Profit / (Loss) before tax	(12,571.68)	829.24	330.70
Profit / (Loss) after tax	(8,447.44)	723.22	(307.35)

8. Previous period / year figures have been re-grouped/re-arranged wherever necessary.

For and on behalf of the Board of Directors



(D.Uday Kumar Reddy)
Chairman & Managing Director
DIN: 00003382



Hyderabad
July 31, 2019