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**INDEPENDENT AUDITORS' REPORT ON THE AUDIT OF QUARTERLY AND ANNUAL STANDALONE
FINANCIAL RESULTS**

To the Board of Directors of Larsen and Toubro Infotech Limited

Opinion

We have audited the accompanying Standalone Financial Results for the quarter and year ended March 31, 2022 ("Standalone Financial Results") included in the accompanying "Statement of audited Standalone Financial Results for the quarter and year ended March 31, 2022" ("the Statement") of **Larsen and Toubro Infotech Limited** ("the Company") being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the quarter and year ended March 31, 2022:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard as amended; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter and year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the audit of the Standalone Financial Results for the quarter and year ended March 31, 2022' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the quarter and year ended March 31, 2022 under the provisions of the Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



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Management's Responsibilities for the Statement

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them. The Statement has been compiled from the related audited standalone financial statements as at and for the year ended March 31, 2022 and interim financial information for the quarter ended March 31, 2022. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2022 that give a true and fair view of the net profit and total comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditors' Responsibilities for the audit of the Standalone Financial Results for the quarter and year ended March 31, 2022

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the quarter and year ended March 31, 2022 as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error,



as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results.

Materiality is the magnitude of misstatements in the Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Other Matter

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figures between audited figures in respect of the financial year ended March 31, 2022 and the year to date figures up to the third quarter of the financial year, which were subject to limited review by us.

For **B. K. Khare & Co.**
Chartered Accountants
Firm Registration No. 105102W



Padmini Khare Kaicker
Partner
Membership No. 044784
UDIN: 22044784AHIEBP8603
Place: Mumbai
Date: April 19, 2022





Let's Solve

LARSEN & TOUBRO INFOTECH LIMITED

Registered Office : L&T House, Ballard Estate, Mumbai - 400 001

CIN : L72900MH1996PLC104693

Statement of Audited Standalone Financial Results for the quarter and year ended March 31, 2022

₹ million

		Quarter ended			Year ended	
		March 31 2022	December 31 2021	March 31 2021*	March 31 2022	March 31 2021*
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income from operations					
	Revenue from operations	39,635	38,428	30,331	144,064	115,661
	Other income (Refer note 4)	1,394	1,001	463	5,891	2,254
	Total income	41,029	39,429	30,794	149,955	117,915
2	Expenses					
	a) Employee benefit expenses	23,047	22,350	18,018	85,900	68,098
	b) Operating expenses	8,309	7,821	5,271	28,140	20,763
	c) Finance costs	180	175	177	681	719
	d) Depreciation & amortization expense	842	707	699	2,881	2,676
	e) Other expenses	590	510	391	2,249	1,735
	Total expenses	32,968	31,563	24,556	119,851	93,991
3	Profit before tax (1-2)	8,061	7,866	6,238	30,104	23,924
4	Tax expenses					
	a) Current Tax	2,048	1,985	1,678	7,696	5,843
	b) Deferred Tax	21	(11)	(109)	(201)	197
	Total Tax expense	2,069	1,974	1,569	7,495	6,040
5	Net profit after tax (3-4)	5,992	5,892	4,669	22,609	17,884
6	Other comprehensive income	(549)	727	740	643	4,386
7	Total comprehensive income (5+6)	5,443	6,619	5,409	23,252	22,270
8	Paid-up equity share capital (Face value: ₹ 1 per share)	175	175	175	175	175
9	Other equity	83,854	78,370	69,243	83,854	69,243
10	Earnings per share (refer note 7)					
	a) Basic (in ₹)	34.19	33.64	26.73	129.14	102.51
	b) Diluted (in ₹)	34.13	33.56	26.58	128.77	101.85

* Refer Note 5



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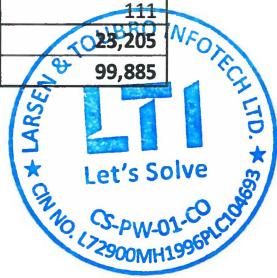
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Audited Standalone Statement of Assets and Liabilities as at March 31, 2022

₹ million

Particulars	As at 31-Mar-22	As at 31-Mar-21*
	(Audited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	4,717	3,671
(b) Right of Use assets	5,956	5,940
(c) Capital work-in-progress	4,374	403
(d) Goodwill (Refer note 5)	26	26
(e) Other Intangible assets	1,052	694
(f) Intangible assets under development	130	27
(g) Financial assets		
(i) Investments	10,062	7,542
(ii) Loans	1,145	1,115
(iii) Other financial assets	2,867	2,046
(h) Deferred tax assets (net)	472	479
(i) Income tax assets (net)	1,009	821
(j) Other non-current assets	1,832	1,320
Total non-current assets	33,642	24,084
Current assets		
(a) Financial assets		
(i) Investments	31,366	36,282
(ii) Trade receivables	26,037	20,243
(iii) Unbilled revenue	8,113	5,299
(iv) Cash and cash equivalents	2,836	4,025
(v) Other bank balances	3,763	-
(vi) Loans	29	39
(vii) Other financial assets	2,772	2,091
(b) Other current assets	8,475	7,822
Total current assets	83,391	75,801
TOTAL ASSETS	117,033	99,885
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	175	175
(b) Other equity	83,854	69,243
Total equity	84,029	69,418
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Lease Liabilities	6,301	6,084
(ii) Others	133	339
(b) Other Non-Current Liabilities	-	479
(c) Provisions	393	360
Total non-current liabilities	6,827	7,262
Current liabilities		
(a) Financial liabilities		
(i) Trade payables		
Due to micro and small enterprises	75	82
Due to other than micro and small enterprises	7,895	7,922
(ii) Other financial liabilities	8,363	6,239
Lease liabilities	1,052	1,144
(b) Other current liabilities	4,876	4,338
(c) Provisions	3,540	3,369
(d) Income tax liabilities (net)	376	111
Total current liabilities	26,177	23,205
TOTAL EQUITY AND LIABILITIES	117,033	99,885

* Refer Note 5



Audited Standalone Statement of Cash flows for the year ended March 31, 2022

Particulars	₹ million	
	Year ended March 31, 2022 (Audited)	March 31, 2021* (Audited)
A. Cash flow from operating activities		
Net profit after tax	22,609	17,884
Adjustments to reconcile net profit to net cash provided by operating activities:		
Depreciation and amortisation	2,881	2,676
Income tax expense	7,495	6,040
Employees stock options amortised	108	168
Realised income from current investment in mutual funds	(1,076)	(982)
Unrealised Income from current investment	(133)	(560)
Interest income	(433)	(164)
Interest expense	681	719
Provision for doubtful debts (net)	262	191
Unrealised foreign exchange gain/loss (net)	(160)	(369)
Change in fair value of contingent consideration	113	-
Gain on buyback of shares by subsidiary	(1,172)	(9)
Gain from lease short close	(14)	(82)
Gain from lease - Asset as a Service	(11)	(145)
Gain on sale of property, plant and equipment	(9)	(1)
Operating profit before working capital changes	31,141	25,366
Changes in working capital		
Increase in trade receivables & unbilled revenue	(8,703)	(337)
Increase in other receivables	(1,020)	(1,692)
Increase in trade & other payables	2,159	4,338
(Increase)/decrease in working capital	(7,564)	2,309
Cash generated from operations	23,577	27,675
Income taxes paid	(7,508)	(5,882)
Net cash generated from operating activities	16,069	21,793
B. Cash flow from investing activities		
Purchase of fixed assets	(7,552)	(1,791)
Sale of fixed assets	34	47
Purchase of investments (net)	(1,574)	(14,611)
Investment in subsidiary	(451)	(37)
Payment towards business acquisition	(164)	(34)
Receipt on buyback by subsidiary (net of tax)	1,585	10
(Loan given to)/repaid by subsidiaries	9	(1,098)
Realised income from current investments	1,076	982
Interest received	350	162
Net cash (used in) investing activities	(6,687)	(16,370)
C. Cash flow from financing activities		
Proceeds from issue of share capital	0	1
Payment towards lease liabilities (net)	(1,590)	(1,559)
Deposit under Credit support agreement received/ (paid)	(89)	1,759
Interest paid	(41)	(15)
Dividend paid	(8,749)	(5,319)
Net cash (used in) financing activities	(10,469)	(5,133)
Net increase/(decrease) in cash and cash equivalents	(1,087)	290
Effect of exchange differences on translation of foreign currency cash and cash equivalents	(102)	12
Cash and cash equivalents at beginning of the period	4,025	3,723
Cash and cash equivalents at end of the period	2,836	4,025

* Refer Note 5



Select explanatory notes to the Audited Standalone Financial Results for the quarter and year ended March 31, 2022

1. The audited standalone financial results of the Company for the year ended March 31, 2022 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on April 19, 2022.
2. Results for the quarter and year ended March 31, 2022 are in compliance with the Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs as prescribed under section 133 of the Companies Act, 2013.
3. The Company has considered the possible effects that may result from COVID-19 on the recoverable values of its financial and non-financial assets. The impact of COVID-19 on the standalone financial results may differ from that estimated as at the date of approval of these standalone financial results.
4. During the year ended March 31, 2022, L&T Infotech Financial Services Technologies Inc. ("LTIFST"), a wholly owned subsidiary of the Company, carried out buy back of 33.33% of its total equity capital (i.e. 200,000 shares) from its Shareholder (the Company) for a consideration of ₹ 1,732 million against cost of ₹ 560 million. As a result, other income for the year ended March 31, 2022 includes a gain of ₹ 1,172 million.
5. The Scheme of Arrangement ("the Scheme") for amalgamation between Syncordis Software Services India Private Limited and Ruletronics Systems Private Limited ('Transferor Companies'), wholly owned subsidiaries, with the Company ('Transferee Company') was approved by the Mumbai Bench of National Company Law Tribunal and the Company received the certified true copy of the order on September 06, 2021. The Company filed the same with Registrar of Companies, Mumbai on September 08, 2021 which is the effective date of amalgamation. The Appointed date of the Scheme is April 01, 2021.

The amalgamation has been accounted under the 'pooling of interests' method in accordance with Appendix C of Ind AS 103 'Business Combinations' on the carrying value of the assets and liabilities of the Transferor Companies as included in the consolidated Balance Sheet of the Company as at the beginning of the previous year. Accordingly, comparatives have been restated to give effect of the amalgamation from the beginning of the previous year and Goodwill of ₹ 26 million has been recognized in the standalone statement of asset and liabilities of the Company.

6. During the quarter and year ended March 31, 2022, 47,360 and 519,548 equity shares of ₹ 1 each fully paid up respectively were allotted on exercise of stock options by employees, in accordance with the Company's employee stock option schemes.
7. Earnings per share for the quarters ended March 31, 2022, December 31, 2021 and March 31, 2021 are not annualised.
8. In accordance with Ind AS 108 'Operating Segment', the Company has disclosed Segment information on consolidated basis for the quarter and year ended March 31, 2022 which is available as part of the audited consolidated financial results of the Company available on its website (www.lntinfotech.com) and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).
9. The Code on Social Security, 2020 has been enacted by the Indian Parliament, which would impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes will be applicable and the corresponding Rules, are yet to be notified. The Company will complete its evaluation and will give appropriate impact in the period in which, the Code and the corresponding Rules become effective.
10. The Board of Directors at its meeting held on April 19, 2022 has recommended a final dividend of ₹ 30 per equity share (Face value ₹ 1) for the financial year 2021-22.
11. Results for the quarters ended March 31, 2022 and March 31, 2021 are the balancing figures between audited figures in respect of the full financial year and the limited reviewed year to date figures up to the third quarter of the respective financial year.
12. Figures for the earlier period(s) have been regrouped, wherever necessary.

for Larsen & Toubro Infotech Limited


Sanjay Jalona
Chief Executive Officer & Managing Director

