

TATA CONSULTANCY SERVICES LIMITED
Consolidated Statement of Financial Position

	As at March 31, 2022	As at March 31, 2021
	(In ₹ crore)	
ASSETS		
Current assets		
Cash and cash equivalents	12,488	6,858
Bank deposits	5,507	2,262
Investments	30,262	29,160
Trade receivables		
Billed	34,074	30,079
Unbilled	7,736	6,583
Other financial assets	8,061	13,075
Income tax assets (net)	11	19
Other assets	10,171	11,244
Total current assets	108,310	99,280
Non-current assets		
Bank deposits	1,232	719
Investments	223	213
Trade receivables		
Billed	145	55
Unbilled	55	273
Other financial assets	1,332	883
Income tax assets (net)	1,983	1,845
Deferred tax assets (net)	3,680	3,903
Property, plant and equipment	12,080	12,135
Right-of-use assets	7,636	7,633
Goodwill	3,935	3,948
Other intangible assets	1,101	480
Other assets	1,922	1,514
Total non-current assets	35,324	33,601
TOTAL ASSETS	143,634	132,881
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Lease liabilities	1,450	1,292
Trade payables	8,045	7,860
Other financial liabilities	7,687	6,150
Unearned and deferred revenue	3,635	3,650
Other liabilities	8,392	4,068
Provisions	1,411	1,394
Employee benefit obligations	3,810	3,498
Income tax liabilities (net)	7,921	6,243
Total current liabilities	42,351	34,155
Non-current liabilities		
Lease liabilities	6,368	6,503
Other financial liabilities	572	280
Employee benefit obligations	677	749
Deferred tax liabilities (net)	590	767
Unearned and deferred revenue	1,110	1,197
Total non-current liabilities	9,317	9,496
TOTAL LIABILITIES	51,668	43,651
Equity		
Share capital	366	370
Retained earnings	81,049	82,745
Other equity	9,844	5,440
Equity attributable to shareholders of the Company	91,259	88,555
Non-controlling interests	707	675
TOTAL EQUITY	91,966	89,230
TOTAL LIABILITIES AND EQUITY	143,634	132,881

TATA CONSULTANCY SERVICES LIMITED
Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Year ended March 31, 2022	Year ended March 31, 2021
	(In ₹ crore, except shares and per share data)	
Revenue	191,754	164,177
Cost of revenue	114,621	97,138
Gross profit	<u>77,133</u>	<u>67,039</u>
Operating expenses		
Selling, general and administrative expenses		
Provision towards legal claim	-	1,218
Others	28,680	24,558
Total selling, general and administrative expenses	<u>28,680</u>	<u>25,776</u>
Operating profit	<u>48,453</u>	<u>41,263</u>
Other income		
Finance and other income	2,668	2,512
Finance costs	(784)	(637)
Other gains (net)	1,350	622
Other income (net)	<u>3,234</u>	<u>2,497</u>
Profit before taxes	<u>51,687</u>	<u>43,760</u>
Income tax expense	13,238	11,198
Profit for the year	<u>38,449</u>	<u>32,562</u>
Other comprehensive income (OCI)		
Items that will not be reclassified subsequently to profit or loss		
Remeasurement of defined employee benefit plans	280	(71)
Net change in fair value of investments in equity shares carried at fair value through OCI	(4)	(2)
Items that will be reclassified subsequently to profit or loss		
Net change in fair value of investments other than equity shares carried at fair value through OCI	(336)	34
Net change in intrinsic value of derivatives designated as cash flow hedges	(29)	11
Net change in time value of derivatives designated as cash flow hedges	(26)	41
Exchange differences on translation of foreign operations	18	456
Total other comprehensive income / (losses), net of tax	<u>(97)</u>	<u>469</u>
Total comprehensive income for the year	<u>38,352</u>	<u>33,031</u>
Profit for the year attributable to:		
Shareholders of the Company	38,327	32,430
Non-controlling interests	122	132
	<u>38,449</u>	<u>32,562</u>
Other comprehensive income for the year attributable to:		
Shareholders of the Company	(65)	492
Non-controlling interests	(32)	(23)
	<u>(97)</u>	<u>469</u>
Total comprehensive income for the year attributable to:		
Shareholders of the Company	38,262	32,922
Non-controlling interests	90	109
	<u>38,352</u>	<u>33,031</u>
Earnings per share		
Weighted average number of equity shares	369,88,32,195	374,01,10,733
Basic and diluted earnings per share in ₹	103.62	86.71

TATA CONSULTANCY SERVICES LIMITED
Consolidated Statement of Changes in Equity

	Number of shares	Share capital	Retained earnings	Special Economic Zone re-investment reserve	Foreign currency translation reserve	Cash flow hedging reserve	Investment revaluation reserve	Equity attributable to shareholders of the Company	Non- controlling interests	Total equity	
(In ₹ crore, except share data)											
Balance as at April 1, 2021	369,90,51,373	370	82,745	2,538	2,045	56	(27)	828	88,555	675	89,230
Profit for the year			38,327	-	-	-	-	38,327	122	38,449	
Other comprehensive income / (losses)			280	-	50	(29)	(26)	(340)	(65)	(97)	
Total comprehensive income / (losses)	-	-	38,607	-	50	(29)	(26)	38,262	90	38,352	
Dividend			(13,317)	-	-	-	-	(13,317)	(58)	(13,375)	
Expenses for buy-back of equity shares			(49)	-	-	-	-	(49)	-	(49)	
Tax on buy-back of equity shares			(4,192)	-	-	-	-	(4,192)	-	(4,192)	
Buy-back of equity shares			(4,00,00,000)	(4)	(17,996)	-	-	(18,000)	-	(18,000)	
Transfer to Special Economic Zone re-investment reserve				- (9,407)	9,407	-	-	-	-	-	
Transfer from Special Economic Zone re-investment reserve				-	4,658	(4,658)	-	-	-	-	
Balance as at March 31, 2022	365,90,51,373	366	81,049	7,287	2,095	27	(53)	488	91,259	707	91,966
(In ₹ crore, except share data)											
Balance as at April 1, 2020	375,23,84,706	375	81,932	1,594	1,566	45	(68)	796	86,240	623	86,863
Profit for the year			32,430	-	-	-	-	32,430	132	32,562	
Other comprehensive income / (losses)			(71)	-	479	11	41	32	492	(23)	469
Total comprehensive income / (losses)	-	-	32,359	-	479	11	41	32	32,922	109	33,031
Dividend			(10,850)	-	-	-	-	(10,850)	(57)	(10,907)	
Expenses for buy-back of equity shares			(31)	-	-	-	-	(31)	-	(31)	
Tax on buy-back of equity shares			(3,726)	-	-	-	-	(3,726)	-	(3,726)	
Buy-back of equity shares			(5,33,33,333)	(5)	(15,995)	-	-	-	(16,000)	-	(16,000)
Transfer to Special Economic Zone re-investment reserve				- (5,058)	5,058	-	-	-	-	-	-
Transfer from Special Economic Zone re-investment reserve				-	4,114	(4,114)	-	-	-	-	-
Balance as at March 31, 2021	369,90,51,373	370	82,745	2,538	2,045	56	(27)	828	88,555	675	89,230

Gain of ₹280 crore and loss of ₹71 crore on remeasurement of defined employee benefit plans (net of tax) is recognised as a part of retained earnings for years ended March 31, 2022 and 2021, respectively.

Retained earnings include statutory reserve of ₹162 crore and ₹407 crore as at March 31, 2022 and 2021, respectively.

Total equity (primarily retained earnings) includes ₹1,759 crore and ₹1,366 crore as at March 31, 2022 and 2021, respectively, pertaining to trusts and TCS Foundation held for specified purposes.

TATA CONSULTANCY SERVICES LIMITED
Consolidated Statement of Cash Flows

	Year ended March 31, 2022	Year ended March 31, 2021
	(In ₹ crore)	
Cash flows from operating activities		
Profit for the year	38,449	32,562
Adjustments for:		
Depreciation and amortisation expense	4,604	4,065
Bad debts and advances written off, allowance for doubtful trade receivables and advances (net)	135	201
Provision towards legal claim	-	1,218
Income tax expense	13,238	11,198
Net gain on lease modification	(7)	(100)
Net loss on sub-lease	9	-
Unrealised foreign exchange gain	(120)	(21)
Net gain on disposal of property, plant and equipment	(23)	(13)
Net gain on disposal / fair valuation of investments	(8)	(3)
Operating profit before working capital changes	56,277	49,107
Net change in		
Trade receivables		
Billed	(4,210)	1,260
Unbilled	(934)	(201)
Other financial assets	(79)	209
Other assets	795	(2,808)
Trade payables	186	(93)
Unearned and deferred revenue	(103)	1,091
Other financial liabilities	1,239	125
Other liabilities and provisions	460	1,509
Cash generated from operations	53,631	50,199
Taxes paid (net of refunds)	(11,486)	(9,092)
Net cash generated from operating activities	42,145	41,107

TATA CONSULTANCY SERVICES LIMITED
Consolidated Statement of Cash Flows

	Year ended March 31, 2022	Year ended March 31, 2021
	(In ₹ crore)	
Cash flows from investing activities		
Bank deposits placed	(15,947)	(6,605)
Inter-corporate deposits placed	(14,619)	(21,076)
Purchase of investments*	(75,374)	(54,462)
Payment for purchase of property, plant and equipment	(2,483)	(2,719)
Payment including advances for acquiring right-of-use assets	(15)	(101)
Payment for purchase of intangible assets	(497)	(356)
Proceeds from bank deposits	11,950	4,767
Proceeds from inter-corporate deposits	19,498	18,018
Proceeds from disposal / redemption of investments*	73,662	51,429
Proceeds from sub-lease receivable	3	-
Proceeds from disposal of property, plant and equipment	31	37
Net cash used in investing activities	(3,791)	(11,068)
Cash flows from financing activities		
Repayment of lease liabilities	(1,417)	(1,336)
Dividend paid	(13,317)	(10,850)
Dividend paid to non-controlling interests	(58)	(57)
Transfer of funds to buy-back escrow account	(180)	(160)
Transfer of funds from buy-back escrow account	162	160
Expenses for buy-back of equity shares	(49)	(31)
Tax on buy-back of equity shares	-	(3,726)
Buy-back of equity shares	(18,000)	(16,000)
Advance towards purchase of non-controlling interests	(24)	-
Net cash used in financing activities	(32,883)	(32,000)
Net change in cash and cash equivalents	5,471	(1,961)
Cash and cash equivalents at the beginning of the year	6,858	8,646
Exchange difference on translation of foreign currency cash and cash equivalents	159	173
Cash and cash equivalents at the end of the year	12,488	6,858
Components of cash and cash equivalents		
Cash at banks and in hand	2,211	5,272
Bank deposits (original maturity less than three months)	10,277	1,586
	12,488	6,858
Supplementary cash flow information		
Interest paid	698	634
Interest received	2,700	2,730
Dividend received	4	8

*Purchase of investments include ₹17 crore and ₹172 crore for the years ended March 31, 2022 and 2021, respectively, and proceeds from disposal / redemption of investments include ₹87 crore and ₹104 crore for the years ended March 31, 2022 and 2021, respectively, held by trusts and TCS Foundation held for specified purposes.