

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Financial Position

	As at September 30, 2021	As at March 31, 2021
	(In ₹ crore)	
ASSETS		
Current assets		
Cash and cash equivalents	5,195	6,858
Bank deposits	4,962	2,262
Investments	38,683	29,160
Trade receivables	32,786	30,079
Unbilled receivables	6,725	6,583
Other financial assets	12,052	13,075
Income tax assets (net)	15	19
Other assets	9,981	11,244
Total current assets	1,10,399	99,280
Non-current assets		
Bank deposits	718	719
Investments	237	213
Trade receivables	69	55
Unbilled receivables	206	273
Other financial assets	1,575	883
Income tax assets (net)	2,003	1,845
Deferred tax assets (net)	2,968	3,903
Property, plant and equipment	11,923	12,135
Right-of-use assets	7,964	7,633
Goodwill	3,925	3,948
Other intangible assets	485	480
Other assets	1,918	1,514
Total non-current assets	33,991	33,601
TOTAL ASSETS	1,44,390	1,32,881
LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Trade payables	8,177	7,860
Lease liabilities	1,413	1,292
Other financial liabilities	6,060	6,150
Unearned and deferred revenue	3,416	3,650
Employee benefit obligations	3,861	3,498
Provisions	1,388	1,394
Income tax liabilities (net)	6,890	6,243
Other liabilities	3,860	4,068
Total current liabilities	35,065	34,155
Non-current liabilities		
Lease liabilities	6,796	6,503
Other financial liabilities	296	280
Unearned and deferred revenue	982	1,197
Employee benefit obligations	733	749
Deferred tax liabilities (net)	772	767
Total non-current liabilities	9,579	9,496
TOTAL LIABILITIES	44,644	43,651
Equity		
Share capital	370	370
Retained earnings	91,385	82,745
Other equity	7,322	5,440
Equity attributable to shareholders of the Company	99,077	88,555
Non-controlling interests	669	675
TOTAL EQUITY	99,746	89,230
TOTAL LIABILITIES AND EQUITY	1,44,390	1,32,881

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

	Three month period ended September 30, 2021	Three month period ended September 30, 2020	Six month period ended September 30, 2021	Six month period ended September 30, 2020
(In ₹ crore, except shares and per share data)				
Revenue	46,867	40,135	92,278	78,457
Cost of revenue	27,922	23,715	55,002	46,929
Gross profit	18,945	16,420	37,276	31,528
Operating expenses				
Selling, general and administrative expenses				
Provision towards legal claim	-	1,218	-	1,218
Others	6,945	5,905	13,688	11,965
Total selling, general and administrative expenses	6,945	7,123	13,688	13,183
Operating profit	12,000	9,297	23,588	18,345
Other income				
Finance and other income	650	666	1,278	1,283
Finance costs	(142)	(174)	(288)	(316)
Other gains (net)	461	248	554	229
Other income (net)	969	740	1,544	1,196
Profit before taxes	12,969	10,037	25,132	19,541
Income tax expense	3,316	2,533	6,448	4,988
Profit for the period	9,653	7,504	18,684	14,553
Other comprehensive income (OCI)				
Items that will not be reclassified subsequently to profit or loss				
Remeasurement of defined employee benefit plans	104	(62)	(18)	45
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	34	(185)	-	239
Net change in intrinsic value of derivatives designated as cash flow hedges	72	54	65	47
Net change in time value of derivatives designated as cash flow hedges	(19)	43	(24)	44
Exchange differences on translation of foreign operations	(344)	35	5	286
Total other comprehensive income / (losses), net of tax	(153)	(115)	28	661
Total comprehensive income for the period	9,500	7,389	18,712	15,214
Profit for the period attributable to:				
Shareholders of the Company	9,624	7,475	18,632	14,483
Non-controlling interests	29	29	52	70
	9,653	7,504	18,684	14,553
Other comprehensive income for the period attributable to:				
Shareholders of the Company	(145)	(114)	28	659
Non-controlling interests	(8)	(1)	-	2
	(153)	(115)	28	661
Total comprehensive income for the period attributable to:				
Shareholders of the Company	9,479	7,361	18,660	15,142
Non-controlling interests	21	28	52	72
	9,500	7,389	18,712	15,214
Earnings per share				
Weighted average number of equity shares	369,90,51,373	375,23,84,706	369,90,51,373	375,23,84,706
Basic and diluted earnings per share in ₹	26.02	19.93	50.37	38.60

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim 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, 2020	375,23,84,706	375	81,932	1,594	1,566	45	(68)	796	86,240	623	86,863
Profit for the period			14,483	-	-	-	-		14,483	70	14,553
Other comprehensive income / (losses)			45	-	284	47	44	239	659	2	661
Total comprehensive income / (losses)	-	-	14,528	-	284	47	44	239	15,142	72	15,214
Dividend			(4,128)	-	-	-	-	-	(4,128)	(57)	(4,185)
Transfer to Special Economic Zone re-investment reserve			(2,553)	2,553	-	-	-	-	-	-	-
Transfer from Special Economic Zone re-investment reserve			-	1,297	(1,297)	-	-	-	-	-	-
Balance as at September 30, 2020	375,23,84,706	375	91,076	2,850	1,850	92	(24)	1,035	97,254	638	97,892
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 period			18,632	-	-	-	-	-	18,632	52	18,684
Other comprehensive income / (losses)			(18)	-	5	65	(24)	-	28	-	28
Total comprehensive income / (losses)	-	-	18,614	-	5	65	(24)	-	18,660	52	18,712
Dividend			(8,138)	-	-	-	-	-	(8,138)	(58)	(8,196)
Transfer to Special Economic Zone re-investment reserve			(4,784)	4,784	-	-	-	-	-	-	-
Transfer from Special Economic Zone re-investment reserve			-	2,948	(2,948)	-	-	-	-	-	-
Balance as at September 30, 2021	369,90,51,373	370	91,385	4,374	2,050	121	(51)	828	99,077	669	99,746

Loss of ₹18 crore and gain of ₹45 crore on remeasurement of defined employee benefit plans (net of tax) is recognised as a part of retained earnings for six month periods ended September 30, 2021 and 2020, respectively.

Retained earnings include statutory reserve of ₹306 crore and ₹386 crore as at September 30, 2021 and 2020, respectively.

Total equity (primarily retained earnings) includes ₹1,356 crore and ₹1,282 crore as at September 30, 2021 and 2020, respectively, pertaining to trusts and TCS Foundation held for specified purposes.

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Cash Flows

	Six month period ended <u>September 30, 2021</u>	Six month period ended <u>September 30, 2020</u>
	(In ₹ crore)	
Cash flows from operating activities		
Profit for the period	18,684	14,553
Adjustments to reconcile profit or loss to net cash provided by operating activities		
Depreciation and amortisation expense	2,191	1,974
Bad debts and advances written off, allowance for doubtful trade receivables and advances (net)	76	131
Provision towards legal claim	-	1,218
Income tax expense	6,448	4,988
Net gain on lease modification	(5)	(2)
Net loss on sub-lease	9	-
Unrealised foreign exchange (gain) / loss	34	(27)
Net gain on disposal of property, plant and equipment	(7)	(6)
Net gain on disposal / fair valuation of investments	(32)	(33)
Operating profit before working capital changes	27,398	22,796
Net change in		
Trade receivables	(2,782)	4,634
Unbilled receivables	(91)	1,016
Other financial assets	(56)	(224)
Other assets	849	(338)
Trade payables	307	(3,676)
Unearned and deferred revenue	(457)	(547)
Other financial liabilities	(51)	(1,028)
Other liabilities and provisions	152	1,033
Cash generated from operations	25,269	23,666
Taxes paid (net of refunds)	(5,028)	(3,758)
Net cash generated from operating activities	20,241	19,908

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statement of Cash Flows

	Six month period ended <u>September 30, 2021</u>	Six month period ended <u>September 30, 2020</u>
	(In ₹ crore)	
Cash flows from investing activities		
Bank deposits placed	(4,878)	(4,145)
Inter-corporate deposits placed	(8,428)	(10,493)
Purchase of investments*	(24,894)	(25,594)
Payment for purchase of property, plant and equipment	(1,128)	(1,156)
Payment including advances for acquiring right-of-use assets	(3)	(2)
Payment for purchase of intangible assets	(140)	(119)
Proceeds from bank deposits	2,174	926
Proceeds from inter-corporate deposits	8,891	7,389
Proceeds from disposal / redemption of investments*	15,348	15,689
Proceeds from sub-lease receivable	1	-
Proceeds from disposal of property, plant and equipment	9	23
Net cash used in investing activities	(13,048)	(17,482)
Cash flows from financing activities		
Repayment of lease liabilities	(667)	(681)
Dividend paid	(8,138)	(4,128)
Dividend paid to non-controlling interests	(58)	(57)
Net cash used in financing activities	(8,863)	(4,866)
Net change in cash and cash equivalents	(1,670)	(2,440)
Cash and cash equivalents at the beginning of the period	6,858	8,646
Exchange difference on translation of foreign currency cash and cash equivalents	7	138
Cash and cash equivalents at the end of the period	5,195	6,344
Components of cash and cash equivalents		
Cash at banks and in hand	2,351	4,570
Bank deposits (original maturity less than three months)	2,844	1,774
	5,195	6,344
Supplementary cash flow information		
Interest paid	288	313
Interest received	1,192	1,328
Dividend received	-	4

*Purchase of investments include ₹17 crore and ₹46 crore for six month periods ended September 30, 2021 and 2020, respectively, and proceeds from disposal / redemption of investments include ₹49 crore and ₹52 crore for six month periods ended September 30, 2021 and 2020, respectively, held by trusts and TCS Foundation held for specified purposes.