

**GOLDSTONE TECHNOLOGIES LIMITED**

 Cin : L72200TG1994PLC017211 Email Id : corporate@goldstonetech.com  
 9-1-83 & 84, AC Sharma Complex, S D Road Secunderabad, Ph. No 040 - 27807640, Fax +91-040-39120023  
**UN-AUDITED STANDALONE FINANCIAL RESULTS FOR THE 01st QUARTER ENDED 30th JUNE 2017**

(Rs. In Millions)

Particulars	Quarter ending 30.06.2017	Preceding Quarter ending 31.03.2017	Corresponding Quarter ending 30.06.2016	Previous Year ending 31.03.2017
	Un-Audited	Audited	Un-Audited	Audited
<b>PART-I</b>				
I. Revenue from operations	49.62	57.46	55.86	215.12
II. Other income	0.02	2.24	0.37	3.68
III. Total Revenue (I + II)	<b>49.64</b>	<b>59.70</b>	<b>56.23</b>	<b>218.80</b>
IV. Expenses:				
(a).Cost of software licenses	9.76	10.17	10.71	36.26
(b).Employee benefits expenses	38.08	37.39	37.20	151.67
(c).Finance costs	0.57	0.30	0.06	0.80
(d).Depreciation and amortization expenses	0.93	11.50	0.92	45.51
(e).Other expenses	7.76	8.79	5.51	25.55
Total Expenses	<b>57.10</b>	<b>68.15</b>	<b>54.40</b>	<b>259.79</b>
V. Profit before exceptional Items and tax (III - IV)	<b>(7.46)</b>	<b>(8.45)</b>	<b>1.83</b>	<b>(40.99)</b>
VI. Exceptional items	0.00	0.00	0.00	0.00
VII. Profit before tax (V -VI)	<b>(7.46)</b>	<b>(8.45)</b>	<b>1.83</b>	<b>(40.99)</b>
VIII. Tax expense				
(1).Current tax	0.00	22.52	0.00	22.52
(2).Deferred tax	3.21	(6.01)	1.47	(12.51)
Total Tax expenses	<b>3.21</b>	<b>16.51</b>	<b>1.47</b>	<b>10.01</b>
IX. Profit / (Loss) after tax for the period (VII - VIII)	<b>(10.67)</b>	<b>(24.96)</b>	<b>0.36</b>	<b>(51.00)</b>
X. Other Comprehensive Income for the period	0.32	0.00	0.00	0.00
XI. Total Other Comprehensive Income for the period (IX + X)	<b>(10.35)</b>	<b>(24.96)</b>	<b>0.36</b>	<b>(51.00)</b>
XII. Paid-up equity share capital (Face Value of Rs10/- each)	187.82	187.82	187.82	187.82
XIII. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				296.92
XIV. Earnings Per Share (EPS)				
a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(0.55)	(1.33)	0.02	(2.72)
b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(0.55)	(1.33)	0.02	(2.72)



**Segment wise Standalone financial results for the quarter ended 30th June 2017**

(Rs. in Millions)

Particulars	Quarter ending 30.06.2017	Preceding Quarter ending 31.03.2017	Corresponding Quarter ending 30.06.2016	Previous Year ending 31.03.2017
	Un-Audited	Audited	Un-Audited	Audited
<b>1 Segment Revenue</b>				
a) Information Technology / Software Services	37.78	42.70	41.03	164.63
b) Software License	11.84	14.76	14.83	50.49
<b>Net Sales / Income from Operations</b>	<b>49.62</b>	<b>57.46</b>	<b>55.86</b>	<b>215.12</b>
<b>2 Segment Results</b>				
Profit(+)/Loss(-) before tax, Deprn. & interest from				
a) Information Technology / Software Services	(6.02)	3.28	0.83	4.43
b) Software License	0.06	0.07	1.98	0.89
<b>Total</b>	<b>(5.96)</b>	<b>3.35</b>	<b>2.81</b>	<b>5.32</b>
Less: Interest (not allocable)	0.57	0.30	0.06	0.80
Less: Depreciation (not allocable)	0.93	11.50	0.92	45.51
<b>Total Profit/(Loss) Before Tax</b>	<b>(7.46)</b>	<b>(8.45)</b>	<b>1.83</b>	<b>(40.99)</b>

**Notes :**

- The above standalone quarterly financial results have been reviewed and recommended by Audit Committee of the Board, has been approved by the Board of Directors of the Company at its meeting held on 13th Sep, 2017. The standalone financial results for the quarter ended 30th June 2017 has been subject to limited review by the Company's Statutory Auditors. An un-qualified report has issued thereon.
- The Company has adopted the Indian Accounting Standards (IND AS) from 1st April 2017 and these financials have been prepared in accordance with the recognition and measurement principles laid down in IND AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. The date of transition to IND AS is 1st April 2016. The impact of transition has been accounted for in opening reserves and the comparative period results has been restated accordingly.
- Segment Capital Employed: Segregation of assets, liabilities, depreciation and other non-cash expenses into various primary segments has not been done, as the assets are used interchangeably between segments. Accordingly no disclosure relating to segmental assets and liabilities has been made.
- Reconciliation between financial results as previously reported under the Previous GAAP and the IND AS:

	Quarter ended 30-Jun-16
	Rs. Millions
Net Profit under previous Indian GAAP	(6.80)
Reversal of Intangible Assets Amortized under Indian GAAP	10.37
Reversal of Prior Period Taxes	-
Actuarial gain / loss on post employment benefit obligations	-
Impact on Deferred Tax	(3.22)
<b>Net Profit under IND AS</b>	<b>0.36</b>

- This Statement does not include IND AS compliant results for the preceding quarter and previous year ended on 31st March 2017 as the same is not mandatory as per SEBI's Circular No. CIR/CFD/FAC/62/2016, dated 5th July 2016.
- The financial results and other financial information for the quarter ended 30th June 2016 has not been subject to limited review and has been presented based on the information compiled by the management after making necessary adjustments to provide a true and fair view of the results in accordance with IND AS
- Previous period figures have been regrouped/reclassified wherever necessary to confirm with the current periods classification/disclosure.

By order of the Board  
 For GOLDSTONE TECHNOLOGIES LIMITED



C. Srinivas Reddy  
 Managing Director



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**UN-AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE 1st QUARTER ENDED 30th JUNE, 2017**

(Rs. In Millions)

Particulars	Quarter ending 30.06.2017	Preceding Quarter ending 31.03.2017	Corresponding Quarter ending 30.06.2016	Previous Year ending 31.03.2017
	Un-Audited	Audited	Un-Audited	Audited
<b>PART-I</b>				
I. Revenue from operations	81.75	92.21	103.52	371.70
II. Other income	0.02	2.28	0.37	3.71
III. Total Revenue (I + II)	<b>81.77</b>	<b>94.49</b>	<b>103.89</b>	<b>375.41</b>
IV. Expenses:				
(a).Cost of Software Licenses	9.76	10.17	10.71	36.26
(b).Employee benefits expenses	71.32	78.98	83.38	314.67
(c).Finance Cost	0.57	0.31	0.07	0.84
(d).Depreciation and amortization expenses	0.93	11.52	0.92	45.53
(e).Other expenses	9.70	8.81	8.22	31.70
Total Expenses	<b>92.28</b>	<b>109.79</b>	<b>103.30</b>	<b>429.00</b>
V. Profit before exceptional Items and tax (III - IV)	<b>(10.51)</b>	<b>(15.30)</b>	<b>0.59</b>	<b>(53.59)</b>
VI. Exceptional items	0.00	0.00	0.00	0.00
VII. Profit before tax (V -VI)	<b>(10.51)</b>	<b>(15.30)</b>	<b>0.59</b>	<b>(53.59)</b>
VIII. Tax expense				
(1).Current tax	0.00	22.72	0.00	22.88
(2).Deferred tax	3.21	(6.01)	1.47	(12.51)
Tax expenses	<b>3.21</b>	<b>16.71</b>	<b>1.47</b>	<b>10.37</b>
IX. Profit / (Loss) after tax for the period (VII - VIII)	<b>(13.72)</b>	<b>(32.01)</b>	<b>(0.88)</b>	<b>(63.96)</b>
X. Other Comprehensive Income for the period	(0.27)	0.00	3.69	0.00
XI. Total Other Comprehensive Income for the period (IX + X)	<b>(13.99)</b>	<b>(32.01)</b>	<b>2.81</b>	<b>(63.96)</b>
XII.Paid-up equity share capital (Face Value of Rs10/- each)	187.82	187.82	187.82	187.82
XIII.Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				423.76
XIV. Earnings Per Share (EPS)				
a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(0.74)	(1.70)	0.15	(3.41)
b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(0.74)	(1.70)	0.15	(3.41)



**Segment wise consolidated financial results for the quarter ended 30th June 2017**

(Rs. In Millions)

Particulars	Quarter ending 30.06.2017	Preceding Quarter ending 31.03.2017	Corresponding Quarter ending 30.06.2016	Previous Year ending 31.03.2017
	Un-Audited	Audited	Un-Audited	Audited
<b>1. Segment Revenue</b>				
a) USA - Information Technology Service / Software Services	43.39	45.11	53.56	186.98
b) India - Information Technology Service / Software Services	26.50	32.62	35.25	135.39
c) Software Licenses	12.43	14.76	14.83	50.49
<b>Less: Inter Company Sales</b>	<b>(0.57)</b>	<b>(0.28)</b>	<b>(0.12)</b>	<b>(1.16)</b>
<b>Net Sales / Income from Operations</b>	<b>81.75</b>	<b>92.21</b>	<b>103.52</b>	<b>371.70</b>
<b>2. Segment Results</b>				
Profit(+)/Loss(-) before tax, Deprn. & interest from				
a) USA - Information Technology Service / Software Services	(3.04)	(2.01)	(0.16)	(5.14)
b) India - Information Technology Service / Software Services	(6.03)	(1.53)	(0.24)	(2.97)
c) Software Licenses	0.06	0.07	1.98	0.89
<b>Total</b>	<b>(9.01)</b>	<b>(3.47)</b>	<b>1.58</b>	<b>(7.22)</b>
Less: Interest (not allocable)	0.57	0.31	0.07	0.84
Less: Depreciation (not allocable)	0.93	11.52	0.92	45.53
<b>Total Profit/(Loss) Before Tax</b>	<b>(10.51)</b>	<b>(15.30)</b>	<b>0.59</b>	<b>(53.59)</b>


**Notes :**

- The above consolidated quarterly financial results have been reviewed and recommended by Audit Committee of the Board, has been approved by the Board of Directors of the Company at its meeting held on 13th Sep, 2017. The consolidated financial results for the quarter ended 30th June 2017 has been subject to limited review by the Company's Statutory Auditors. An un-qualified report has issued thereon.
- The Company has adopted the Indian Accounting Standards (IND AS) from 1st April 2017 and these financials have been prepared in accordance with the recognition and measurement principles laid down in IND AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. The date of Transition to IND AS is 1st April 2016. The impact of transition has been accounted for in opening reserves and the comparative period results has been restated accordingly.
- Segment Capital Employed: Segregation of assets, liabilities, depreciation and other non-cash expenses into various primary segments has not been done, as the assets are used interchangeably between segments. Accordingly no disclosure relating to segmental assets and liabilities has been made.
- Reconciliation between financial results as previously reported under the Previous GAAP and the IND AS:

	Quarter ended
	30-Jun-16
	Rs. Millions
Net Profit under previous Indian GAAP	(8.04)
Reversal of Intangible Assets Amortized under Indian GAAP	10.37
Reversal of Prior Period Taxes	-
Actuarial gain / loss on post employment benefit obligations	-
Impact on Deferred Tax	(3.22)
<b>Net Profit under IND AS</b>	<b>(0.88)</b>

- This Statement does not include IND AS compliant results for the preceding quarter and previous year ended on 31st March 2017 as the same is not mandatory as per SEBI's Circular No. CIR/CFD/FAC/62/2016, dated 5th July 2016
- The financial results and other financial information for the quarter ended 30th June 2016 has not been subject to limited review and has been presented based on the information compiled by the management after making necessary adjustments to provide a true and fair view of the results in accordance with IND AS
- Previous period figures have been regrouped/reclassified wherever necessary to confirm with the current periods classification/disclosure.

 By order of the Board  
 For GOLDSTONE TECHNOLOGIES LIMITED

  
 C. Sudhakar Reddy  
 Managing Director
