

INDEX TO EXTRACT FROM UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

| | As at December 31, 2018 | As at March 31, 2018 |
|---|----------------------------|-------------------------|
| | (In ₹ crores) | |
| ASSETS | | |
| Current assets | | |
| Cash and cash equivalents | 5,246 | 4,883 |
| Bank deposits | 1,289 | 2,056 |
| Investments | 29,543 | 35,707 |
| Trade receivables | 27,277 | 24,943 |
| Unbilled receivables (Previous year: Unbilled revenue) | 4,790 | 6,686 |
| Other financial assets | 9,206 | 4,302 |
| Income tax assets (net) | 1,876 | 37 |
| Other assets | 5,894 | 2,610 |
| Total current assets | 85,121 | 81,224 |
| Non-current assets | | |
| Bank deposits | 300 | - |
| Investments | 261 | 301 |
| Trade receivables | 72 | 94 |
| Unbilled receivables (Previous year: Unbilled revenue) | 328 | 227 |
| Other financial assets | 1,226 | 2,667 |
| Income tax assets (net) | 3,686 | 4,131 |
| Deferred tax assets (net) | 2,182 | 3,423 |
| Property, plant and equipment | 11,456 | 11,600 |
| Intangible assets | 115 | 12 |
| Goodwill | 3,861 | 3,884 |
| Other assets | 1,121 | 846 |
| Total non-current assets | 24,608 | 27,185 |
| TOTAL ASSETS | 109,729 | 108,409 |
| LIABILITIES AND EQUITY | | |
| Liabilities | | |
| Current liabilities | | |
| Trade payables | 6,049 | 5,094 |
| Borrowings | 17 | 193 |
| Other financial liabilities | 4,167 | 3,901 |
| Unearned and deferred revenue | 3,007 | 2,032 |
| Employee benefit obligations | 2,404 | 2,018 |
| Provisions | 269 | 240 |
| Income tax liabilities (net) | 2,257 | 1,421 |
| Other liabilities | 2,982 | 2,929 |
| Total current liabilities | 21,152 | 17,828 |
| Non-current liabilities | | |
| Borrowings | 46 | 54 |
| Other financial liabilities | 503 | 503 |
| Unearned and deferred revenue | 265 | 503 |
| Employee benefit obligations | 294 | 290 |
| Provisions | 21 | 26 |
| Deferred tax liabilities (net) | 1,288 | 1,170 |
| Other liabilities | 408 | 392 |
| Total non-current liabilities | 2,825 | 2,938 |
| TOTAL LIABILITIES | 23,977 | 20,766 |
| Equity | | |
| Share capital | 375 | 191 |
| Retained earnings | 81,473 | 84,254 |
| Other equity | 3,473 | 2,796 |
| Equity attributable to shareholders of the Company | 85,321 | 87,241 |
| Non-controlling interests | 431 | 402 |
| TOTAL EQUITY | 85,752 | 87,643 |
| TOTAL LIABILITIES AND EQUITY | 109,729 | 108,409 |

Figures may not add up due to rounding.

TATA CONSULTANCY SERVICES LIMITED

Unaudited Condensed Consolidated Interim Statements of Profit or Loss and Other Comprehensive Income

| | Three month period ended December 31, 2018 | Three month period ended December 31, 2017 | Nine month period ended December 31, 2018 | Nine month period ended December 31, 2017 |
|--|--|---|--|--|
| | (In ₹ crores, except shares and per share data) | | | |
| Revenue from operations | 37,338 | 30,904 | 108,453 | 91,029 |
| Cost of revenue | 21,735 | 17,862 | 63,018 | 52,764 |
| Gross profit | 15,603 | 13,042 | 45,435 | 38,265 |
| Operating expenses | | | | |
| Selling, general and administrative expenses | 6,039 | 5,261 | 17,522 | 15,910 |
| Operating profit | 9,564 | 7,781 | 27,913 | 22,355 |
| Other income | | | | |
| Finance and other income | 591 | 651 | 2,051 | 1,693 |
| Finance costs | (16) | (6) | (170) | (40) |
| Other gains (net) | 572 | 219 | 1,067 | 955 |
| Other income (net) | 1,147 | 864 | 2,948 | 2,608 |
| Profit before taxes | 10,711 | 8,645 | 30,861 | 24,963 |
| Income tax expense | 2,590 | 2,100 | 7,451 | 6,008 |
| Profit for the period | 8,121 | 6,545 | 23,410 | 18,955 |
| Other comprehensive income / (losses) | | | | |
| Items that will be reclassified subsequently to profit or loss | | | | |
| Exchange differences on translation of foreign operations | (670) | (231) | 58 | 176 |
| Net change in intrinsic value of derivatives designated as cash flow hedges | 407 | 36 | 403 | (86) |
| Net change in time value of derivatives designated as cash flow hedges | 105 | 108 | 50 | (38) |
| Net change in fair value of investments other than equity shares carried at fair value through OCI | 657 | (373) | 179 | (424) |
| Items that will not be reclassified subsequently to profit or loss | | | | |
| Net change in fair value of investments in equity shares carried at fair value through OCI | - | - | (1) | - |
| Remeasurement of defined employee benefit plans | 56 | (46) | (31) | 29 |
| Total other comprehensive income / (losses) | 555 | (506) | 658 | (343) |
| Total comprehensive income for the period | 8,676 | 6,039 | 24,068 | 18,612 |
| Profit for the period attributable to: | | | | |
| Shareholders of the Company | 8,105 | 6,531 | 23,346 | 18,922 |
| Non-controlling interests | 16 | 14 | 64 | 33 |
| | 8,121 | 6,545 | 23,410 | 18,955 |
| Total comprehensive income for the period attributable to: | | | | |
| Shareholders of the Company | 8,666 | 6,031 | 23,991 | 18,578 |
| Non-controlling interests | 10 | 8 | 77 | 34 |
| | 8,676 | 6,039 | 24,068 | 18,612 |
| Weighted average number of equity shares used in computing basic and diluted earnings per share | 375,23,84,706 | 382,85,75,182 | 380,19,77,779 | 385,59,30,843 |
| Basic and diluted earnings per share | ₹21.60 | ₹17.06 | ₹61.41 | ₹49.07 |

Figures may not add up due to rounding.

TATA CONSULTANCY SERVICES LIMITED
Unaudited Condensed Consolidated Interim Statements of Changes in Equity
For the nine month periods ended December 31, 2017 and 2018

| | Number of shares | Share capital | Share premium | Retained earnings | Special Economic Zone re-investment reserve | Foreign currency translation reserve | Cash flow hedging reserve Intrinsic value | Time value | Investment revaluation reserve | Equity attributable to shareholders of the Company | Non- controlling interests | Total equity |
|--|----------------------|------------------|------------------|----------------------|--|---|--|---------------|--------------------------------------|---|----------------------------------|-----------------|
| (In ₹ crores, except share data) | | | | | | | | | | | | |
| Balance as at April 1, 2017 | 197,04,27,941 | 197 | 5,082 | 81,487 | 97 | 827 | 105 | (17) | 537 | 88,315 | 366 | 88,681 |
| Profit for the period | | | | 18,922 | - | - | - | - | - | 18,922 | 33 | 18,955 |
| Other comprehensive income / (losses) | | | | 29 | - | 175 | (86) | (38) | (424) | (344) | 1 | (343) |
| Total comprehensive income / (losses) | - | - | - | 18,951 | - | 175 | (86) | (38) | (424) | 18,578 | 34 | 18,612 |
| Dividend (including tax on dividend of ₹1,323 crores) | | | | (9,265) | - | - | - | - | - | (9,265) | (34) | (9,299) |
| Transfer to Special Economic Zone re-investment reserve | | | | (1,135) | 1,135 | - | - | - | - | - | - | - |
| Transfer from Special Economic Zone re-investment reserve | | | | 98 | (98) | - | - | - | - | - | - | - |
| Buy-back of equity shares | (5,61,40,350) | (6) | (5,082) | (10,912) | - | - | - | - | - | (16,000) | - | (16,000) |
| Expenses for buy-back of equity shares | | | | (43) | - | - | - | - | - | (43) | - | (43) |
| Balance as at December 31, 2017 | 191,42,87,591 | 191 | - | 79,181 | 1,134 | 1,002 | 19 | (55) | 113 | 81,585 | 366 | 81,951 |
| Balance as at April 1, 2018 | 191,42,87,591 | 191 | - | 84,254 | 1,578 | 1,373 | (2) | (69) | (84) | 87,241 | 402 | 87,643 |
| Profit for the period | | | | 23,346 | - | - | - | - | - | 23,346 | 64 | 23,410 |
| Other comprehensive income / (losses) | | | | (31) | - | 45 | 403 | 50 | 178 | 645 | 13 | 658 |
| Total comprehensive income / (losses) | - | - | - | 23,315 | - | 45 | 403 | 50 | 178 | 23,991 | 77 | 24,068 |
| Dividend (including tax on dividend of ₹1,285 crores) | | | | (9,866) | - | - | - | - | - | (9,866) | (48) | (9,914) |
| Realised loss on equity shares carried at fair value through OCI | | | | (1) | - | - | - | - | 1 | - | - | - |
| Buy-back of equity shares | (7,61,90,476) | (8) | - | (15,992) | - | - | - | - | - | (16,000) | - | (16,000) |
| Expenses for buy-back of equity shares | | | | (45) | - | - | - | - | - | (45) | - | (45) |
| Issue of bonus shares | 191,42,87,591 | 192 | - | (192) | - | - | - | - | - | - | - | - |
| Balance as at December 31, 2018 | 375,23,84,706 | 375 | - | 81,473 | 1,578 | 1,418 | 401 | (19) | 95 | 85,321 | 431 | 85,752 |

Retained earnings include statutory reserve of ₹279 crores and ₹233 crores as at December 31, 2018 and 2017, respectively.

Total equity (primarily retained earnings) includes ₹798 crores and ₹651 crores as at December 31, 2018 and 2017, respectively, pertaining to trusts and TCS Foundation held for specified purposes.

Figures may not add up due to rounding.

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

| | Nine month period ended December 31, 2018 | Nine month period ended December 31, 2017 |
|---|--|--|
| (In ₹ crores) | | |
| Cash flows from operating activities | | |
| Profit for the period | 23,410 | 18,955 |
| Adjustments to reconcile profit or loss to net cash provided by operating activities | | |
| Depreciation and amortisation expense | 1,519 | 1,509 |
| Bad debts and advances written off, allowance for doubtful trade receivables and advances (net) | 133 | 145 |
| Income tax expense | 7,451 | 6,008 |
| Non-cash interest on put-call option liability | 9 | 8 |
| Unrealised foreign exchange (gain) / loss | 11 | (26) |
| Net gain on disposal of property, plant and equipment | (31) | - |
| Net (gain) / loss on investments | 191 | (297) |
| Operating profit before working capital changes | 32,693 | 26,302 |
| Net change in | | |
| Trade receivables | (2,532) | (1,790) |
| Unbilled receivables (Previous period: Unbilled revenue) | 1,775 | (968) |
| Other financial assets | (448) | 534 |
| Other assets | (3,586) | (351) |
| Trade payables | 1,042 | 405 |
| Unearned and deferred revenue | 733 | 309 |
| Other financial liabilities | 328 | 208 |
| Other liabilities and provisions | 484 | 935 |
| Cash generated from operations | 30,489 | 25,584 |
| Taxes paid (net of refunds) | (6,832) | (5,817) |
| Net cash provided by operating activities | 23,657 | 19,767 |

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

| | Nine month period ended December 31, 2018 | Nine month period ended December 31, 2017 |
|--|--|--|
| (In ₹ crores) | | |
| Cash flows from investing activities | | |
| Bank deposits placed | (1,880) | (104) |
| Inter-corporate deposits placed | (13,142) | (3,710) |
| Purchase of investments* | (74,303) | (74,466) |
| Payment for purchase of property, plant and equipment | (1,401) | (1,455) |
| Payment for purchase of intangible assets | (96) | - |
| Earmarked deposits placed with banks | (296) | (150) |
| Purchase of subsidiary, net of cash of ₹16 crores and NIL respectively | (50) | - |
| Proceeds from bank deposits | 2,361 | 429 |
| Proceeds from inter-corporate deposits | 10,709 | 2,605 |
| Proceeds from disposal / redemption of investments* | 80,477 | 83,658 |
| Proceeds from disposal of property, plant and equipment | 42 | 10 |
| Proceeds from earmarked deposits with banks | 340 | 135 |
| Net cash provided by investing activities | 2,761 | 6,952 |
| Cash flows from financing activities | | |
| Buy-back of equity shares | (16,000) | (16,000) |
| Expenses for buy-back of equity shares | (45) | (42) |
| Short-term borrowings (net) | (181) | (199) |
| Dividend paid (including tax on dividend) | (9,866) | (9,265) |
| Dividend paid to non-controlling interests (including tax on dividend) | (48) | (34) |
| Repayment of finance lease obligations | (9) | (14) |
| Net cash used in financing activities | (26,149) | (25,554) |
| Net change in cash and cash equivalents | 269 | 1,165 |
| Cash and cash equivalents at the beginning of the period | 4,883 | 3,597 |
| Exchange difference on translation of foreign currency cash and cash equivalents | 94 | 94 |
| Cash and cash equivalents at the end of the period | 5,246 | 4,856 |
| Supplementary cash flow information | | |
| Interest paid | 161 | 33 |
| Interest received | 2,156 | 1,931 |
| Dividend received | 16 | 9 |

*Purchase of investments include ₹210 crores and ₹704 crores for nine month periods ended December 31, 2018 and 2017, respectively, and Proceeds from disposal / redemption of investments include ₹207 crores and ₹711 crores for nine month periods ended December 31, 2018 and 2017, respectively, held by TCS Foundation, formed for conducting corporate social responsibility activities of the Group.

Figures may not add up due to rounding.