



Integrating People, Process and Technology

Date: 14<sup>th</sup> November, 2016

To The Department of Corporate Services-CRD Bombay Stock Exchange Limited P.J. Towers, Dalal Street, Mumbai-400001 Scrip Code: 532951/GSS	To National Stock Exchange of India Limited 5 <sup>th</sup> Floor, Exchange Plaza, Bandra (E) Mumbai-400001 Scrip Symbol: GSS
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Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on 14<sup>th</sup> November, 2016 – Approval of Un-Audited Financial Results (Standalone) for quarter and half year ended 30<sup>th</sup> September, 2016**  
**Ref: Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

This is to inform that the Board of Directors of the Company at the meeting held today i.e. on 14th November, 2016 that commenced at 05.00 P.M and concluded at 08.40 P.M inter-alia, has considered and approved the standalone unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2016, as recommended by the Audit Committee.

You are requested to take on record the above said information.

Thanking you

Yours faithfully  
For GSS INFOTECH LIMITED

*Esha Sinha*

Esha Sinha  
Company Secretary



Enclosures:

1. Unaudited financial results (Standalone) for the quarter and half year ended 30th September, 2016.
2. Limited Review Report for the quarter and half year ended 30th September, 2016.

GSS Infotech Limited

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CIN No: L72200TG2003PLC041860

## PART I

(In Rs. Lakhs except share and per equity share data)

## Statement of Standalone Unaudited Financials Results for Quarter ended and Half Year ended September 30, 2016

Particulars	Quarter ended September 30, 2016 Unaudited	Quarter ended September 30, 2015 Unaudited	Quarter ended June 30, 2016 Unaudited	Six Months ended September 30 2016 Unaudited	Year ended 31st March 2016 Audited
1					
Income from operations					
(a) Net sales/income from operations (Net of excise duty)	579.61	791.04	662.47	1,242.08	2,982.82
(b) Other operating income	-	-	-	-	-
<b>Total income from operations (net)</b>	<b>579.61</b>	<b>791.04</b>	<b>662.47</b>	<b>1,242.08</b>	<b>2,982.82</b>
2					
Expenses					
(a) Direct cost	48.04	67.10	111.06	159.10	220.04
(b) Purchases of stock-in-trade	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-
(d) Employee benefits expense	367.36	469.18	396.67	764.03	1,864.10
(e) Depreciation and amortisation expense	1.99	25.05	22.22	24.21	106.83
(f) Other expenses	220.63	4.06	54.17	274.80	408.12
<b>Total expenses</b>	<b>638.02</b>	<b>565.38</b>	<b>584.12</b>	<b>1,222.14</b>	<b>2,599.09</b>
3					
<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(58.41)</b>	<b>225.66</b>	<b>78.36</b>	<b>19.95</b>	<b>383.74</b>
4					
Other income	67.31	129.01	6.83	74.14	222.37
5					
<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>8.90</b>	<b>354.67</b>	<b>85.19</b>	<b>94.09</b>	<b>606.10</b>
6					
Finance costs	20.12	40.06	22.87	42.99	139.57
7					
<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 -6)</b>	<b>(11.22)</b>	<b>314.60</b>	<b>62.31</b>	<b>51.09</b>	<b>466.53</b>





## PART I

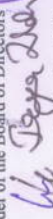
## Statement of Standalone Unaudited Financials Results for Quarter ended and Half Year ended September 30, 2016

	Particulars	Quarter ended September 30, 2016 Unaudited	Quarter ended September 30, 2015 Unaudited	Quarter ended June 30, 2016 Unaudited	Six Months ended September 30 2016 Unaudited	Year ended 31st March 2016 Audited
8	Exceptional items*	4,609.89	-	-	4,609.89	-
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	(4,621.11)	314.60	62.31	(4,558.80)	466.53
10	Tax expense	1.41	(4.68)	(8.60)	(7.19)	25.84
11	Net Profit / (Loss) from ordinary activities after tax (9 + 10)	(4,622.53)	319.28	70.91	(4,551.61)	440.69
12	Extraordinary items	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	(4,622.53)	319.28	70.91	(4,551.61)	440.69
14	Share of profit / (loss) of associates	-	-	-	-	-
15	Minority interest	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15)	(4,622.53)	319.28	70.91	(4,551.61)	440.69
17	Paid-up equity share capital (Face Value of the Share Rs.10/- each)	1,693.68	1,693.68	1,693.68	1,693.68	1,693.68
18	No of Equity shares	16,936,843	16,936,843	16,936,843	16,936,843	16,936,843
19	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	9,248	14,077
19.i	Earnings per share (before extraordinary items) (of ` FV Rs.10/- each) (not annualised):					
	(a) Basic	(27.29)	1.89	0.42	(26.87)	2.60
	(b) Diluted	(27.29)	1.89	0.42	(26.87)	2.60
19.ii	Earnings per share (after extraordinary items) (of `FV Rs.10/- each) (not annualised):					
	(a) Basic	(27.29)	1.89	0.42	(26.87)	2.60
	(b) Diluted	(27.29)	1.89	0.42	(26.87)	2.60
	See accompanying note to the financial results					

## Notes to the Results

- These unaudited results for the Quarter ended and Half Year ended September 30, 2016 were reviewed by the Audit Committee and have been taken on record by the Board of Directors at its meeting held on November 14, 2016.
- Previous Year / Period's figures have been regrouped wherever necessary.
- The Company operates in a single business segment i.e., Software Services.
- \*Considering current market scenario and future outlook of the Company, the Board recommended to the management that they conduct Agreed up-on Procedures regarding financial information through third party agency. Based on the observations and findings given by the third party agency some of the step down Subsidiaries required impairment of goodwill. This action resulted in diminution in the value of investments by Rs.3622 Lakhs and Rs.988 Lakhs advances written off.

By Order of the Board of Directors


  
Keerthy Jaya Tilak  
Chairman




**SARATH & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**LIMITED REVIEW REPORT**

To

The Board of Directors  
M/s GSS Infotech Limited  
Hyderabad

**Review Reports on Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

1. We have reviewed the accompanying Statements of Unaudited Standalone Financial Results ('Statement') of M/s GSS Infotech Limited for the quarter and half year ended 30<sup>th</sup> September, 2016, prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (the "Listing Regulation, 2015") which has been initialed by us for identification purpose. The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these Financial Statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Financial Statements are free of Material Misstatement.
3. A review is limited primarily to inquiries of Company personnel and analytical procedure applied to financial data and thus provides less assurance than an Audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone Financial Results for the Quarter and half year ended 30<sup>th</sup> September, 2016 prepared in accordance with applicable Accounting Standards specified under Section 133 of the Companies Act, 2013, and other recognized Accounting practices and Policies has not disclosed the Information required to be disclosed in terms of Regulation 33 of the Listing Regulation, 2015 including the manner in which is disclosed, or that it contains any Material Misstatement.
5. Attention is drawn to the 'Exceptional Items' mentioned in point no.8 to the Statement of Standalone Unaudited Financial Results for the above period amounting to Rs.46,09,89,289. We would like to state here that out of this amount, Rs.36,21,79,075 is on account of diminution in the value of investments in the step down subsidiary company, which is not audited by us and such value is considered solely based on the Overseas Auditor confirmation letter and Stock Purchase Agreement entered by the wholly owned Subsidiary M/s GSS Infotech NY Inc with purchaser produced to us by the Management. Our opinion is not modified in this regard.

Hyderabad  
14<sup>th</sup> November, 2016

**HEAD OFFICE:** 4th Floor, Maas Heights, 8-2-577/B, Road No. 8, Banjara Hills, Hyderabad - 500034.

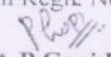
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Chartered Accountants  
Firm Regn. No. 005120S

  
**CA P Gopi Krishna**  
M. No. 225868

