

QUICK HEAL TECHNOLOGIES LIMITED							
Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014 CIN: L72200MH1995PLC091408							
STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2017							
(INR in million)							
Sr. No	Particulars	Quarter ended			Six month ended		Year ended
		September 30, 2017 (Unaudited)	June 30, 2017 (Unaudited)	September 30, 2016 (Unaudited)	September 30, 2017 (Unaudited)	September 30, 2016 (Unaudited)	March 31, 2017 (Audited)
1	<b>Income</b>						
	Revenue from operations (Refer note 4)	1,045.32	297.22	1,064.30	1,342.54	1,539.44	2,990.22
	Other income	56.94	54.63	69.06	111.57	143.22	277.76
	<b>Total income</b>	<b>1,102.26</b>	<b>351.85</b>	<b>1,133.36</b>	<b>1,454.11</b>	<b>1,682.66</b>	<b>3,267.98</b>
2	<b>Expenses</b>						
	Cost of raw materials consumed	1.59	2.40	3.91	3.99	7.74	14.02
	Purchase of security software products	17.22	7.53	40.14	24.75	56.66	126.99
	Changes in inventories of security software products	22.64	(0.23)	6.61	22.41	5.14	(9.18)
	Employee benefits expense	256.93	255.72	253.85	512.65	491.21	987.62
	Depreciation and amortisation expense	67.63	64.10	77.57	131.73	151.45	308.67
	Other expenses	144.02	189.70	203.84	333.72	437.80	898.31
	<b>Total expenses</b>	<b>510.03</b>	<b>519.22</b>	<b>585.92</b>	<b>1,029.25</b>	<b>1,150.00</b>	<b>2,326.43</b>
3	<b>Profit / (loss) before exceptional items and tax (1-2)</b>	<b>592.23</b>	<b>(167.37)</b>	<b>547.44</b>	<b>424.86</b>	<b>532.66</b>	<b>941.55</b>
4	Exceptional items	-	-	-	-	37.80	44.13
5	<b>Profit / (loss) before tax (3-4)</b>	<b>592.23</b>	<b>(167.37)</b>	<b>547.44</b>	<b>424.86</b>	<b>494.86</b>	<b>897.42</b>
6	<b>Tax expense</b>						
	Current tax						
	Pertaining to profit for the current period	179.11	(52.00)	181.84	127.11	162.41	317.56
	Adjustments of tax relating to earlier periods	-	-	-	-	0.23	(1.72)
	Deferred tax	20.40	(4.52)	2.50	15.88	3.00	(10.11)
	<b>Total tax expense</b>	<b>199.51</b>	<b>(56.52)</b>	<b>184.34</b>	<b>142.99</b>	<b>165.64</b>	<b>305.73</b>
7	<b>Profit / (loss) for the period (5-6)</b>	<b>392.72</b>	<b>(110.85)</b>	<b>363.10</b>	<b>281.87</b>	<b>329.22</b>	<b>591.69</b>
8	<b>Other comprehensive income, net of tax</b>						
	<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>						
	Re-measurement of defined benefit plans	2.55	(2.42)	(2.20)	0.13	(1.71)	1.12
	Net (loss) or gain on FVTOCI assets	-	-	-	-	(3.55)	(3.45)
	<b>Total other comprehensive income</b>	<b>2.55</b>	<b>(2.42)</b>	<b>(2.20)</b>	<b>0.13</b>	<b>(5.26)</b>	<b>(2.33)</b>
9	<b>Total comprehensive income (after tax) (7+8)</b>	<b>395.27</b>	<b>(113.27)</b>	<b>360.90</b>	<b>282.00</b>	<b>323.96</b>	<b>589.36</b>
10	<b>Earnings per share of INR 10 each:</b> (not annualised except for the year ended March 31, 2017)						
	a) Basic	5.60	(1.58)	5.18	4.02	4.70	8.45
	b) Diluted	5.58	(1.57)	5.15	4.00	4.67	8.40



**QUICK HEAL TECHNOLOGIES LIMITED**

Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014

CIN: L72200MH1995PLC091408

**STATEMENT OF STANDALONE ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2017**

(INR in million)

Particulars	As at September 30, 2017 (Unaudited)	As at March 31, 2017 (Audited)
<b>Assets</b>		
<b>Non-current assets</b>		
(a) Property, plant and equipment	1,715.39	1,780.66
(b) Capital work-in-progress	133.01	135.89
(c) Intangible assets	51.14	65.12
(d) Investments in subsidiaries	300.34	294.91
(e) Financial assets		
(i) Investments in others	66.66	66.66
(ii) Loans and security deposits	3.17	4.50
(iii) Other financial assets	3.68	2.07
(f) Deferred tax assets (net)	71.35	87.30
(g) Non-current tax assets (net)	33.79	198.67
(h) Other non-current assets	22.31	46.12
	<b>2,400.84</b>	<b>2,681.90</b>
<b>Current assets</b>		
(a) Inventories	53.32	72.22
(b) Financial assets		
(i) Investments	2,501.78	1,750.82
(ii) Trade and other receivables	613.76	949.90
(iii) Cash and cash equivalents	159.95	501.16
(iv) Bank balances other than (iii) above	1,566.59	1,501.16
(v) Loans and security deposits	6.73	5.38
(vi) Interest accrued and share issue expenses recoverable	28.34	8.73
(c) Other current assets	39.65	33.85
	<b>4,970.12</b>	<b>4,823.22</b>
<b>Total assets</b>	<b>7,370.96</b>	<b>7,505.12</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
(a) Equity share capital	701.89	701.02
(b) Share application money pending allotment	0.83	0.06
(c) Other equity		
Retained earnings	3,370.21	3,299.40
Other reserves	2,801.54	2,790.04
<b>Total equity</b>	<b>6,874.47</b>	<b>6,790.52</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Net employee defined benefit liabilities	23.79	22.73
	<b>23.79</b>	<b>22.73</b>
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Trade and other payables	275.22	406.02
(ii) Other financial liabilities	11.16	13.16
(b) Other current liabilities	137.45	135.79
(c) Net employee defined benefit liabilities	14.00	14.42
(d) Current tax liabilities (net)	34.87	122.48
	<b>472.70</b>	<b>691.87</b>
<b>Total liabilities</b>	<b>496.49</b>	<b>714.60</b>
<b>Total equity and liabilities</b>	<b>7,370.96</b>	<b>7,505.12</b>



**QUICK HEAL TECHNOLOGIES LIMITED**

**Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014**

**CIN: L72200MH1995PLC091408**

**STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2017**

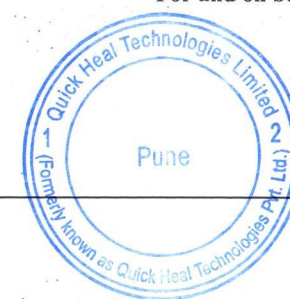
**Notes to financial results**


- 1 The above financial results for the quarter and six month ended September 30, 2017 have been subjected to limited review by the auditors of the Company and reviewed by the Audit Committee and approved by the Board of Directors of the Company at the respective meetings held on November 9, 2017 and November 10, 2017.
- 2 During the previous quarter and earlier years, the Company has received three statement of demands of service tax under the provisions of Finance Act, 1994 for INR 1,223.07 million (excluding penalty of INR 589.26 million) covering the period from March 01, 2011 to March 31, 2016 on supply of anti-virus software in Compact Disk. The Company had filed an appeal with Customs, Excise and Service Tax Appellate Tribunal, New Delhi for the period March 01, 2011 to March 31, 2014 and with the Customs, Excise and Service Tax Appellate Tribunal, Mumbai for the period April 01, 2014 to March 31, 2015. The Company has filed reply with Pune-1 Commissionerate against the statements of demand received amounting to INR 377.01 million (included in above amount) pertaining to period April 01, 2015 to March 31, 2016. Based on technical circular issued by the government authorities and an independent legal opinion, the Company is confident of getting this claim set aside and accordingly no provision has been considered necessary in this regard and also for the subsequent period till June 30, 2017 (before implementation of GST).  
  
In addition to above, during the previous quarter, the Company has received letter for submission of the sales information pertaining to period April 01, 2016 to March 31, 2017 and the Company has submitted the required information during the current quarter.
- 3 The Company is engaged in providing security software solutions. The Chief Operating Decision Maker (CODM) reviews the information pertaining to revenue of each of the target customer group (segments) viz. retail, enterprise & government and mobile. However, based on similarity of activities/products, risk and reward structure, organisation structure and internal reporting systems, the Company has structured its operations into one operating segment viz. anti-virus and as such there is no separate reportable operating segment as defined by Ind AS 108 "Operating segments".
- 4 Post implementation of Goods and Services Tax (GST) w.e.f. July 1, 2017, "Revenue from operations" has been disclosed net of GST.

**Place: Pune**

**Date: November 10, 2017**

**For and on behalf of the Board of Directors**



  
**Kailash Katkar**  
**Managing Director**  
**& Chief Executive Officer**