

Report for the second quarter ended September 30, 2015

Select financial data – IFRS (consolidated)

Statement of comprehensive income

in ₹ crore, except per equity share data

| Particulars | Quarter ended | | Year-on-year Growth (%) | Quarter ended June 30, 2015 | Sequential Growth (%) |
|--|--------------------|--------------------|----------------------------|--------------------------------|--------------------------|
| | September 30, 2015 | September 30, 2014 | | | |
| Revenues | 15,635 | 13,342 | 17.2 | 14,354 | 8.9 |
| Cost of sales | 9,724 | 8,201 | 18.6 | 9,123 | 6.6 |
| Gross profit | 5,911 | 5,141 | 15.0 | 5,231 | 13.0 |
| Operating expenses: | | | | | |
| Selling and marketing expenses | 843 | 769 | 9.6 | 820 | 2.8 |
| Administration expenses | 1,075 | 889 | 20.9 | 964 | 11.5 |
| Total operating expenses | 1,918 | 1,658 | 15.7 | 1,784 | 7.5 |
| Operating profit | 3,993 | 3,483 | 14.7 | 3,447 | 15.9 |
| Other income | 793 | 877 | (9.6) | 758 | 4.6 |
| Share in associate's profit / (loss) | (1) | – | (100) | – | – |
| Profit before income taxes | 4,785 | 4,360 | 9.7 | 4,205 | 13.8 |
| Income tax expense | 1,387 | 1,264 | 9.7 | 1,175 | 18.0 |
| Net profit | 3,398 | 3,096 | 9.8 | 3,030 | 12.1 |
| Earnings per equity share ⁽¹⁾ | | | | | |
| Basic (₹) | 14.87 | 13.55 | 9.8 | 13.26 | 12.1 |
| Diluted (₹) | 14.87 | 13.55 | 9.8 | 13.26 | 12.1 |

⁽¹⁾ Previous period numbers have been restated due to issue of bonus shares in Dec-14 and Jun-15.

Balance Sheet data

in ₹ crore

| Particulars | September 30, 2015 | March 31, 2015 |
|--|--------------------|----------------|
| Cash and cash equivalents ⁽¹⁾ | 29,946 | 30,367 |
| Available-for-sale financial assets | 2,191 | 2,219 |
| Trade receivables | 10,397 | 9,713 |
| Property, plant and equipment | 9,686 | 9,125 |
| Investment in associate | 96 | 93 |
| Other assets | 18,590 | 14,835 |
| Total assets | 70,906 | 66,352 |
| Total liabilities | 13,561 | 11,589 |
| Total equity | 57,345 | 54,763 |
| Total liabilities and equity | 70,906 | 66,352 |

⁽¹⁾ Cash and cash equivalents include deposits with corporations.

Ratio analysis – IFRS (Consolidated)

In %

| | Quarter ended | | |
|---|--------------------|--------------------|---------------|
| | September 30, 2015 | September 30, 2014 | June 30, 2015 |
| Cost of sales / total revenue (%) | 62.2 | 61.5 | 63.6 |
| Gross profit / total revenue (%) | 37.8 | 38.5 | 36.4 |
| Operating expenses / total revenue (%) | 12.3 | 12.4 | 12.4 |
| Operating profit / total revenue (%) | 25.5 | 26.1 | 24.0 |
| Tax / Profit before tax (PBT) (%) | 29.0 | 29.0 | 27.9 |
| Days sales outstanding (DSO) (LTM) | 66 | 63 | 70 |
| Cash and cash equivalents / total assets (%) ⁽¹⁾ | 45.3 | 54.5 | 44.9 |
| Return on capital employed (ROCE) (PBIT / average capital employed) (%) (LTM) | 33.1 | 35.2 | 34.4 |
| Return on average invested capital (%) (LTM) ⁽¹⁾ | 51.3 | 60.2 | 50.6 |

LTM - Last twelve months

⁽¹⁾ Investments in available-for-sale financial assets (excluding investment in non-current unquoted equity and preference securities) and certificates of deposit have been considered as cash and cash equivalents for the above ratio analysis.

Income statement

in US \$ millions, except per equity share data

| Particulars | Quarter ended | | Year-on-year Growth (%) | Quarter ended June 30, 2015 | Sequential Growth (%) |
|--------------------------------------|--------------------|--------------------|-------------------------|-----------------------------|-----------------------|
| | September 30, 2015 | September 30, 2014 | | | |
| Revenues | 2,392 | 2,201 | 8.7 | 2,256 | 6.0 |
| Cost of sales | 1,488 | 1,353 | 10.0 | 1,434 | 3.8 |
| Gross profit | 904 | 848 | 6.6 | 822 | 10.0 |
| Operational expenses: | | | | | |
| Selling and marketing expenses | 129 | 127 | 1.6 | 129 | - |
| Administration expenses | 165 | 146 | 13.0 | 152 | 8.6 |
| Total operating expenses | 294 | 273 | 7.7 | 281 | 4.6 |
| Operating profit | 610 | 575 | 6.1 | 541 | 12.7 |
| Other income | 121 | 144 | (16.0) | 119 | 1.7 |
| Share in associate's profit / (loss) | - | - | - | - | - |
| Profit before income taxes | 731 | 719 | 1.7 | 660 | 10.8 |
| Income tax expense | 212 | 208 | 1.9 | 184 | 15.2 |
| Net Pprofit | 519 | 511 | 1.6 | 476 | 9.1 |
| Earnings per equity share | | | | | |
| Basic (₹) | 0.23 | 0.22 | 1.6 | 0.21 | 9.1 |
| Diluted (₹) | 0.23 | 0.22 | 1.6 | 0.21 | 9.1 |

⁽¹⁾ Previous period numbers have been restated due to issue of bonus shares in Dec-14 and Jun-15.

Balance Sheet data

In US \$ millions

| | September 30, 2015 | March 31, 2015 |
|--|--------------------|----------------|
| Cash and cash equivalents ⁽¹⁾ | 4,566 | 4,859 |
| Available-for-sale financial assets | 334 | 355 |
| Trade receivables | 1,585 | 1,554 |
| Property, plant and equipment | 1,477 | 1,460 |
| Investment in associate | 15 | 15 |
| Other assets | 2,833 | 2,372 |
| Total assets | 10,810 | 10,615 |
| Total liabilities | 2,067 | 1,853 |
| Total equity | 8,743 | 8,762 |
| Total liabilities and equity | 10,810 | 10,615 |

⁽¹⁾ Cash and cash equivalents include deposits with corporations.

Additional Information

The following information for the three months ended September 30, 2015 is available in the 'Investors' section of our website, www.infosys.com:

1. Audited Balance Sheet, Statement of Profit and Loss, Cash Flow statement, Significant accounting policies and Notes on accounts for the three months ended September 30, 2015 and the related auditor's report: Indian GAAP standalone.
2. Audited IFRS Consolidated Interim Financial Statements (INR).
3. Unaudited condensed consolidated interim financial statements in USD prepared in compliance with IFRS.

Infosys is concerned about the environment and utilizes natural resources in a sustainable way. In order to intensify our paper conservation drive, from the quarter ended June 30, 2010, we have hosted the quarterly report on the Company's website so that it is easily accessible to the investors anytime. We request you to kindly update your email addresses with your depository participant. A physical copy of the report will be sent only on request. You can send the request to investors@infosys.com. Your cooperation will help conserve paper and minimize our impact on the environment.

This Report is furnished to investors for informational purposes only. Investors should continue to rely on the official filed versions of financial statements and related information and not rely on this Report while making investment decisions. Investors in our securities registered and traded in the United States of America should rely on official filings with the United States Securities and Exchange Commission.

Safe Harbor

Certain statements in connection with this release concerning our future growth prospects are forward-looking statements regarding our future business expectations intended to qualify for the 'safe harbor' under the Private Securities Litigation Reform Act of 1995, which involve a number of risks and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding fluctuations in earnings, fluctuations in foreign exchange rates, our ability to manage growth, intense competition in IT services including those factors which may affect our cost advantage, wage increases in India, our ability to attract and retain highly skilled professionals, time and cost overruns on fixed-price, fixed-time frame contracts, client concentration, restrictions on immigration, industry segment concentration, our ability to manage our international operations, reduced demand for technology in our key focus areas, disruptions in telecommunication networks or system failures, our ability to successfully complete and integrate potential acquisitions, liability for damages on our service contracts, the success of the companies in which Infosys has made strategic investments, withdrawal or expiration of governmental fiscal incentives, political instability and regional conflicts, legal restrictions on raising capital or acquiring companies outside India, and unauthorized use of our intellectual property and general economic conditions affecting our industry. Additional risks that could affect our future operating results are more fully described in our United States Securities and Exchange Commission filings including our Annual Report on Form 20-F for the fiscal year ended March 31, 2015. These filings are available at www.sec.gov. Infosys may, from time to time, make additional written and oral forward-looking statements, including statements contained in the Company's filings with the Securities and Exchange Commission and our reports to shareholders. The Company does not undertake to update any forward-looking statements that may be made from time to time by or on behalf of the Company unless it is required by law.