



29th June, 2020

To,
BSE Limited
Corporate Relationship Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400001

Scrip Code: 540735

Sub: Outcome of meeting of Board of Directors of the Company held on June 29, 2020

Dear Sirs,

This is to inform that the Board of Directors of the Company at its meeting held today i.e. June 29, 2020, has considered, approved and taken on record the following matters:

1. Audited standalone & consolidated financial results of the Company under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR”) for the half year and year ended on March 31, 2020 along with Auditors Report thereon. The following are enclosed herewith:
 - a) The audited standalone & consolidated financial results of the Company for the half year and year ended on March 31, 2020 and Auditors Report thereon;
 - b) Declaration in compliance with Regulation 33(3)(d) of the SEBI LODR for standalone and consolidated financial results.
2. Appointment of Statutory Auditor - Pursuant to Section 139 of the Companies Act, 2013 and Rules made thereunder, it is mandatory for the Company to rotate the current statutory auditors on completion of a maximum term permitted under the said Section. Accordingly, based on the recommendation of Audit Committee of the Company, the Board has, approved and recommended the appointment of M/s. Khimji Kunverji & Co LLP (Formerly Khimji Kunverji & Co), Chartered Accountants (Firm Registration No. 105146W/ W100621) as the Statutory Auditors of the Company in place of current Statutory Auditors M/s. M. P. Chitale & Co., Chartered Accountants, of the Company whose term expires at the ensuing Twentieth Annual General Meeting, subject to approval of shareholders of the Company. Subject to the approval of the shareholders of the Company, M/s. Khimji Kunverji & Co LLP, shall be appointed from financial year 2020-21 for a period of 5 (five) consecutive years to hold office from the conclusion of 20th Annual General Meeting of the Company scheduled to be held in the calendar year 2020 till the conclusion of the 25th Annual General Meeting of the Company to be held in the calendar year 2025. Aforesaid change in Statutory Auditors of the Company is in compliance with the requirements of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014.



IRIS Business Services Limited

3. Twentieth Annual General Meeting of the Company will be held on Friday, August 14, 2020 through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”).
4. The Register of Members and Share Transfer Books of the Company will remain closed from August 08, 2020 to August 14, 2020 (both days inclusive) for the purpose of the Annual General Meeting.

The abovementioned financial results and disclosure shall be available on the website (www.irisbusiness.com) of the Company under investors section.

Board meeting commenced at 1:30 p.m. and concluded at 4:00 p.m.

Request to take the same on your record.

Thanking You,
Yours faithfully,
For **IRIS Business Services Limited**

Jay Mistry
Company Secretary & Compliance Officer
(ICSI Membership No - ACS34264)
Encl: As above

- cc:
1. National Securities Depository Limited
 2. Central Depository Services (India) Limited
 3. Link Intime India Private Limited



To,
BSE Limited
Corporate Relationship Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400001

Scrip Code: 540735

Sub: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for Standalone and Consolidated Financial Results

Dear Sirs,

I, Balachandran Krishnan, Whole Time Director & CFO of IRIS Business Services Limited (the Company) (CIN: L72900MH2000PLC128943) having its registered office at T-231, Tower 2, 3rd Floor, International Infotech Park, Vashi Station, Vashi, Thane - 400 703, Maharashtra, India, hereby declare that, the Statutory Auditors of the Company, M/s. M. P. Chitale & Co., Chartered Accountants, (FRN: 101851W) have issued an Audit Report with unmodified opinion on the Audited Standalone and Consolidated Financial Results of the Company for the half year and financial year ended on 31st March, 2020.

This declaration is given in compliance of Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended vide notification No. SEBI/LAD-NRO/GN/2016-17/001 dated May 25, 2016 and Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016.

Kindly take this declaration on your records.

Yours Sincerely,
For **IRIS Business Services Limited**



Balachandran Krishnan
Whole Time Director & CFO
Date: June 29, 2020

Independent Auditor's Report on audit of annual Standalone Financial Results

**To The Board of Directors of
IRIS Business Services Limited**

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone financial results of IRIS Business Services Limited ('the Company') for the year ended 31 March 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid statements:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other financial information for the year ended 31st March 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013('the Act'). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Emphasis of Matter

As at 31st March 2020, in case of Company's subsidiary, IRIS Business Services LLC, its total liabilities exceeded its total assets by Rupees 59.05 Lakhs and its financial statements have been prepared on a going concern basis. The management has stated that it will continue to provide its support as and when necessary. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Standalone Financial Results

The annual financial result for the year ended 31st March 2020 and 31st March 2019 have been prepared on the basis of annual financial statement. The financial results for the half year ended 31 March 2020 and the corresponding half year ended in the previous year as reported are the balancing figures between audited figures in respect of full financial year and the unaudited year to date figures up to the end of the first half year of the relevant financial year prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 25 'Interim Financial Reporting'. The Company's Board of Directors are responsible for the preparation of these Financial Results that give a true and fair view of the net profit and other financial information in accordance with the Accounting Standards prescribed under Section 133 of the Act read with relevant Rules issued thereunder, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone Financial Results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For M.P.Chitale & Co.
Chartered Accountants
Firm Reg. No. 101851W



Santosh More
Partner

M. No.: 114236

Mumbai, June 29, 2020

UDIN - 20114236AAAANW7264



Standalone Financial Results for the Half year and Year ended March 31, 2020

Rupees in Lakhs

Particulars	Half Year Ended 31-Mar-2020 (Audited)	Half Year Ended 30-Sep-2019 (Unaudited)	Half Year Ended 31-Mar-2019 (Audited)	Year ended 31 March, 2020 (Audited)	Year ended 31 March, 2019 (Audited)
I. Revenue from operations	2,738.68	2,149.55	2,243.30	4,888.23	3,989.44
II. Other income	39.68	16.28	0.38	55.96	95.31
III. Total Revenue (I + II)	2,778.36	2,165.83	2,243.68	4,944.19	4,084.75
IV. Expenses:					
Employee benefits expense	1,403.65	1,221.74	1,182.27	2,625.39	2,324.00
Finance costs	74.12	80.10	77.58	154.21	159.28
Depreciation and amortization expense	308.11	308.35	174.19	616.46	408.48
Other expenses	787.24	601.89	851.31	1,389.13	1,660.79
Total expenses	2,573.13	2,212.07	2,285.35	4,785.20	4,552.55
V. Profit from ordinary activities before exceptional and extraordinary items and tax (III-IV)	205.23	(46.24)	(41.67)	158.99	(467.79)
VI. Exceptional expenses / (incomes)	-	-	-	-	-
VII. Profit from ordinary activities before extraordinary items and tax (V - VI)	205.23	(46.24)	(41.67)	158.99	(467.79)
VIII. Extraordinary Items	-	-	-	-	-
IX. Profit from ordinary activities before tax (VII- VIII)	205.23	(46.24)	(41.67)	158.99	(467.79)
X Tax expense:					
(1) Current tax	-	-	-	-	-
(2) Deferred tax	(5.26)	9.59	54.02	4.32	47.26
(3) Tax expense / (income) for earlier years	3.82	-	-	3.82	27.26
XI Profit (Loss) for the period from continuing operations (IX-X)	206.67	(55.82)	(95.69)	150.85	(542.31)
XII Profit/(loss) from discontinuing operations	-	-	-	-	-
XIII Tax expense of discontinuing operations	-	-	-	-	-
Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV Profit (Loss) for the period (XI + XIV)	206.67	(55.82)	(95.69)	150.85	(542.31)
XVI Earnings per equity share:					
(1) Basic	1.09	(0.30)	(0.51)	0.80	(2.87)
(2) Diluted	1.09	(0.30)	(0.51)	0.80	(2.87)

For IRIS Business Services Limited

K Balachandran
Whole Time Director & CFO
DIN: 00080055
Date : June 29, 2020

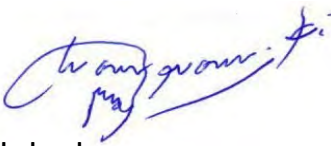


Standalone Statement of Assets And Liabilities

Rupees in Lakhs

Particulars	As at 31 March, 2020 (Audited)	As at 31 March, 2019 (Audited)
I. EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	1,887.92	1,887.92
(b) Reserves and surplus	887.99	736.22
2 Share application money pending allotment	-	-
3 Non-current liabilities		
(a) Long-term borrowings	289.07	459.96
(b) Deferred tax liabilities (Net)	58.34	54.02
(c) Long-term provisions	304.81	195.63
4 Current liabilities		
(a) Short-term borrowings	586.07	594.35
(b) Trade payables		
i) total outstanding dues of micro enterprises and small enterprises; and	26.66	27.86
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	179.21	269.74
(c) Other current liabilities	955.50	1,010.66
(d) Short-term provisions	1,323.86	1,241.06
TOTAL	6,499.42	6,477.42
II. ASSETS		
Non-current assets		
1 (a) Property, Plant and Equipment		
(i) Tangible assets	962.29	983.57
(ii) Intangible assets	1,699.16	2,273.21
(iii) Capital work-in-progress	-	-
(iv) Intangible assets under development	32.95	-
(b) Non-current investments	270.85	177.46
(c) Long-term loans and advances	33.03	4.74
(d) Other non-current assets	-	9.87
2 Current assets		
(a) Trade receivables	1,641.61	1,186.86
(b) Cash and cash equivalents	131.06	578.01
(c) Short-term loans and advances	89.00	87.65
(d) Other current assets	1,639.48	1,176.05
TOTAL	6,499.42	6,477.42

For IRIS Business Services Limited



K Balachandran

Whole Time Director & CFO

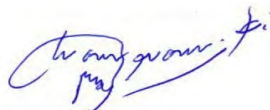
DIN: 00080055

Date : June 29, 2020



Standalone Cash Flow Statement for the year ended 31 March, 2020		
	Rupees in Lakhs	
	Year ended 31 March, 2020	Year ended 31 March, 2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	158.99	(467.79)
Adjustments for :		
Depreciation and amortisation	616.46	408.48
Write-off of withholding tax	62.30	171.71
Loss on sales of assets	-	0.27
Expense on employee stock option scheme	0.91	16.46
Interest expenses	134.71	144.58
Profit on sale / discarding of office equipment's	-	(0.50)
Interest income	(13.19)	(51.42)
Total	801.21	689.57
Operating Cash Profit before Working Capital Changes	960.20	221.78
(Increase) / Decrease in Sundry Debtors	(454.75)	147.86
(Increase) / Decrease in Short Term Loans & advances and Deposits	250.40	(61.57)
(Increase) / Decrease in Other Current Assets	(337.77)	126.33
(Increase) / Decrease in Long Term Loans and advances	(28.28)	-
(Increase) / Decrease in Other Non - Current Assets	9.87	57.90
(Decrease) / Increase in Trade Payables	(91.74)	(121.83)
(Decrease) / Increase in Other Current Liabilities	(59.89)	40.47
Increase / (Decrease) in Balance of cash credit facilities	(8.28)	(81.71)
(Decrease) / Increase in Long term Provisions	109.18	52.82
(Decrease) / Increase in Short term Provisions	82.80	(135.31)
Total	(528.47)	24.94
Taxes Paid	(191.94)	(103.82)
<u>Net Cash Inflow / (Outflow) in course of Operating activities (A)</u>	239.79	142.91
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, plant and equipments (including capital advances)	(21.13)	(13.26)
In-house Software Products Capitalisation	(32.95)	(39.01)
Interest Income Received	13.36	50.68
Sales / Scrap Value of Property, plant and equipments	-	0.50
Investments in Subsidiaries	(93.39)	(60.71)
<u>Net Cash Inflow / (Outflow) in the course of Investing Activities (B)</u>	(134.12)	(61.80)
CASH FLOW FROM FINANCING ACTIVITIES		
Fresh Loan /(Repayment) of term loans during the year (net)	(170.89)	(227.85)
Interest paid on Term Loans	(129.98)	(144.58)
<u>Net cash flow used in financing activities (C)</u>	(300.87)	(372.43)
Net increase / (decrease) in Cash and cash equivalents (A + B + C)	(195.20)	(291.32)
Add: Balance of Cash/Cash Equivalents at the beginning of the year	231.95	523.27
Cash/Cash Equivalents at the close of the year	36.75	231.95
Cash and bank balance at the end of the year	131.06	578.01
Less: Term Deposits not considered as cash & cash equivalents as per AS-3	(94.31)	(346.06)
	36.75	231.95

For IRIS Business Services Limited



K Balachandran
Whole Time Director & CFO DIN:
 00080055
 Date : June 29, 2020





Standalone Segment wise Revenue, Results and Assets and Liabilities

(Rs In Lakhs)

Particulars	Half Year Ended 31-Mar-2020 (Audited)	Half Year Ended 30-Sep-2019 (Unaudited)	Half Year Ended 31-Mar-2019 (Audited)	Year Ended 31-Mar-2020 (Audited)	Year Ended 31-Mar-2019 (Audited)
1. Segment Revenue					
(a) Segment – Collect	1,596.06	1,194.94	1,146.95	2,791.00	2,057.66
(b) Segment – Create	976.54	813.54	966.53	1,790.08	1,683.83
(c) Segment – Consume	166.08	141.07	129.82	307.15	247.95
Less: Inter Segment Revenue	-	-	-	-	-
Net sales/Income From Operations	2,738.68	2,149.55	2,243.30	4,888.23	3,989.44
2. Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)					
(a) Segment – Collect	577.84	367.11	157.25	944.94	215.04
(b) Segment – Create	(31.24)	(3.20)	75.58	(34.45)	(164.34)
(c) Segment – Consume	1.19	(37.98)	(23.11)	(36.79)	(46.04)
(d) Unallocated	39.68	16.28	0.38	55.96	95.31
Total	587.46	342.21	210.10	929.67	99.97
Less: i) Interest	74.12	80.10	77.58	154.21	159.28
ii) Other Un-allocable Expenditure net off Un-allocable income	308.11	308.35	174.19	616.46	408.48
Total Profit Before Tax	205.23	(46.24)	(41.67)	158.99	(467.79)
3. Segment Assets					
(a) Segment – Collect	1,124.90	920.86	820.71	1,124.90	820.71
(b) Segment – Create	850.69	930.19	934.56	850.69	934.56
(c) Segment – Consume	1,394.37	1,534.99	1,689.26	1,394.37	1,689.26
(d) Unallocated	3,129.46	2,857.27	3,032.89	3,129.46	3,032.89
Total assets	6,499.42	6,243.32	6,477.42	6,499.42	6,477.42
4. Segment Liabilities					
(a) Segment – Collect	66.40	56.74	130.32	66.40	130.32
(b) Segment – Create	46.19	30.94	46.73	46.19	46.73
(c) Segment – Consume	24.18	2.54	37.77	24.18	37.77
(d) Unallocated	3,586.75	3,584.12	3,638.46	3,586.75	3,638.46
Total liabilities	3,723.52	3,674.34	3,853.28	3,723.52	3,853.28
Capital Employed	2,775.90	2,568.98	2,624.14	2,775.90	2,624.14

For IRIS Business Services Limited

K Balachandran
Whole Time Director & CFO DIN:
00080055
Date : June 29, 2020



M. P. Chitale & Co.

Chartered Accountants

1/11, Prabhadevi Ind. Estate, 1st Flr., Opp. Siddhivinayak Temple, Veer Savarkar Marg, Prabhadevi, Mumbai - 25 • Tel.: 43474301-03 • Fax : 4347 4304

Independent Auditor's Report on the audit of the annual consolidated financial results

**To The Board of Directors of
IRIS Business Services Limited (Holding Company)**

Opinion

We have audited the accompanying consolidated annual financial results of **Iris Business Services Limited** (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entities for the year ended 31st March 2020, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements / financial results / financial information of the subsidiaries, associates and jointly controlled entities, the aforesaid consolidated financial results:

- (i) include the annual financial results of the following entities:
 - a) IRIS Business Services LLC
 - b) Atanou S.r.l. and
 - c) IRIS Business Services (Asia) Pte. Ltd.
 - d) IRIS Logix Solutions Private Limited
- (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) give a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other financial information of the Group for the year ended 31st March 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group, its associates and jointly controlled entities in accordance with the Code of Ethics issued by the



Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Board of Directors' Responsibilities for the Consolidated Financial Results

These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other financial information of the Group including its associates and jointly controlled entities in accordance with the Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and jointly controlled entities and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.



Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.



- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

The consolidated Financial Results include the audited Financial Results of one subsidiary, , whose Financial Statements reflect Group's share of total assets of Rupees 204.51 lakhs as at March 31, 2020, Group's share of total revenue of Rupees 189.70 lakhs and Rupees 286.12 lakhs, Group's share of total net profit after tax of Rupees 15.57 lakhs and Rupees 18.68 lakhs for the half year ended 31st March 2020 and the year ended 31st March 2020, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on financial statements of the entity have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

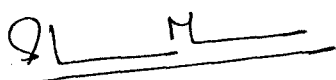


The consolidated Financial Results include the unaudited Financial Results of two foreign subsidiaries, whose Financial Statements reflect Group's share of total assets of Rupees 64.88 lakhs as at March 31, 2020, Group's share of total revenue of Rupees 33.44 lakhs and Rupees 71.65 lakhs and Group's share of total net loss of Rupees 69.74 lakhs and Rupees 120.26 lakhs for the half year ended 31st March 2020 and the year ended 31st March 2020, as considered in the consolidated Financial Results. These unaudited interim Financial Statements have been furnished to us by the Board of Directors and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and jointly controlled entities is based solely on such unaudited Financial Statements. In our opinion and according to the information and explanations given to us by the Board of Directors, these Financial Statements are not material to the Group.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

The Financial Results include the results for the half year ended 31st March 2020 and the corresponding half year ended in the previous financial year, being the balancing figure between the audited figures in respect of the full financial years and the published unaudited half yearly figures up to 30th September of the current and the previous financial year respectively, which were subject to limited review by us.

For M.P.Chitale & Co.
Chartered Accountants
Firm Reg. No. 101851W



Santosh More
Partner
M. No.: 114236
Mumbai, June 29, 2020
UDIN - 20114236AAAANX6504



Consolidated Financial Results for the Half year and Year ended March 31, 2020

Rupees in Lakhs

Particulars	Half Year Ended 31-Mar-2020 (Audited)	Half Year Ended 30-Sep-2019 (Unaudited)	Half Year Ended 31-Mar-2019 (Audited)	Year ended 31 March, 2020 (Audited)	Year ended 31 March, 2019 (Audited)
I. Revenue from operations	2,880.08	2,219.69	2,243.30	5,099.77	3,989.44
II. Other income	41.49	16.12	12.09	57.61	107.02
III. Total Revenue (I + II)	2,921.57	2,235.81	2,255.39	5,157.38	4,096.46
IV. Expenses:					
Employee benefits expense	1,510.68	1,327.03	1,291.41	2,837.71	2,535.04
Finance costs	74.55	80.57	78.02	155.12	160.32
Depreciation and amortization expense	308.11	308.35	174.24	616.46	408.60
Other expenses	880.24	613.51	837.83	1,493.75	1,528.36
Total expenses	2,773.57	2,329.46	2,381.50	5,103.03	4,632.33
V. Profit from ordinary activities before exceptional and extraordinary items and tax (III-IV)	147.99	(93.64)	(126.11)	54.35	(535.87)
VI. Exceptional expenses / (incomes)	-	-	-	-	-
VII. Profit from ordinary activities before extraordinary items and tax (V - VI)	147.99	(93.64)	(126.11)	54.35	(535.87)
VIII. Extraordinary Items	-	-	-	-	-
IX. Profit from ordinary activities before tax (VII- VIII)	147.99	(93.64)	(126.11)	54.35	(535.87)
X Tax expense:					
(1) Current tax	-	-	-	-	-
(2) Deferred tax	(5.26)	9.59	54.02	4.32	47.26
(3) Tax expense / (income) for earlier years	3.82	-	-	3.82	27.26
XI Profit (Loss) for the period from continuing operations (IX-X)	149.44	(103.23)	(180.13)	46.20	(610.39)
XII Profit/(loss) from discontinuing operations	-	-	-	-	-
XIII Tax expense of discontinuing operations	-	-	-	-	-
Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV Profit (Loss) for the period (XI + XIV)	149.44	(103.23)	(180.13)	46.20	(610.39)
XVI Attributable to Minority Interest Holder	(0.48)	0.05	0.12	(0.43)	0.23
XVII Attributable to Parent	149.92	(103.28)	(180.25)	46.63	(610.62)
XVI Earnings per equity share:					
(1) Basic	0.79	(0.55)	(0.95)	0.25	(3.23)
(2) Diluted	0.79	(0.55)	(0.95)	0.25	(3.23)

For IRIS Business Services Limited

K Balachandran
Whole Time Director & CFO
 DIN: 00080055
 Date : June 29, 2020

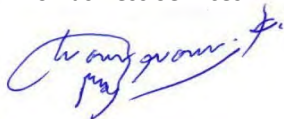


Consolidated Statement of Assets And Liabilities

Rupees in Lakhs

Particulars		As at 31 March, 2020 (Audited)	As at 31 March, 2019 (Audited)
I.	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	1,887.92	1,887.92
	(b) Reserves and surplus	575.03	528.34
2	Minority Interest	1.71	-
3	Share application money pending allotment	-	-
4	Non-current liabilities		
	(a) Long-term borrowings	289.07	459.96
	(b) Deferred tax liabilities (Net)	58.34	54.02
	(c) Long-term provisions	304.81	195.63
5	Current liabilities		
	(a) Short-term borrowings	586.07	594.35
	(b) Trade payables		
	i) total outstanding dues of micro enterprises and small enterprises; and	26.71	27.86
	ii) total outstanding dues of creditors other than micro enterprises and small enterprises	202.01	283.43
	(c) Other current liabilities	1,061.91	1,052.30
	(d) Short-term provisions	1,331.01	1,252.84
	TOTAL	6,324.60	6,336.66
II.	ASSETS		
	Non-current assets		
1	(a) Property, Plant and Equipment		
	(i) Tangible assets	962.29	983.57
	(ii) Intangible assets	1,699.16	2,273.21
	(iii) Capital work-in-progress	-	-
	(iv) Intangible assets under development	32.95	-
	(b) Non-current investments	-	-
	(c) Long-term loans and advances	33.03	4.74
	(d) Other non-current assets	-	9.87
2	Current assets		
	(a) Trade receivables	1,748.38	1,186.86
	(b) Cash and cash equivalents	168.53	587.31
	(c) Short-term loans and advances	93.07	87.65
	(d) Other current assets	1,587.20	1,203.44
	TOTAL	6,324.60	6,336.66

For IRIS Business Services Limited



K Balachandran

Whole Time Director & CFO DIN:

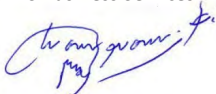
00080055

Date : June 29, 2020



Consolidated Cash Flow Statement for the year ended 31 March, 2020		
	Rupees in Lakhs	
	Year ended 31 March, 2020	Year ended 31 March, 2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	54.35	(535.87)
Adjustments for :		
Depreciation and amortisation	616.46	408.60
Taxes Written-off	62.30	171.71
Loss on sales of assets	-	0.27
Expense on employee stock option scheme	0.91	16.46
Interest expenses	134.71	144.58
Profit on sale / discarding of office equipment's	-	(0.50)
Interest income	(13.19)	(51.42)
Other non-cash adjustment	(1.12)	(0.68)
Total	800.09	689.02
Operating Cash Profit before Working Capital Changes	854.44	153.15
(Increase) / Decrease in Sundry Debtors	(561.52)	147.86
(Increase) / Decrease in Short Term Loans & advances and Deposits	246.33	(59.68)
(Increase) / Decrease in Other Current Assets	(258.10)	99.42
(Increase) / Decrease in Long Term Loans and advances	(28.28)	-
(Increase) / Decrease in Other Non - Current Assets	9.87	57.90
(Decrease) / Increase in Trade Payables	(82.57)	(117.04)
(Decrease) / Increase in Other Current Liabilities	4.88	61.39
Increase / (Decrease) in Balance of cash credit facilities	(8.28)	(81.71)
(Decrease) / Increase in Long term Provisions	109.18	52.82
(Decrease) / Increase in Short term Provisions	78.17	(128.09)
Total	(490.32)	32.86
Taxes Paid	(191.94)	(103.82)
<u>Net Cash Inflow / (Outflow) in course of Operating activities (A)</u>	172.17	82.20
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, plant and equipments (including capital advances)	(21.13)	(13.26)
In-house Software Products Capitalisation	(32.95)	(39.01)
Interest Income Received	13.36	50.68
Sales / Scrap Value of Property, plant and equipments	-	0.50
<u>Net Cash Inflow / (Outflow) in the course of Investing Activities (B)</u>	(40.73)	(1.08)
CASH FLOW FROM FINANCING ACTIVITIES		
Fresh Loan /(Repayment) of term loans during the year (net)	(170.89)	(227.85)
Interest paid on Term Loans	(129.98)	(144.58)
Capital contribution from Minority interest holder	2.40	-
<u>Net cash flow used in financing activities (C)</u>	(298.47)	(372.43)
Net increase / (decrease) in Cash and cash equivalents (A + B + C)	(167.03)	(291.32)
Add: Balance of Cash/Cash Equivalents at the beginning of the year	241.26	532.57
Cash/Cash Equivalents at the close of the year	74.23	241.26
Cash and bank balance at the end of the year	168.53	587.31
Less: Term Deposits not considered as cash & cash equivalents as per AS-3	(94.31)	(346.06)
	74.23	241.26

For IRIS Business Services Limited



K Balachandran
Whole Time Director & CFO
DIN: 00080055
Date : June, 29, 2020





Consolidated Segment wise Revenue, Results and Assets and Liabilities

(Rs In Lakhs)

Particulars	Half Year Ended 31-Mar-2020 (Audited)	Half Year Ended 30-Sep-2019 (Unaudited)	Half Year Ended 31-Mar-2019 (Audited)	Year Ended 31-Mar-2020 (Audited)	Year Ended 31-Mar-2019 (Audited)
1. Segment Revenue					
(a) Segment – Collect	1,703.46	1,226.87	1,146.95	2,930.33	2,057.66
(b) Segment – Create	1,010.53	851.76	966.53	1,862.29	1,683.83
(c) Segment – Consume	166.08	141.07	129.82	307.15	247.95
Less: Inter Segment Revenue	-	-	-	-	-
Net sales/Income From Operations	2,880.07	2,219.70	2,243.30	5,099.77	3,989.44
2. Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)					
(a) Segment – Collect	593.40	370.22	133.35	963.62	197.77
(b) Segment – Create	(104.05)	(53.72)	15.05	(157.77)	(215.15)
(c) Segment – Consume	1.19	(37.98)	(23.11)	(36.79)	(46.05)
(d) Unallocated	39.68	16.28	0.38	55.96	95.31
Total	530.22	294.80	125.67	825.02	31.89
Less: i) Interest	74.12	80.10	77.58	154.21	159.28
ii) Other Un-allocable Expenditure net off Un-allocable income	308.11	308.35	174.19	616.46	408.48
Total Profit Before Tax	147.99	(93.64)	(126.11)	54.35	(535.87)
3. Segment Assets					
(a) Segment – Collect	1,266.69	983.20	846.55	1,266.69	846.55
(b) Segment – Create	901.41	974.67	946.18	901.41	946.18
(c) Segment – Consume	1,394.37	1,534.99	1,689.26	1,394.37	1,689.26
(d) Unallocated	2,762.13	2,568.09	2,854.67	2,762.13	2,854.67
Total assets	6,324.60	6,060.95	6,336.66	6,324.60	6,336.66
4. Segment Liabilities					
(a) Segment – Collect	86.42	73.23	153.71	86.42	153.71
(b) Segment – Create	162.59	88.81	90.46	162.59	90.46
(c) Segment – Consume	24.18	2.54	37.77	24.18	37.77
(d) Unallocated	3,588.46	3,584.12	3,638.47	3,588.46	3,638.47
Total liabilities	3,861.65	3,748.71	3,920.40	3,861.65	3,920.40
Capital Employed	2,462.95	2,312.24	2,416.26	2,462.95	2,416.26

For IRIS Business Services Limited

K Balachandran
Whole Time Director & CFO
 DIN: 00080055
 Date : June 29, 2020





Notes:

- 1) The above standalone and consolidated financial results for the half year and year ended March 31, 2020 were reviewed and recommended by the Audit committee of the Board and approved by the Board of directors at their meeting held on June 29, 2020.
- 2) The standalone and consolidated financial results for the half year ended March 31, 2020 and March 31, 2019 are balancing figure between audited figures in respect of the full financial year and unaudited published figures upto first half period ended September 30th for the respective years which are subject to limited review.
- 3) The above financial results are drawn in accordance with the accounting policies consistently followed by the Company.
- 4) The consolidated results include results of four subsidiaries - IRIS Business Services LLC, IRIS Business Services (Asia) Pte Ltd, Atanou S.r.l., and IRIS Logix Solutions Pvt. Ltd.
- 5) Based on the RBI circular, the Bank has offered and granted one-time moratorium on our Term loan for the installment and interest due in the months of March, April and May 2020.
- 6) The COVID-19 pandemic is still unfolding and while it is challenging to predict the full economic fall out of the contagion, we have undertaken an internal assessment to understand the impact on our business and on the carrying amounts of receivables, unbilled revenues and intangible assets. After examining various factors, we have come to the view that the impact of COVID 19 is not material on our financial position at the end of the year 2019-20. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements. The company will keep monitoring the uncertainties caused by the pandemic to assess its impact on our future economic conditions.
- 6) Corresponding previous period's figures have been regrouped and reclassified wherever necessary to make them comparable with the figures for the current period(s).
- 7) The results for the half year ended and year ended 31st March, 2020 are available on the Bombay Stock Exchange website (URL: www.bseindia.com) and also on the company's website (URL: www.irisbusiness.com).

For **IRIS Business Services Limited**

K Balachandran
Whole Time Director & CFO
DIN: 00080055
Date : June 29, 2020

