



November 14, 2024

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001 Company Code No.: 543268	National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 Company Symbol: DRCSYSTEMS
--	--

Dear Sir/ Ma'am,

Sub: Outcome of Board Meeting

Pursuant to Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we hereby inform you that the Board of Directors at its Meeting held today i.e. November 14, 2024 has inter-alia considered, approved and taken on record the Unaudited (Standalone and Consolidated) Financial Results for the quarter and half year ended September 30, 2024 together with the Limited Review Report from the Statutory Auditors.

Pursuant to Regulation 33 of the Listing Regulations, we enclose herewith the following:

- a) A copy of Unaudited (Standalone and Consolidated) Financial Results for the quarter and half year ended September 30, 2024.
- b) Limited Review Report issued by the Statutory Auditors.
- c) A copy of Press Release.

The Board Meeting commenced at 11.00 a.m. and concluded at 12.20 p.m.

The above intimation is also available on the website of the Company at www.drcsystems.com

Kindly take the same on your records.

Thanking you,

Yours faithfully,

For DRC Systems India Limited

Jainam Shah
Company Secretary

Encl.: As above

DRC SYSTEMS INDIA LIMITED

24th Floor, GIFT Two Building, Block no. 56, Road – 5C, Zone – 5, GIFT CITY, Gandhinagar – 382355, Gujarat, India

Contact: +91-79-67772222 | ir@drcsystems.com | www.drcsystems.com

CIN: L72900GJ2012PLC070106



Independent Auditor's Review Report on the Quarterly and year to Date Unaudited Standalone Financial Results of DRC SYSTEMS INDIA LIMITED pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To the Board of Directors
DRC SYSTEMS INDIA LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2024 ("the Statement") of DRC SYSTEMS INDIA LIMITED ("the Company") attached herewith, being submitted by the Company pursuant to the requirements of Regulations 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations').

2. This Statement, which is the responsibility of the Company's management has been reviewed by the Audit Committee and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. Based on our review conducted and procedures performed as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ('Ind-AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : Ahmedabad
Date : 14/11/2024
UDIN : 24046922BKCWUW3290

For Rajpara Associates
Chartered Accountants
FRN 113428W

CHANDRA MAULIN J RAJPARA
Digitally signed by
CHANDRAMAULIN J
RAJPARA
Date: 2024.11.14
12:02:54 +05'30'

C J Rajpara
Partner
M. No. 046922

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382355
Statement of Unaudited Standalone Financial Results for the Quarter and Six Months Ended September 30, 2024

(Rupees in lakhs, except per share data and if otherwise stated)

Sr. No.	Particulars	Quarter ended			Six months Ended		Year ended
		September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	Income from operations	1,009.7	1,004.5	902.5	2,014.1	1,544.6	3,588.0
	Total income from operations	1,009.7	1,004.5	902.5	2,014.1	1,544.6	3,588.0
2	Other income	5.3	1.2	0.8	6.5	1.7	10.0
3	Total income (1+2)	1,015.0	1,005.7	903.3	2,020.6	1,546.3	3,598.0
4	Expenses						
	Employee benefit expenses	461.3	443.2	408.3	904.5	817.0	1,671.6
	Contracting expenses	335.9	325.1	232.6	661.0	253.4	1,126.5
	Finance cost	1.2	1.4	1.6	2.6	2.8	6.0
	Depreciation and amortisation expenses	50.4	70.2	60.6	120.6	101.2	243.4
	Other expenses	50.5	53.1	55.6	103.6	109.7	245.2
	Total expenses	899.3	893.0	758.7	1,792.3	1,284.1	3,292.7
5	Profit/(Loss) before exceptional item and tax (3-4)	115.7	112.7	144.6	228.3	262.2	305.3
6	Exceptional items	-	-	-	-	-	-
7	Profit/(Loss) before tax (5-6)	115.7	112.7	144.6	228.3	262.2	305.3
8	Tax Expenses						
	- for current period/year	27.1	27.3	36.7	54.4	67.1	74.7
	- for previous period/year	-	-	-	-	-	(3.6)
9	Profit/(Loss) after tax (7-8)	88.6	85.4	107.9	173.9	195.1	234.2
10	Other Comprehensive Income/(Expenses) (net of tax)						
	Items that will not be reclassified to profit or loss						
	- Remeasurement gains / (losses) on defined benefit plans	-	-	-	-	-	(1.2)
	- Income tax on items that will not be reclassified to profit or loss	-	-	-	-	-	-
11	Other comprehensive income, net of tax	-	-	-	-	-	(1.2)
12	Total Comprehensive Income for the Period/Year (after tax) (9+11)	88.6	85.4	107.9	173.9	195.1	233.0
13	Paid-up equity share capital (Face value of the share Re. 1/- each)	1,324.7	1,324.7	439.0	1,324.7	439.0	1,324.7
14	Other equity						2,248.9
15	Earnings per share (not annualised for the quarter) (Refer note : 3)						
	(a) Basic	0.07	0.06	0.08	0.13	0.15	0.18
	(b) Diluted	0.07	0.06	0.08	0.13	0.15	0.17

See accompanying notes to the financial results

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382355
Statement of Unaudited Standalone Assets And Liabilities as at September 30, 2024

(Rupees in Lakhs)

PARTICULARS	As at September 30, 2024	As at March 31, 2024
	(Unaudited)	(Audited)
ASSETS		
I. Non-current assets		
Property, plant and equipments	30.7	35.1
Right-of-use assets	52.6	70.1
Other intangible assets	607.6	711.6
Financial assets		
Investments	2,101.4	2,101.4
Other financial assets	22.2	12.3
Income tax assets (net)	23.5	13.8
Total non-current assets	2,838.0	2,944.3
II. Current assets		
Financial assets		
Trade receivables	470.5	849.3
Cash and cash equivalents	98.1	144.6
Others financial assets	1,074.5	217.7
Other current assets	162.8	101.8
Total current assets	1,805.9	1,313.4
Total Assets	4,643.9	4,257.7
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	1,324.7	1,324.7
Other equity	2,536.3	2,248.9
Total equity	3,861.0	3,573.6
LIABILITIES		
I. Non-current liabilities		
Financial liabilities		
Lease liabilities	44.5	60.6
Provisions	72.6	64.2
Deferred tax liabilities (net)	56.9	62.5
Total non-current liabilities	174.0	187.3
II. Current liabilities		
Financial liabilities		
Lease liabilities	12.8	14.5
Trade payables		
Total outstanding dues to micro and small enterprises	21.1	3.2
Total outstanding dues to other than micro and small enterprises	3.0	7.1
Other financial liabilities	136.0	135.9
Other current liabilities	370.4	311.7
Provisions	24.3	24.4
Current tax liabilities (net)	41.3	-
Total current liabilities	608.9	496.8
Total Equity and Liabilities	4,643.9	4,257.7

See accompanying notes to the financial results

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382355
Statement of Unaudited Standalone Cash Flows for the Six months ended September 30, 2024

(Rupees in Lakhs)

Sr. No.	PARTICULARS	Six months ended September 30, 2024	Six months ended September 30, 2023
		(Unaudited)	(Unaudited)
A	Cash Flow from operating activities:		
	Profit/(Loss) Before taxation	228.3	262.2
	Adjustments to reconcile profit before tax to net cash flows:		
	Depreciation and amortization expenses	120.6	101.2
	Employee stock option expense	111.2	46.0
	Finance cost	2.6	2.8
	Interest income on bank deposits	(0.1)	(0.2)
	Interest income - others	(0.2)	-
	Unrealised foreign currency loss / (gain) - net	(1.4)	(0.5)
	Balances written off	-	3.4
	No longer payable	(0.1)	-
	Operating Profit before Working Capital Changes	460.9	414.9
	Adjustments for:		
	Changes in trade & other payables	13.7	97.7
	Changes in trade receivables	380.2	(34.2)
	Changes in other current & non current assets	(568.9)	305.4
	Changes in other current & non current liabilities and provisions	67.4	65.0
	Net Changes in Working Capital	(107.6)	433.9
	Cash Generated from Operations	353.3	848.8
	Direct taxes paid	(28.3)	(49.3)
	Net Cash (used in) Operating Activities (A)	325.0	799.5
B	Cash Flow from Investing Activities		
	Payment for acquisition of property, plant and equipment and intangible asset (including capital work-in-progress and intangible under development)	(5.2)	(578.4)
	Interest received	0.2	0.2
	Fixed deposits with bank	(0.1)	(0.2)
	Investments in / Advance for equity instruments	(358.7)	(100.1)
	Net cash (used in) Investing Activities (B)	(363.8)	(678.5)
C	Cash Flow from Financing Activities		
	Repayment of lease liabilities	(7.4)	-
	Proceeds from share application money (ESOP)	2.3	-
	Finance cost	(2.6)	(2.8)
	Net Cash (used in) Financing Activities (C)	(7.7)	(2.8)
	Net Increase / (Decrease) in cash & cash equivalents (A+B+C)	(46.5)	118.2
	Cash & Cash equivalent at the beginning of the period	144.6	206.9
	Cash & Cash equivalent at the end of the period	98.1	325.1

Notes:

- 1 The above statement of unaudited standalone financial results for the quarter and six months ended September 30, 2024 ('the Statement') of DRC Systems India Limited ('the Company') are reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at its meeting held on November 14, 2024. The report has been filed with the stock exchanges and is available on the Company's website at "www.drcsystems.com".
- 2 In accordance with Ind AS-108 - "Operating Segments" and evaluation by the Chief Operating Decision Maker, the Company operates in one business segment i.e. IT and IT enabled Services including web and mobile app development, maintenance, testing and related ancillary services, which is reflected in the above results.
- 3 The Board of Directors approved the issue of 2 (Two) Bonus Equity Shares for every 1 (One) Equity Share held by the Equity Shareholders of the Company as on "Record Date" out of share premium account of the Company available as on March 31, 2023. The Bonus Issue of Equity Shares was approved by the shareholders in their EGM held on February 15, 2024. The "Record Date" was fixed as February 27, 2024 for determining the eligible shareholders entitled to receive Bonus Shares. The Bonus Equity Shares were allotted on February 29, 2024 and the trading approval for the same was received on March 06, 2024. These bonus shares are ranking pari-passu in all respects and carry the same rights as that of the existing equity shares.

Accordingly, as per the IndAS 33 - Earning per Share, the calculation of basic and diluted earnings per share for the quarter and six months ended September 30, 2023 have been adjusted retrospectively.

- 4 The figures for comparative period/year have been regrouped/ reclassified, wherever necessary, to make them comparable.

**For and on behalf of Board of Directors of
DRC Systems India Limited**

**Hiten
Ashwinbh
ai Barchha**

Digitally signed
by Hiten
Ashwinbhai
Barchha
Date: 2024.11.14
12:00:59 +05'30'

**Hiten A. Barchha
Managing Director
DIN: 05251837**

Date: November 14, 2024

Place: Gandhinagar



Independent Auditor's Review Report on the Quarterly and year to Date Unaudited Consolidated Financial Results of DRC SYSTEMS INDIA LIMITED pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To the Board of Directors
DRC SYSTEMS INDIA LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2024 ("the Statement") of DRC SYSTEMS INDIA LIMITED ("the Holding Company") and its subsidiaries (the holding company and subsidiaries together referred to as 'the group') and its associates attached herein, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

2. This Statement, which is the responsibility of the Holding Company's management has been reviewed by the Audit Committee and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the financial results of the following entities:

Sr. No.	Name of Entity	Relationship
1	DRC Systems EMEA LLC-FZ	Subsidiary
2	DRC Systems USA LLC (w.e.f. July 17, 2023)	Subsidiary
3	Nighthack Technology Private Limited (w.e.f. October 27,2023)	Associate
4	AppiZap L.L.C-FZ (w.e.f July 24,2023)	Associate

5. The accompanying Statement includes unaudited interim financial information / financial results and other unaudited financial information of:

- 2 subsidiaries, whose unaudited interim financial information / financial results include total asset of Rs. 3,324.23 Lakhs as at September 30, 2024, total revenue of Rs. 751.21 Lakhs and Rs. 1,390.79 Lakhs, total net profit after tax of Rs. 237.39 Lakhs and net profit after tax Rs. 535.13 Lakhs and total comprehensive income of Rs. 237.39 Lakhs and total comprehensive income Rs. 535.13 Lakhs for the quarter and six months ended September 30, 2024 respectively, and net cash outflow of Rs. 140.26 Lakhs for the six months ended September 30, 2024, as considered in the Statement, which have been reviewed by their respective independent auditors.
- 2 associates which reflects the group's shares of total comprehensive Income Rs. 1.04 Lakhs and group's shares of total comprehensive income of Rs. 2.82 Lakhs for the quarter and six months ended September 30, 2024 respectively, as considered in the Statement whose interim unaudited financial information / financial results have been reviewed by their respective independent auditors.

The independent auditor's reports on unaudited interim financial information / financials results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries and associates is solely based on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

6. The interim financial statements of subsidiaries and associates which is located outside India have been prepared in accordance with accounting principles generally accepted in that country ("local GAAP") and have been reviewed by another auditor under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the interim financial statements of this subsidiary from the local GAAP to the Accounting Principles Generally Accepted in India. We have reviewed these conversion adjustments made by the Holding Company's Management. Our conclusion in so far as it relates to the amounts and disclosures of this subsidiary is based on the report of the other auditor and the conversion adjustments carried out by the Management of the Holding Company and reviewed by us.

Our conclusion is not modified in respect of this matters.

7. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : Ahmedabad
Date : 14/11/2024
UDIN : 24046922BKCWUX9400

For Rajpara Associates

Chartered Accountants

FRN 113428W

CHANDRA MAULIN J RAJPARA
Digitally signed by
CHANDRAMAULIN J
RAJPARA
Date: 2024.11.14
12:04:06 +05'30'

C J Rajpara

Partner

M. No. 046922

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382355
Statement of Unaudited Consolidated Financial Results for the Quarter and Six Months Ended September 30, 2024

(Rupees in lakhs, except per share data and if otherwise stated)

Sr. No.	Particulars	Quarter ended			Six Months ended		Year ended
		September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	Income from operations	1,614.1	1,535.6	989.2	3,149.7	1,699.8	4,768.3
	Total income from operations	1,614.1	1,535.6	989.2	3,149.7	1,699.8	4,768.3
2	Other income	6.1	1.2	1.5	7.4	2.8	11.0
3	Total income (1+2)	1,620.2	1,536.8	990.7	3,157.1	1,702.6	4,779.3
4	Expenses						
	Employee benefit expenses	515.0	493.1	444.6	1,008.1	892.2	1,829.8
	Contracting expenses	488.0	350.3	233.0	838.3	253.9	1,179.6
	Finance cost	1.2	1.4	1.6	2.6	2.8	6.0
	Depreciation and amortisation expenses	74.8	93.4	62.5	168.2	105.0	254.8
	Other expenses	164.0	168.4	64.2	332.5	121.9	277.3
	Total expenses	1,243.0	1,106.6	805.9	2,349.7	1,375.8	3,547.5
5	Profit/(Loss) before exceptional items/share in net profit/ (loss) of associates and tax (3-4)	377.2	430.2	184.8	807.4	326.8	1,231.8
6	Exceptional items	-	-	-	-	-	-
7	Profit/(Loss) before share in net profit/ (loss) of associates and tax (5-6)	377.2	430.2	184.8	807.4	326.8	1,231.8
8	Share in net profit / (loss) of associate	1.0	1.8	-	2.8	-	4.7
9	Profit/(Loss) before tax (7-8)	378.2	432.0	184.8	810.2	326.8	1,236.5
10	Tax Expenses						
	- for current period/year	51.2	47.1	36.7	98.3	67.1	74.7
	- for previous period/year	-	-	-	-	-	(3.6)
11	Profit/(Loss) after tax (9-10)	327.0	384.9	148.1	711.9	259.7	1,165.4
12	Other Comprehensive Income/(Expenses) (net of tax)						
	Items that will not be reclassified to Profit or loss						
	-Remeasurements of the defined benefit plans	-	-	-	-	-	(1.2)
	-Income tax relating to items that will not be reclassified to Profit or loss	-	-	-	-	-	-
13	Other comprehensive income, net of tax	-	-	-	-	-	(1.2)
14	Total Comprehensive Income for the Period (after tax) (11+13)	327.0	384.9	148.1	711.9	259.7	1,164.2
15	Profit for the period / year attributable to:						
	Owners of the company	327.0	384.9	148.1	711.9	259.7	1,165.4
	Non-controlling Interest	-	-	-	-	-	-
16	Other comprehensive income/ (loss) attributable to:						
	Owners of the company	-	-	-	-	-	(1.2)
	Non-controlling Interest	-	-	-	-	-	-
17	Total Comprehensive Income/ (Expenses) attributable to:						
	Owners of the company	327.0	384.9	148.1	711.9	259.7	1,164.2
	Non-controlling Interest	-	-	-	-	-	-
18	Paid-up equity share capital (Face Value of the share Re. 1/- each)	1,324.7	1,324.7	439.0	1,324.7	439.0	1,324.7
19	Other equity						3,458.4
20	Earnings per share (not annualised for the quarter) (Refer note: 3)						
	(a) Basic	0.25	0.29	0.11	0.54	0.20	0.88
	(b) Diluted	0.24	0.29	0.11	0.54	0.20	0.87

See accompanying notes to the financial results

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382355
Statement of Unaudited Consolidated Assets And Liabilities as at September 30, 2024

(Rupees in Lakhs)

PARTICULARS	As at September 30, 2024	As at March 31, 2024
	(Unaudited)	(Audited)
ASSETS		
I. Non-current assets		
Property, plant and equipments	31.2	35.2
Right-of-use assets	52.6	70.1
Other intangible assets	3,157.3	1,628.6
Intangible assets under development	-	1,042.5
Financial assets		
Investments	2,086.8	2,084.0
Other financial assets	22.2	12.3
Income tax assets (net)	23.5	13.8
Total non-current assets	5,373.6	4,886.5
II. Current assets		
Financial assets		
Trade receivables	489.1	1,969.1
Cash and cash equivalents	226.9	413.7
Loans	35.8	35.7
Others financial assets	1,407.0	356.2
Other current assets	435.8	195.2
Total current assets	2,594.6	2,969.9
Total Assets	7,968.2	7,856.4
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	1,324.7	1,324.7
Other equity	4,289.8	3,458.4
Total equity	5,614.5	4,783.1
LIABILITIES		
I. Non-current liabilities		
Financial liabilities		
Lease liabilities	44.5	60.6
Provisions	72.6	64.1
Deferred tax liabilities (net)	56.9	62.6
Total non-current liabilities	174.0	187.3
II. Current liabilities		
Financial liabilities		
Lease liabilities	12.8	14.5
Trade payables		
Total outstanding dues to micro and small enterprises	21.1	3.2
Total outstanding dues to other than micro and small enterprises	3.5	10.1
Other financial liabilities	136.0	1,909.3
Other current liabilities	1,896.7	924.5
Provisions	24.3	24.4
Current tax liabilities (net)	85.3	-
Total current liabilities	2,179.7	2,886.0
Total Equity and Liabilities	7,968.2	7,856.4

See accompanying notes to the financial results

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382355
Statement of Unaudited Consolidated Cash Flows for the Six Months ended September 30, 2024

(Rupees in Lakhs)

Sr. No.	PARTICULARS	Six months ended September 30, 2024	Six months ended September 30, 2023
		(Unaudited)	(Unaudited)
A	Cash Flow from operating activities:		
	Profit/(Loss) Before taxation	807.4	326.7
	Adjustments to reconcile profit before tax to net cash flows:		
	Depreciation and amortization expenses	168.2	105.0
	Employee stock option expense	111.2	46.0
	Bad debts written off	192.1	-
	Finance cost	2.6	2.8
	Interest income on bank deposits	(0.1)	(0.2)
	Interest income - Others	(0.2)	-
	Unrealised foreign currency loss / (gain) - net	1.3	5.2
	No longer payable	(0.1)	-
	Balances written off	-	3.8
	Operating Profit before Working Capital Changes	1,282.4	489.3
	Adjustments for:		
	Changes in trade & other payables	11.2	97.7
	Changes in trade receivables	1,286.4	26.2
	Changes in other current & non current assets	(556.9)	273.0
	Changes in other current & non current liabilities and provisions	(792.6)	147.2
	Net Changes in Working Capital	(51.9)	544.1
	Cash Generated from Operations	1,230.5	1,033.4
	Direct taxes paid	(28.3)	(49.3)
	Net Cash (used in) Operating Activities (A)	1,202.2	984.1
B	Cash Flow from Investing Activities		
	Payment for acquisition of property, plant and equipment and intangible asset (including capital work-in-progress and intangible under development)	(637.1)	(571.4)
	Investments in/ advance for equity instruments	(744.3)	(111.3)
	Interest received	0.2	0.2
	Fixed deposits with bank	(0.1)	(0.2)
	Net cash (used in) Investing Activities (B)	(1,381.3)	(682.7)
C	Cash Flow from Financing Activities		
	Repayment of lease liabilities	(7.4)	-
	Proceeds from share application money (ESOP)	2.3	-
	Finance cost	(2.6)	(2.8)
	Net Cash (used in) Financing Activities (C)	(7.7)	(2.8)
	Net Increase / (Decrease) in cash & cash equivalents (A+B+C)	(186.8)	298.6
	Cash & Cash equivalent at the beginning of the period	413.7	236.8
	Cash & Cash equivalent at the end of the period	226.9	535.4

Notes:

- 1 The above statement of unaudited consolidated financial results for the quarter and six months ended September 30, 2024 ('the Statement') of DRC Systems India Limited ('the Company') and its subsidiaries and associate ('the Group') are reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at its meeting held on November 14, 2024. The report has been filed with the stock exchanges and is available on the Company's website at "www.drcsystems.com".
- 2 In accordance with Ind AS-108 - "Operating Segments" and evaluation by the Chief Operating Decision Maker, the Group operates in one business segment i.e. IT and IT enabled Services including web and mobile app development, maintenance, testing and related ancillary services, which is reflected in the above results.
- 3 The Board of Directors approved the issue of 2 (Two) Bonus Equity Shares for every 1 (One) Equity Share held by the Equity Shareholders of the Company as on "Record Date" out of share premium account of the Company available as on March 31, 2023. The Bonus Issue of Equity Shares was approved by the shareholders in their EGM held on February 15, 2024. The "Record Date" was fixed as February 27, 2024 for determining the eligible shareholders entitled to receive Bonus Shares. The Bonus Equity Shares were allotted on February 29, 2024 and the trading approval for the same was received on March 06, 2024. These bonus shares are ranking pari-passu in all respects and carry the same rights as that of the existing equity shares.

Accordingly, as per the IndAS 33 - Earning per Share, the calculation of basic and diluted earnings per share for the quarter and six months ended September 30, 2023 have been adjusted retrospectively.

- 4 The figures for comparative period/year have been regrouped/ reclassified, wherever necessary, to make them comparable.

For and on behalf of Board of Directors of
DRC Systems India Limited

Hiten
Ashwinb
ai Barchha

Digitally signed by
Hiten Ashwinbhai
Barchha
Date: 2024.11.14
12:02:12 +05'30'

Hiten A. Barchha
Managing Director
DIN: 05251837

Date: November 14, 2024

Place: Gandhinagar

Media Release

DRC Systems India Limited announces Financial Results for the Second Quarter and Six Months ended FY 2024-25.

Key Highlights (Consolidated)

Six Months Ended September 30, 2024

- Revenue from Operations up 85% Y-o-Y to INR 3149.7 Lakhs.
- EBITDA up 126% Y-o-Y at INR 981.0 Lakhs.
- Net Profit up 174% Y-o-Y at INR 711.9 Lakhs

Quarter Ended September 30, 2024

- Revenue from Operations up 63% Y-o-Y to INR 1614.1 Lakhs.
- EBITDA up 82% Y-o-Y at INR 454.2 Lakhs.
- Net Profit up 121% Y-o-Y at INR 327.0 Lakhs.

Gandhinagar, India, November 14, 2024: Information Technology and Software Consultancy Services provider, **DRC Systems India Limited** (BSE: 543268) (NSE: DRCSYSTEMS), "DRC Systems" "The Company" today announced its financial results for the second quarter (Q2) and six months ended September 30, 2024, as approved by its Board of Directors.

The company has achieved commendable growth in its net profit, which increased by 174% year-on-year, amounting to INR 711.9 Lakhs for first half of FY 2024-25. Additionally, DRC Systems reported a progressive revenue growth of 85%, totalling INR 3149.7 Lakhs. This growth trajectory is bolstered by new projects secured from both domestic and international markets as well as incremental revenue from existing clients.

DRC Systems continues to invest in its brand awareness and visibility strategies by actively participating in national and international trade shows. This initiative has proven effective, resulting in a significant surge in business inquiries, contracts, and projects. Recently, the company showcased its offerings at:

- Open edX Conference in Cape Town, South Africa
- GITEX Dubai 2024, a leading tech event in the Middle East.

Mr. Hiten Barchha, Managing Director of DRC Systems India Limited, said, "The surge in national and international visibility due to our participation in trade shows has significantly contributed to boosting our revenue this year. We have started receiving quality business inquiries and anticipate this trend will continue to grow in the coming quarters as we enhance our awareness and visibility campaigns."

The company is on the verge of securing several contracts on Human Resources Augmentation in Europe region, with expectations of additional contract closures. Collectively, the anticipated contract size may reach several million dollars annually, and the company expects to see a positive business impact from its existing contracts in the upcoming quarter.

Following its participation in GITEX Dubai 2024, DRC Systems has received numerous inquiries for potential collaborations in the Middle Eastern markets. The company is currently evaluating partnership opportunities for its eLearning products with a USA based company targeting the African market, as well as another technology partnership for Geographical Location and Navigation services for the Middle Eastern market.

Consolidated Financial Highlights (INR Lakhs)

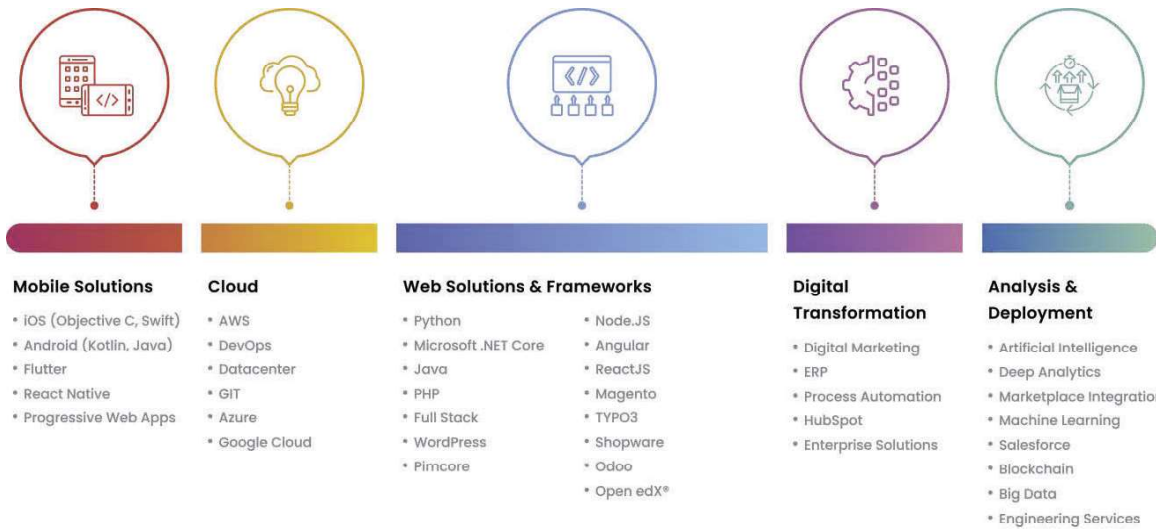
Particulars	Quarter Ended			Six Months ended		
	September 30, 2024	September 30, 2023	Y-o-Y %	September 30, 2024	September 30, 2023	Y-o-Y %
Revenue from Operations	1614.1	989.2	63%	3149.7	1699.8	85%
Profit before Tax	378.2	184.8	105%	810.2	326.8	148%
EBIDTA	454.2	248.9	82%	981.0	434.6	126%
EBITDA Margin	28%	25%		31%	26%	
Profit after Tax	327.0	148.1	121%	711.9	259.7	174%
Net Margin	20%	15%		23%	15%	

- Revenue from operations for the six month ended period was INR 3149.7 Lakhs marking an 85 % Y-o-Y increase. Quarterly revenue was up 63 % Y-o-Y to INR 1614.1 Lakhs driven by strengthening customer relationships, improved sales from IT solutions tailored to client needs and increased market presence with sales and marketing campaigns throughout the year.
- EBITDA margins for the six month ended period improved from 26% to 31% Y-o-Y while EBITDA for the six-month period grew from INR 434.6 Lakhs to INR 981.0 Lakhs indicating 126% increase over the period. EBITDA for the quarter grew by 82% from INR 248.9 Lakhs to INR 454.2 Lakhs.
- Company's Net Profit grew by 174% in the first half of the fiscal year from INR 259.7 Lakhs to INR 711.9 Lakhs, while on a quarterly basis the Profit after tax grew by 121% from INR 148.1 Lakhs to INR 327.0 Lakhs. The substantial increase is attributed to improved operational efficiencies, enhanced product offerings, and strategic cost management initiatives.

About DRC Systems India Limited

DRC Systems India Limited is an IT services, consulting and business solutions organisation that has been partnering with many of the world's largest businesses in their transformation journeys for over 13 years. Its consulting-led, cognitive powered, portfolio of business, technology and engineering services and solutions is delivered through its delivery model, recognized as a benchmark of excellence in software development. The company operates across three countries, serving clients globally with a team of more than 180 employees.

Our Tech Spectrum



The CMMI Level-3 accredited company generated consolidated revenues INR 47.68 Cr in the fiscal year ended March 31, 2024, and is listed on the BSE (BSE: 543268) and the NSE (NSE: DRCSYSTEMS) in India. For more information, please visit www.drcsystems.com

Contact:

Media Relations – pr@drcsystems.com

+91 6352183570