

OnMobile Global Limited

Amount in Rs Lakhs except earnings per share

Statement of Consolidated Results for the Quarter ended June 30, 2016 :					
Sl. No	Particulars	Quarter ended			Year ended
		June 30, 2016 (Unaudited)*	March 31, 2016 (Unaudited)*	June 30, 2015 (Unaudited)*	March 31, 2016 (Unaudited)*
1	Income from Operations Telecom Value Added Services	18,861	20,012	20,182	81,574
	Total Income from Operations	18,861	20,012	20,182	81,574
2	Expenses				
	(a) Cost of sales and services				
	- Content fee and royalty	6,679	7,102	6,376	27,273
	- Other sales and services	853	1,003	1,152	3,978
	(b) Employee benefits expense	5,415	5,233	5,971	22,248
	(c) Depreciation and amortization expenses	1,469	3,762	3,727	14,943
	(d) Other Expenses	2,939	4,040	3,372	14,420
	Total Expenses	17,355	21,140	20,598	82,862
3	Profit / (Loss) from operations before other income and finance costs (1-2)	1,506	(1,128)	(416)	(1,288)
4	Other Income (refer note 4)	331	451	406	1,782
5	Profit / (Loss) from operations before finance costs (3+4)	1,837	(677)	(10)	494
6	Finance costs	32	36	49	178
7	Profit/(Loss) before tax (5-6)	1,805	(713)	(59)	316
8	Tax expense (net)	872	767	598	3,085
9	Net profit / (loss) for the period (7-8)	933	(1,480)	(657)	(2,769)
10	Share of Profit / (Loss) of associate	-	(0)	-	(0)
11	Net Profit / (Loss) after taxes and share of profit / (loss) of associate (9+10)	933	(1,480)	(657)	(2,769)
12	Other Comprehensive income (Net)	167	913	489	731
13	Total Comprehensive Income for the period (11+12)	1,100	(567)	(168)	(2,038)
14	Paid up equity share capital (Face value of Rs 10/- each)	10,405	10,811	10,929	10,811
15	Reserves excluding revaluation reserves				51,779
16	Earnings / (Loss) per share (in Rs) (not annualized)				
	(a) Basic	0.87	(1.35)	(0.60)	(2.53)
	(b) Diluted	0.84	(1.35)	(0.60)	(2.53)

* The Company's Consolidated financial results for the quarter ended June 30, 2016 are prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules 2015. The adoption of Ind AS was carried out in accordance with Ind AS 101, using April 1, 2015 as the transition date. As required by Ind AS 101, all Ind AS standards and interpretations are applied consistently and retrospectively wherever required for all fiscal periods presented. The resulting difference between the carrying amounts of assets and liabilities in the financial results under both Ind AS and Indian GAAP as at the transition date have been recognized directly in equity as at transition date. These financial results were subject to limited review by the Statutory Auditors of the Company. The figures for the preceding 3 months ended March 31, 2016 are the balancing figures between the figures in respect of the full financial year ended March 31, 2016 and the year to date figures upto the third quarter of that financial year.

Notes:

1 (a) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 30, 2016.

(b) Key numbers of Standalone Financial Results of the Company for the quarter ended June 30, 2016 are as under:

Particulars	Quarter ended			Rs. in lakhs
				Year ended
	June 30, 2016 (Unaudited)	March 31, 2016 (Unaudited)	June 30, 2015 (Unaudited)	March 31, 2016 (Unaudited)
Total Income from Operations	8,676	8,476	10,433	38,738
Profit / (Loss) before Tax	1,582	(2,536)	857	1,470
Net Profit / (Loss) after Tax	1,257	(2,594)	529	(212)

The Unaudited standalone results of OnMobile Global limited is available in investors section in www.onmobile.com and also with the stock exchanges where it is listed.

2 The above results include consolidated results of the Company, subsidiaries and associate : OnMobile Singapore Pte Limited, PT OnMobile Indonesia, OnMobile Europe B.V., OnMobile S.A., OnMobile USA LLC, Servicios De Telefonica OnMobile SA DE CV, OnMobile Global SA , OnMobile Brazil Sistemas de Valor Agregado Para Comunicacoes Moveis Ltda, OnMobile DE Venezuela C.A, OnMobile Global for Telecommunication Services, OnMobile Senegal SARL, OnMobile Uruguay S.A., OnMobile Bangladesh Private Limited , OnMobile Mali SARL , OnMobile Servicios Corporativos De Telefonica S.A. DE C.V., OnMobile Kenya Telecom Limited , OnMobile Telecom Limited , OnMobile Global Spain S.L.U, OnMobile Costa Rica OBCR SA. , OnMobile Uganda Limited, OnMobile Zambia Telecom Limited, OnMobile Madagascar Telecom Limited, OnMobile Rwanda Telecom Limited, OnMobile Nigeria Telecom Limited, OnMobile Tanzania Telecom Limited, OnMobile Ghana Telecom Limited, OnMobile Telecom (SL) Limited, OnMobile Global Solutions Canada Limited, OnMobile Global Italy S.R.L, Mobile Voice Konnect Private Limited, Onmobile Turkey Telekomunikasyon Sistemleri Limited Şirketi, Onmobile Telecom Burkina Faso, SARL, OnMobile Portugal SGPS, OnMobile Live Inc., Fonestarz Media Group Limited., 2dayUK Limited., Fonestarz Media (licensing) Limited., Daius Limited., Fonestarz Limited., Fonestarz Media (Australia) PTY Limited., Fonestarz Media Limited, OnMobile Global Czech Republic s.r.o., OnMobile Global Limited Columbia S.A.S., OnMobile Global South Africa (PTY) LTD and OnMobile Latam Holding, S.L.

3 (a). Reconciliation of the Consolidated financial results to those reported under previous Generally Accepted Accounting Principles (GAAP) are summarized as follows:

Particulars	Rs. in lakhs			Note
	Quarter ended		Year ended	
	March 31, 2016 (Unaudited)	June 30, 2015 (Unaudited)	March 31, 2016 (Unaudited)	
Profit / (Loss) after tax as reported under previous GAAP	(611)	(16)	(1,264)	
Impact of translation of financial statements of foreign operations	(858)	(466)	(1,096)	i.
Impact of recognizing the cost of the employee stock option scheme at fair value	(109)	(145)	(559)	ii.
Reclassification of actuarial gains/(losses), arising in respect of employee benefit schemes, to Other Comprehensive Income (OCI)	25	(56)	30	iii.
Tax adjustments on above	73	26	120	
Profit after Tax as reported under Ind AS	(1,480)	(657)	(2,769)	
Other Comprehensive Income/ (Loss) (Net of tax)	913	489	731	
Total Comprehensive Income as reported under Ind AS	(567)	(168)	(2,038)	

b. Reconciliation of Equity as reported under previous GAAP summarized as follows:

Particulars	Rs. in lakhs		
	As at	As at	Note
	March 31, 2016	April 1, 2015	
Equity under previous GAAP	60,381	65,687	
Proposed dividend and tax thereon	1,952	1,972	iv.
Others	258	-	i.
Equity as per Ind AS	62,591	67,659	

i. Under the previous GAAP, foreign currency transactions of the Company's integral foreign operations were accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction; and exchange differences arising on settlement/ restatement of Short-term foreign currency monetary assets and liabilities were recognized as income or expense in the Statement of Profit and Loss.

Under Ind AS, the functional currency of the foreign operations were assessed at transition date and were concluded as the currency of the economic environment of the foreign operations. The results and financial position of the entities whose functional currency is different from the reporting currency (INR) are recognized in Other Comprehensive Income as a Foreign Currency Translation Reserve as follows:

- a. assets and liabilities are translated at the closing rate at the date of that balance sheet; and
- b. income and expenses are translated at exchange rates at the dates of the transactions.

ii. Under the previous GAAP, the cost of employee stock options under the various stock options of the Company was recognized using the intrinsic value method. Under this method, no expense was recognized in the Statement of Profit and Loss as the fair value of the shares under the grant on the date of grant equalled its exercise price. Under Ind AS, the cost of the employee stock options is recognized in the Statement of Profit and Loss over the vesting period based on the fair value of the options at the grant date.

iii. Under the previous GAAP, all actuarial gains and losses were recognized in the Statement of Profit and Loss. Under Ind AS, actuarial gains and losses that form part of remeasurement of the net defined benefit liability / asset and the corresponding tax effect thereon are recognized in Other Comprehensive Income.

iv. Under Ind AS, liability for dividend is recognized in the period in which the obligation to pay is established. Under the previous GAAP, the liability for dividend was recognized in the period to which the dividend relates, though the dividend is approved by the shareholders subsequent to reporting date. Consequently dividend payable is lower and retained earnings is higher under Ind AS.

4 During the quarter ended March 31, 2016, OnMobile SA, a wholly owned subsidiary of OnMobile Europe B.V., had entered into an agreement with Voicebox Technologies France S.A.S., for the divestment of certain speech technology assets for a consideration of Euro 650,000 and accordingly recorded the gain on sale of assets under "Other Income" for the quarter and year ended March 31, 2016 in the above consolidated financial results.

5 The Company had made a public announcement on February 11, 2016 for buy back of maximum 5,600,000 equity shares for an amount not exceeding Rs 7,000 lakhs. As on June 30, 2016, the buy back of 5,595,000 equity shares was finalized and extinguished aggregating to Rs. 6,396 lakhs. Further buy back of 5,000 equity shares aggregating to Rs. 5 lakhs was finalized and extinguished on July 4, 2016.

6 The Company is engaged in providing value added services in telecom business and its operations are considered to constitute a single reportable segment in the context of Ind AS 108 - "Operating Segments".

7 Previous period / year figures have been reclassified/ regrouped wherever necessary.

on Behalf of Board of Directors

Rajiv Pancholy
Chief Executive Officer & Managing Director

Place: New Delhi
Date: July 30, 2016