

OnMobile Global Limited

Amount in Rs Lakhs except earnings per share

Statement of Consolidated Results for the Quarter and Half year ended September 30, 2016 :							
Sl. No	Particulars	Quarter ended			Half Year ended		Year ended
		September 30, 2016 (Unaudited)*	June 30, 2016 (Unaudited)*	September 30, 2015 (Unaudited)*	September 30, 2016 (Unaudited)*	September 30, 2015 (Unaudited)*	March 31, 2016 (Unaudited)*
1	Income from Operations Telecom Value Added Services	18,711	18,861	20,698	37,572	40,880	81,574
	Total Income from Operations	18,711	18,861	20,698	37,572	40,880	81,574
2	Expenses						
	(a) Cost of sales and services						
	- Content fee and royalty	6,854	6,679	6,755	13,533	13,131	27,273
	- Other sales and services	806	853	972	1,659	2,124	3,978
	(b) Employee benefits expense	5,279	5,415	5,662	10,694	11,633	22,248
	(c) Depreciation and amortisation expenses	1,420	1,469	3,710	2,889	7,437	14,943
	(d) Other Expenses	3,227	2,939	3,490	6,166	6,862	14,420
	Total Expenses	17,586	17,355	20,589	34,941	41,187	82,862
3	Profit / (Loss) from operations before other income and finance costs (1-2)	1,125	1,506	109	2,631	(307)	(1,288)
4	Other Income (refer note 4)	147	331	1,371	478	1,777	1,782
5	Profit / (Loss) from operations before finance costs (3+4)	1,272	1,837	1,480	3,109	1,470	494
6	Finance costs	46	32	48	78	97	178
7	Profit/(Loss) before tax (5-6)	1,226	1,805	1,432	3,031	1,373	316
8	Tax expense (net)	816	872	814	1,688	1,412	3,085
9	Net profit / (loss) for the period (7-8)	410	933	618	1,343	(39)	(2,769)
10	Share of Profit / (Loss) of associate	-	-	-	-	-	(0)
11	Net Profit / (Loss) after taxes and share of profit / (loss) of associate (9+10)	410	933	618	1,343	(39)	(2,769)
12	Other Comprehensive income (Net)	(156)	167	(873)	11	(384)	731
13	Total Comprehensive Income for the period (11+12)	254	1,100	(255)	1,354	(423)	(2,038)
14	Paid up equity share capital (Face value of Rs 10/- each)	10,427	10,405	10,942	10,427	10,942	10,811
15	Reserves excluding revaluation reserves						51,053
16	Earnings / (Loss) per share (in Rs) (not annualised)						
	(a) Basic	0.40	0.87	0.56	1.27	(0.04)	(2.53)
	(b) Diluted	0.38	0.84	0.55	1.24	(0.04)	(2.53)

* The Company's Consolidated financial results for quarter and Half year ended September 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.

Notes:

1 CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2016

Particulars	Amount in Rs. Lakhs	
	As at September 30, 2016 (Unaudited)	As at March 31, 2016 (Unaudited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	3,645	4,093
Capital work in progress	484	496
Intangible Assets	4,705	6,488
Financial assets		
Investments	-	-
Loans	518	556
Other Non-Current Financial Assets	21	25
Deferred tax assets (net)	2,482	2,288
Other non-current assets	13,944	13,916
	25,799	27,862
Current Assets		
Financial assets		
Investments	8,324	9,273
Trade receivables	19,311	19,834
Cash and cash equivalents	16,881	22,813
Loans	406	229
Other Financial Assets	706	535
Other current assets	12,254	14,931
	57,882	67,615
TOTAL ASSETS	83,681	95,477
EQUITY AND LIABILITIES		
Shareholders' Funds		
Equity share capital	10,427	10,811
Other equity	46,713	51,053
	57,140	61,864
Non-Current Liabilities		
Financial liabilities		
Deferred tax liabilities (net)	11	12
Provisions	517	439
	528	451
Current Liabilities		
Financial liabilities		
Trade payables	18,822	23,798
Other Financial Liabilities	234	2,523
Provisions	2,656	2,090
Other current liabilities	4,301	4,751
	26,013	33,162
TOTAL EQUITY AND LIABILITIES	83,681	95,477

2 (a) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 11, 2016.

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

Particulars	Quarter ended			Half Year ended		Year ended
	September 30, 2016 (Unaudited)*	June 30, 2016 (Unaudited)*	September 30, 2015 (Unaudited)*	September 30, 2016 (Unaudited)*	September 30, 2015 (Unaudited)*	March 31, 2016 (Unaudited)*
Total Income from Operations	8,583	8,676	10,355	17,259	20,788	38,738
Profit / (Loss) before Tax	3,327	1,582	2,266	4,909	3,123	1,470
Net Profit / (Loss) after Tax	2,878	1,257	1,586	4,135	2,115	(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 Telefonía OnMobile SA DE CV, OnMobile Global SA, OnMobile Brasil Sistemas de Valor Agregado Para Comunicaciones 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 Telefonía 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 summarised as follows:

Particulars	Rs. in lakhs			Note
	Quarter ended September 30, 2015 (Unaudited)	Half Year ended September 30, 2015 (Unaudited)	Year ended March 31, 2016 (Unaudited)	
Profit / (Loss) after tax as reported under previous GAAP	126	110	(1,264)	
Impact of translation of financial statements of foreign operations	575	109	(1,096)	i.
Impact of recognising the cost of the employee stock option scheme at fair value	(161)	(306)	(559)	ii.
Reclassification of actuarial gains/(losses), arising in respect of employee benefit schemes, to Other Comprehensive Income (OCI)	46	(10)	30	iii.
Tax adjustments on above	32	58	120	
Profit after Tax as reported under Ind AS	618	(39)	(2,769)	
Other Comprehensive Income/ (Loss) (Net of tax)	(873)	(384)	731	
Total Comprehensive Income as reported under Ind AS	(255)	(423)	(2,038)	

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

Particulars	Rs. in lakhs			Note
	As at March 31, 2016	As at April 1, 2015		
Equity under previous GAAP	60,381	65,687		
Proposed dividend and tax thereon	1,952	1,972		iv.
Others	(469)	(726)		i.
Equity as per Ind AS	61,864	66,933		

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 recognised 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 recognised in Other Comprehensive Income as a Foreign Currency Translation Reserve as follows:

- assets and liabilities are translated at the closing rate at the date of that balance sheet; and
- 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 recognised using the intrinsic value method. Under this method, no expense was recognised 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 recognised 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 recognised 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 recognised in Other Comprehensive Income.

iv. Under Ind AS, liability for dividend is recognised in the period in which the obligation to pay is established. Under the previous GAAP, the liability for dividend was recognised 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 year 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 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 September 30, 2016, the buy back of 5,600,000 equity shares was finalised and extinguished aggregating to Rs.6,401 lakhs.

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: Paris, France
Date: November 11, 2016