

QUICK HEAL TECHNOLOGIES LIMITED

Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014  
CIN: L72200MH1995PLC091408

STATEMENT OF CONSOLIDATED FINANCIAL RESULTS OF QUICK HEAL TECHNOLOGIES LIMITED FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021

(₹ in million, except earning per share)

Sr. No	Particulars	Quarter ended			Half Year ended		Year ended
		September 30, 2021 (Unaudited)	June 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	March 31, 2021 (Audited)
1	<b>Income</b>						
	Revenue from operations	1,037.85	547.84	844.13	1,585.69	1,578.75	3,330.44
	Other income	36.51	62.51	58.25	99.02	121.40	241.61
	<b>Total income</b>	<b>1,074.36</b>	<b>610.35</b>	<b>902.38</b>	<b>1,684.71</b>	<b>1,700.15</b>	<b>3,572.05</b>
2	<b>Expenses</b>						
	Cost of raw materials consumed	2.43	1.18	3.82	3.61	4.87	10.27
	Purchase of software products	39.48	11.66	29.64	51.14	36.24	83.29
	Changes in inventories of software products	(1.98)	(2.38)	(2.97)	(4.36)	13.87	22.78
	Employee benefits expense	339.82	327.62	280.99	667.44	542.52	1,147.44
	Depreciation and amortisation expense	41.62	40.98	48.79	82.60	95.30	194.87
	Other expenses	195.02	157.75	141.79	352.77	269.03	652.03
	<b>Total expenses</b>	<b>616.39</b>	<b>536.81</b>	<b>502.06</b>	<b>1,153.20</b>	<b>961.83</b>	<b>2,110.68</b>
3	<b>Profit before tax (1-2)</b>	<b>457.97</b>	<b>73.54</b>	<b>400.32</b>	<b>531.51</b>	<b>738.32</b>	<b>1,461.37</b>
4	<b>Tax expense</b>						
	Current tax						
	Pertaining to profit for the current period	115.02	10.89	107.21	125.91	206.12	340.38
	Adjustments of tax relating to earlier periods	-	-	-	-	-	17.56
	Deferred tax	(3.33)	0.82	4.76	(2.51)	(5.73)	33.63
	<b>Total tax expense</b>	<b>111.69</b>	<b>11.71</b>	<b>111.97</b>	<b>123.40</b>	<b>200.39</b>	<b>391.57</b>
5	<b>Profit for the period (3-4)</b>	<b>346.28</b>	<b>61.83</b>	<b>288.35</b>	<b>408.11</b>	<b>537.93</b>	<b>1,069.80</b>
6	<b>Other comprehensive income, net of tax</b>						
	<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>						
	Re-measurement of defined benefit plans	4.65	(2.81)	0.40	1.84	1.74	1.68
	Income tax effect on above	(1.17)	0.71	(0.10)	(0.46)	(0.44)	(0.42)
		3.48	(2.10)	0.30	1.38	1.30	1.26
	<b>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</b>						
	Exchange differences on translation of foreign operations	(1.38)	0.63	(2.43)	(0.75)	(2.51)	(3.60)
	<b>Total other comprehensive income</b>	<b>2.10</b>	<b>(1.47)</b>	<b>(2.13)</b>	<b>0.63</b>	<b>(1.21)</b>	<b>(2.34)</b>
7	<b>Total comprehensive income (after tax) (5+6)</b>	<b>348.38</b>	<b>60.36</b>	<b>286.22</b>	<b>408.74</b>	<b>536.72</b>	<b>1,067.46</b>
8	<b>Paid-up equity share capital (face value of ₹10 each)</b>	<b>579.01</b>	<b>578.80</b>	<b>642.03</b>	<b>579.01</b>	<b>642.03</b>	<b>642.07</b>
9	<b>Other equity (as per balance sheet of previous accounting year)</b>						<b>6,872.79</b>
10	<b>Earnings per share of ₹10 each:</b> (not annualised for the quarter)						
	a) Basic	5.39	0.97	4.49	6.71	8.38	16.66
	b) Diluted	5.36	0.97	4.49	6.67	8.38	16.65



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**NOTES TO THE STATEMENT OF CONSOLIDATED FINANCIAL RESULTS OF QUICK HEAL TECHNOLOGIES LIMITED FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021**

**Notes to financial results:**

- 1 The above financial results for the quarter and half year ended September 30, 2021 have been subjected to limited review by the statutory auditors of the Company and reviewed by the Audit Committee and approved by the Board of Directors of the Company at the meeting held on October 25, 2021.
- 2 During the year ended March 31, 2019, The Holding Company had received notice of demand dated March 13, 2019, in relation to service tax under the provisions of Finance Act, 1994 for ₹ 387.43 (excluding interest and penalties) covering the period from April 1, 2016 to June 30, 2017 on supply of anti-virus software in Compact Disk. The Holding Company replied to the notice of demand to Commissioner of Goods and Service Tax, Pune.  
  
During the earlier years, The Holding Company received similar notice of demands in relation to service tax under the provisions of Finance Act, 1994 for ₹ 1,223.07 (excluding penalty of ₹ 626.97 and pre-deposit, if any) covering the period from March 1, 2011 to March 31, 2016 on supply of anti-virus software in Compact Disk. The Holding Company had filed an appeal with Customs, Excise and Service Tax Appellate Tribunal, New Delhi for the period March 1, 2011 to March 31, 2014 and with the Customs, Excise and Service Tax Appellate Tribunal, Mumbai for the period April 1, 2014 to March 31, 2016.  
  
The Hon'ble Customs, Excise & Service Tax Appellate Tribunal (CESTAT), Principal Bench, New Delhi, vide its judgment (Order No. 50022/2020) dated January 09, 2020 (Service Tax Appeal No. 51175 of 2016), has set aside the Service Tax demand for ₹ 560.71 along with interest and penalty which was earlier confirmed by Directorate General of Central Excise Intelligence (DGCEI), New Delhi vide its Order of 2016 covering period from for the period March 1, 2011 to March 31, 2014.  
  
Based on this latest judgement of CESTAT, New Delhi, technical circular issued by government authorities and an independent legal opinion obtained by the Holding Company in earlier years, the Company is confident to get relief and set aside for balance period from April 01, 2014 to June 30, 2017. Accordingly, no provision/contingent liability had been recognized/disclosed in the financial statements.  
  
The Commissioner of Service Tax, Delhi has preferred an appeal against the above said Order passed by the Hon'ble Customs, Excise & Service Tax Appellate Tribunal (CESTAT) amounting to ₹ 560.71 and hearing for admission level is pending with the Hon'ble Supreme Court.
- 3 The Board of Directors of the Holding Company at its meeting held on March 10, 2021 and the shareholders by way of postal ballot on April 18, 2021, approved the buy back of the Holding Company fully paid equity shares of the face value of ₹10 each from its shareholder/beneficial owners of equity shares of the Holding Company including promoters of the Company as on the record date, on a proportionate basis through the "tender offer" route at a price of ₹ 245 per share for an aggregate amount not exceeding ₹ 1,550. The Company completed the Buy Back Process on June 24, 2021 and has complied with all the requisite formalities with SEBI and ROC.  
  
In line with the requirement of the Companies Act, 2013, an amount of ₹ 594.33 and ₹ 1,252.73 (Including tax on buy back of ₹ 360.32) has been utilised from securities premium and retained earnings respectively. In accordance with section 69 of the Companies Act, 2013, capital redemption reserve of ₹ 63.27 (representing the nominal value of the shares bought back) has been created as an apportionment from retained earnings. Consequent to such buy back, the paid-up equity share capital has reduced by ₹ 63.27. Further, transaction cost of buy back of shares of ₹ 17.24 has been reduced from retained earnings.
- 4 The Group is engaged in providing security software solutions. The Chief Operating Decision Maker (CODM) reviews the information pertaining to revenue of each of the target customer group (segments) viz. retail, enterprise & government and mobile. However, based on similarity of activities/products, risk and reward structure, organisation structure and internal reporting systems, the Group has structured its operations into one operating segment viz. anti-virus and as such there is no separate reportable operating segment as defined by Ind AS 108 "Operating segments".



5 **Estimated uncertainty relating to COVID-19 outbreak**

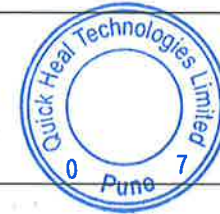
The Management has made an assessment of the impact of COVID-19 on the operations of the group, financial performance and position as at quarter and half year ended September 30, 2021 and has concluded that the impact is primarily on the operational aspects of the business. In assessing the recoverability of receivables, investments, and other assets, the Holding Company has considered internal and external information up to the date of approval of these financial results including status of existing and future customer orders, cash flow forecasts, commitments with suppliers, etc. The Holding Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Holding Company expects to gradually recover the carrying amount of these assets, the Holding Company has also considered the impact of subsequent events in its assessment and concluded that there is no significant impact which is required to be recognised in the financial results. Accordingly, no further adjustments have been made to the financial results.

Considering the dynamic nature of the issue, the impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Holding Company will continue to closely monitor any material changes to future economic conditions

6 Mr. Richard Stiennon was appointed as an Additional Director (Independent) w.e.f September 27, 2021

7 Previous period's figures have been regrouped / reclassified wherever necessary to make them comparable with the current period's classification / disclosure.

Place: Pune  
Date: October 25, 2021



For and on behalf of the Board of Directors

**Kailash Katkar**  
Managing Director  
& Chief Executive Officer

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**STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021**

	As at September 30, 2021 (Unaudited)	As at March 31, 2021 (Audited)
<b>Assets</b>		
<b>Non-current assets</b>		
(a) Property, plant and equipment	1,361.70	1,404.67
(b) Capital work-in-progress	21.10	21.10
(c) Intangible assets	43.63	52.81
(d) Financial assets		
(i) Investments	247.48	322.00
(ii) Loans and security deposits	3.65	3.75
(iii) Other financial assets	-	1.62
(e) Income tax assets (net)	127.97	121.49
(f) Other non-current assets	1.49	24.64
	<b>1,807.02</b>	<b>1,952.08</b>
<b>Current assets</b>		
(a) Inventories	36.83	33.35
(b) Financial assets		
(i) Investments	2,542.88	3,833.10
(ii) Trade receivables	1,469.35	1,506.30
(iii) Cash and cash equivalents	156.52	164.23
(iv) Bank balances other than (iii) above	408.40	678.87
(v) Loans and security deposits	3.93	6.79
(vi) Interest accrued	5.46	7.95
(c) Other current assets	57.81	68.18
(d) Assets classified as held for sale	5.54	16.02
	<b>4,686.72</b>	<b>6,314.79</b>
<b>Total assets</b>	<b>6,493.74</b>	<b>8,266.87</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
(a) Equity share capital	579.01	642.07
(b) Share application money pending allotment	0.03	-
(c) Other equity		
(i) Retained earnings	4,623.56	5,778.87
(ii) Securities premium	3.03	594.33
(iii) Amalgamation reserve	26.45	26.45
(iv) General reserve	450.26	450.26
(v) Capital redemption reserve	126.91	63.64
(vi) Other reserves	(24.28)	(40.76)
<b>Total equity</b>	<b>5,784.97</b>	<b>7,514.86</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Net employee defined benefit liabilities	2.03	3.72
(b) Deferred tax liability (net)	6.14	8.19
	<b>8.17</b>	<b>11.91</b>
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	41.10	13.28
(b) Total outstanding dues creditors other than micro enterprises and enterprises	458.92	486.49
(ii) Other financial liabilities	12.22	13.30
(b) Other current liabilities	172.98	183.07
(c) Net employee defined benefit liabilities	13.75	11.66
(d) Income tax liabilities (net)	1.62	32.30
	<b>700.59</b>	<b>740.10</b>
<b>Total liabilities</b>	<b>708.76</b>	<b>752.01</b>
<b>Total equity and liabilities</b>	<b>6,493.74</b>	<b>8,266.87</b>



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**CONSOLIDATED STATEMENT OF CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2021**

	Period ended	
	September 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)
<b>A. Cash flow from operating activities</b>		
Profit before tax	531.51	738.32
Adjustment to reconcile profit before tax to net cash flows:		
Exceptional items		
Net (gain) / loss foreign exchange differences	(0.75)	(2.51)
Employee share based payments expense	18.05	5.83
Depreciation and amortization expense	82.60	95.30
Interest income	(16.22)	(46.07)
Provision for doubtful debts and advances	16.89	(44.85)
Bad debts / property, plant and equipment written off	0.75	33.09
(Profit) / Loss on sale of property, plant and equipment	(4.09)	-
Exchange difference on translation of foreign currency cash and cash equivalents	(0.33)	(0.37)
Net (gain) on sale of investment	(13.77)	(17.76)
Net (gain) / loss on FVTPL current investment	(42.57)	(30.68)
<b>Operating profit before working capital changes</b>	<b>572.07</b>	<b>730.30</b>
Movements in working capital:		
(Increase)/decrease in trade receivables	20.19	(184.59)
(Increase)/decrease in inventories	(3.48)	15.71
(Increase)/decrease in loans	2.96	(0.30)
(Increase)/decrease in other financial assets	1.62	(16.84)
(Increase)/decrease in other assets	(6.87)	(77.13)
Increase/(decrease) in net employee defined benefit liabilities	2.24	11.46
Increase/(decrease) in trade payables	18.06	114.46
Increase/(decrease) in other current liabilities	(10.09)	36.53
<b>Cash generated from operations</b>	<b>596.70</b>	<b>629.60</b>
Direct taxes paid (net of refunds)	(163.07)	(121.76)
<b>Net cash flow from operating activities (A)</b>	<b>433.63</b>	<b>507.84</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment and intangible assets (including capital work-in-progress and capital advances)	(18.33)	(0.18)
Proceeds from sale of property, plant and equipment	22.98	0.10
Investments in non-current investments (other)	74.52	180.54
Purchase of current investments	(2,386.07)	(4,720.79)
Sale of current investments	3,732.63	3,855.66
(Increase)/decrease in bank balances other than cash and cash equivalents	270.47	136.49
Interest received	18.71	65.28
<b>Net cash (used in) investing activities (B)</b>	<b>1,714.91</b>	<b>(482.90)</b>
<b>C. Cash flow from financing activities</b>		
Dividend paid on equity shares	(231.47)	0.53
Tax on Buyback	(360.32)	-
Proceeds from issuance of equity shares (including securities premium and Buy back)	2.42	-
Buyback Expenses	(17.24)	-
Payout on Buyback of equity shares	(1,550.00)	-
Share application money pending allotment	0.03	-
<b>Net cash flow (used in) financing activities (C)</b>	<b>(2,156.58)</b>	<b>0.53</b>
<b>Net (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(8.04)</b>	<b>25.46</b>
Cash and cash equivalents at the beginning of the year	164.23	100.72
Effect of exchange differences on cash and cash equivalents held in foreign currency	0.33	0.37
<b>Cash and cash equivalents at the end of the year</b>	<b>156.52</b>	<b>126.55</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	0.56	0.58
Balances with banks		
On current account	140.72	119.27
On EEFC account	15.24	4.97
Cheques on hand	-	1.73
<b>Total cash and cash equivalents</b>	<b>156.52</b>	<b>126.55</b>



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**STATEMENT OF STANDALONE FINANCIAL RESULTS OF QUICK HEAL TECHNOLOGIES LIMITED FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021**

(₹ in million, except per share data)

Sr. No	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2021 (Unaudited)	June 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	March 31, 2021 (Audited)
1	<b>Income</b>						
	Revenue from operations	1,037.92	543.83	828.60	1,581.75	1,563.00	3,335.28
	Other income	36.49	62.35	57.19	98.84	119.82	239.37
	<b>Total income</b>	<b>1,074.41</b>	<b>606.18</b>	<b>885.79</b>	<b>1,680.59</b>	<b>1,682.82</b>	<b>3,574.65</b>
2	<b>Expenses</b>						
	Cost of raw materials consumed	2.43	1.18	3.82	3.61	4.87	10.27
	Purchase of software products	39.46	14.90	27.02	54.36	33.62	80.45
	Increase / (decrease) in inventories of software products	(1.99)	(2.73)	(2.96)	(4.72)	13.88	22.96
	Employee benefits expense	336.92	324.99	277.11	661.91	534.65	1,131.97
	Depreciation and amortisation expense	41.58	40.96	48.74	82.54	95.24	194.78
	Other expenses	198.13	161.22	136.28	359.35	260.40	675.85
	<b>Total expenses</b>	<b>616.53</b>	<b>540.52</b>	<b>490.01</b>	<b>1,157.05</b>	<b>942.66</b>	<b>2,116.28</b>
3	<b>Profit before exceptional items and tax (1-2)</b>	<b>457.88</b>	<b>65.66</b>	<b>395.78</b>	<b>523.54</b>	<b>740.16</b>	<b>1,458.37</b>
4	Exceptional items (refer note 3)	-	21.64	-	21.64	-	-
5	<b>Profit before tax (3-4)</b>	<b>457.88</b>	<b>44.02</b>	<b>395.78</b>	<b>501.90</b>	<b>740.16</b>	<b>1,458.37</b>
6	<b>Tax expense</b>						
	Current tax						
	Pertaining to profit for the current period	114.73	10.59	107.01	125.32	205.55	339.24
	Adjustments of tax relating to earlier periods (Net)	-	-	-	-	-	17.56
	Deferred tax	(3.33)	0.82	4.76	(2.51)	(5.73)	33.63
	<b>Total tax expense</b>	<b>111.40</b>	<b>11.41</b>	<b>111.77</b>	<b>122.81</b>	<b>199.82</b>	<b>390.43</b>
7	<b>Profit for the period (5-6)</b>	<b>346.48</b>	<b>32.61</b>	<b>284.01</b>	<b>379.09</b>	<b>540.34</b>	<b>1,067.94</b>
8	<b>Other comprehensive income, net of tax</b>						
	<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>						
	Re-measurement of defined benefit plans	3.48	(2.10)	0.30	1.38	1.30	1.26
	<b>Other comprehensive income to be reclassified to profit or loss in subsequent periods</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Total other comprehensive income</b>	<b>3.48</b>	<b>(2.10)</b>	<b>0.30</b>	<b>1.38</b>	<b>1.30</b>	<b>1.26</b>
9	<b>Total comprehensive income (after tax) (7+8)</b>	<b>349.96</b>	<b>30.51</b>	<b>284.31</b>	<b>380.47</b>	<b>541.64</b>	<b>1,069.20</b>
10	Paid-up equity share capital (face value of ₹ 10 each)	579.01	578.80	642.03	579.01	642.03	642.07
11	Other equity (as per balance sheet of previous accounting year)						6,915.97
12	<b>Earnings per share of ₹ 10 each:</b>						
	(not annualised except for the year ended March)						
	a) Basic	5.40	0.51	4.43	6.24	8.42	16.64
	b) Diluted	5.36	0.51	4.43	6.20	8.42	16.62



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**Notes to financial results:**

- 1** The above financial results for the quarter and half year ended September 30, 2021 have been subjected to limited review by the statutory auditors of the Company and reviewed by the Audit Committee and approved by the Board of Directors of the Company at the meeting held on October 25, 2021.
- 2** During the year ended March 31, 2019, Company had received notice of demand dated March 13, 2019, in relation to service tax under the provisions of Finance Act, 1994 for ₹ 387.43 (excluding interest and penalties) covering the period from April 1, 2016 to June 30, 2017 on supply of anti-virus software in Compact Disk. Company replied to the notice of demand to Commissioner of Goods and Service Tax, Pune.
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- The Hon'ble Customs, Excise & Service Tax Appellate Tribunal (CESTAT), Principal Bench, New Delhi, vide its judgment (Order No. 50022/2020) dated January 09, 2020 (Service Tax Appeal No. 51175 of 2016), has set aside the Service Tax demand for ₹ 560.71 along with interest and penalty which was earlier confirmed by Directorate General of Central Excise Intelligence (DGCEI), New Delhi vide its Order of 2016 covering period from for the period March 1, 2011 to March 31, 2014.
- Based on this latest judgement of CESTAT, New Delhi, technical circular issued by government authorities and an independent legal opinion obtained by the Company in earlier years, the Company is confident to get relief and set aside for balance period from April 01, 2014 to June 30, 2017. Accordingly, no provision/contingent liability had been recognized/disclosed in the financial statements.
- The Commissioner of Service Tax, Delhi has preferred an appeal against the above said Order passed by the Hon'ble Customs, Excise & Service Tax Appellate Tribunal (CESTAT) amounting to ₹ 560.71 and hearing for admission level is pending with the Hon'ble Supreme Court.

**3 Impairment of investments  
Included in exceptional items**

(₹ in million)

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	September 30, 2021 (Unaudited)	June 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2021 (Unaudited)	September 30, 2020 (Unaudited)	March 31, 2021 (Audited)
Impairment of investment in wholly owned subsidiaries	-	21.64	-	21.64	-	-

- 4** The Board of Directors of the Company at its meeting held on March 10, 2021 and the shareholders by way of postal ballot on April 18, 2021, approved the buy back of the Company fully paid equity shares of the face value of ₹ 10 each from its shareholder/beneficial owners of equity shares of the Company including promoters of the Company as on the record date, on a proportionate basis through the "tender offer" route at a price of ₹ 245 per share for an aggregate amount not exceeding ₹ 1,550. The Company completed the Buy Back Process on June 24, 2021 and has complied with all the requisite formalities with SEBI and ROC.

In line with the requirement of the Companies Act, 2013, an amount of ₹ 594.33 and ₹ 1,252.73 (Including tax on buy back of ₹ 360.32) has been utilised from securities premium and retained earnings respectively. In accordance with section 69 of the Companies Act, 2013, capital redemption reserve of ₹ 63.27 (representing the nominal value of the shares bought back) has been created as an apportionment from retained earnings. Consequent to such buy back, the paid-up equity share capital has reduced by ₹ 63.27. Further, transaction cost of buy back of shares of ₹ 17.24 has been reduced from retained earnings.



- 5 The Company is engaged in providing security software solutions. The Chief Operating Decision Maker (CODM) reviews the information pertaining to revenue of each of the target customer group (segments) viz. retail, enterprise & government and mobile. However, based on similarity of activities/products, risk and reward structure, organisation structure and internal reporting systems, the Company has structured its operations into one operating segment viz. anti-virus and as such there is no separate reportable operating segment as defined by Ind AS 108 "Operating segments".
- 6 **Estimated uncertainty relating to COVID-19 outbreak**  
The management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance and position as at and for the quarter and half year ended September 30, 2021 and has concluded that the impact is primarily on the operational aspects of the business. In assessing the recoverability of receivables, investments, and other assets, the Company has considered internal and external information up to the date of approval of these financial results including status of existing and future customer orders, cash flow forecasts, commitments with suppliers, etc. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets, the Company has also considered the impact of subsequent events in its assessment and concluded that there is no significant impact which is required to be recognised in the financial results. Accordingly, no further adjustments have been made to the financial results.
- Considering the dynamic nature of the issue, the impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.
- 7 Mr. Richard Stiennon was appointed as an Additional Director (Independent) w.e.f September 27, 2021
- 8 Previous period's figures have been regrouped / reclassified wherever necessary to make them comparable with the current period's classification / disclosure.

Place: Pune  
Date: October 25, 2021



For and on behalf of the Board of Directors

**Kailash Katkar**  
Managing Director  
& Chief Executive Officer



**QUICK HEAL TECHNOLOGIES LIMITED**

Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014  
CIN: L72200MH1995PLC091408

**STATEMENT OF STANDALONE ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021**

(₹ in million, except per share data)

	As at September 30, 2021 (unaudited)	As at March 31, 2021 (Audited)
<b>Assets</b>		
<b>Non-current assets</b>		
(a) Property, plant and equipment	1,361.33	1,404.45
(b) Capital work-in-progress	21.10	21.10
(c) Intangible assets	43.49	52.65
(d) Investments in subsidiaries	100.64	122.28
(e) Financial assets		
(i) Investments	247.48	322.00
(ii) Loans and security deposits	3.65	3.75
(iii) Other financial assets	-	1.62
(f) Income tax assets (net)	127.97	121.49
(g) Other non-current assets	1.49	24.64
	<b>1,907.15</b>	<b>2,073.98</b>
<b>Current assets</b>		
(a) Inventories	36.80	32.96
(b) Financial assets		
(i) Investments	2,542.88	3,833.10
(ii) Trade receivables	1,475.03	1,494.62
(iii) Cash and cash equivalents	69.26	95.35
(iv) Bank balances other than (iii) above	408.40	678.87
(v) Loans and security deposits	3.86	6.72
(vi) Interest accrued	5.46	7.95
(c) Other current assets	56.34	66.72
(d) Assets classified as held for sale	5.54	16.02
	<b>4,603.57</b>	<b>6,232.31</b>
<b>Total assets</b>	<b>6,510.72</b>	<b>8,306.29</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
(a) Equity share capital	579.01	642.07
(b) Share application money pending allotment	0.03	-
(b) Other equity		
(i) Retained earnings	4,632.46	5,816.79
(ii) Securities premium	3.03	594.33
(iii) Amalgamation reserve	26.45	26.45
(iv) General reserve	450.26	450.26
(v) Capital redemption reserve	126.91	63.64
(vi) Other reserves	(18.27)	(35.50)
<b>Total equity</b>	<b>5,799.88</b>	<b>7,558.04</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Net employee defined benefit liabilities	2.03	3.72
(b) Deferred tax liabilities (net)	6.14	8.19
	<b>8.17</b>	<b>11.91</b>
<b>Current liabilities</b>		
(a) Financial liabilities		
(i) Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	41.10	13.28
(b) Total outstanding dues creditors other than micro enterprises and enterprises	462.45	483.86
(ii) Other financial liabilities	12.22	13.30
(b) Other current liabilities	171.94	182.43
(c) Net employee defined benefit liabilities	13.75	11.66
(d) Income tax liabilities (net)	1.21	31.81
	<b>702.67</b>	<b>736.34</b>
<b>Total liabilities</b>	<b>710.84</b>	<b>748.25</b>
<b>Total equity and liabilities</b>	<b>6,510.72</b>	<b>8,306.29</b>



<b>Quick Heal Technologies Limited</b>		
Regd. Office: Marvel Edge, Office No. 7010 C & D, 7th Floor, Opposite Neco Garden Society, Viman Nagar, Pune - 411014		
CIN: L72200MH1995PLC091408		
STANDALONE STATEMENT OF CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2021		
(₹ in million, except per share data)		
	September 30, 2021	September 30, 2020
	(Unaudited)	(Unaudited)
<b>A. Cash flow from operating activities</b>		
Profit before tax	501.90	740.16
Adjustment to reconcile profit before tax to net cash flows:		
Exceptional items	21.64	-
Net (gain) / loss foreign exchange differences	(0.80)	(1.48)
Employee share based payments expense	18.05	5.83
Depreciation and amortization expense	82.54	95.24
Interest income	(16.22)	(46.07)
Provision for doubtful debts and advances	16.89	(45.26)
Bad debts / property, plant and equipment written off	0.58	33.09
(Profit) / loss on sale of property, plant and equipment	(4.09)	0.03
Net gain on sale of investment	(13.77)	(17.76)
Net (gain) / loss on FVTPL current investment	(42.57)	(30.68)
<b>Operating profit before working capital changes</b>	<b>564.15</b>	<b>733.10</b>
Movements in working capital:		
(Increase)/decrease in trade receivables	2.92	(169.51)
(Increase)/decrease in inventories	(3.84)	15.72
(Increase)/decrease in loans	2.96	(0.89)
(Increase)/decrease in other financial assets	1.62	(0.12)
(Increase)/decrease in other assets	(6.78)	(72.25)
Increase/(decrease) in net employee defined benefit liabilities	2.24	11.46
Increase/(decrease) in trade payables	25.01	111.64
Increase/(decrease) in other current liabilities	(10.49)	36.95
<b>Cash generated from operations</b>	<b>577.79</b>	<b>666.10</b>
Direct taxes paid (net of refunds)	(162.40)	(121.02)
<b>Net cash flow from operating activities (A)</b>	<b>415.39</b>	<b>545.08</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment and intangible assets (including capital work-in-progress and capital advances)	(18.23)	(0.18)
Proceeds from sale of property, plant and equipment	23.07	0.06
Investments in subsidiaries	-	(14.37)
Investments in non-current investments (other)	74.52	-
Net proceeds from sale of non-current investment (other)	-	180.54
Purchase of current investments	(2,386.07)	(4,720.79)
Sale of current investments	3,732.63	3,855.66
(Increase)/decrease in bank balances other than cash and cash equivalents	270.47	136.49
Interest received	18.71	48.60
<b>Net cash (used in) investing activities (B)</b>	<b>1,715.10</b>	<b>(513.99)</b>
<b>C. Cash flow from financing activities</b>		
Dividend paid on equity shares	(231.47)	0.53
Tax on Buyback	(360.32)	-
Buyback Expenses	(17.24)	-
Proceeds from issuance of equity shares (including securities premium)	2.42	-
Payout for buyback of shares	(1,550.00)	-
Share application money pending allotment	0.03	-
<b>Net cash flow (used in) financing activities (C)</b>	<b>(2,156.58)</b>	<b>0.53</b>
<b>Net (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(26.09)</b>	<b>31.62</b>
Cash and cash equivalents at the beginning of the year	95.35	35.57
<b>Cash and cash equivalents at the end of the period</b>	<b>69.26</b>	<b>67.19</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	0.56	0.58
Balances with banks		
On current account	53.46	59.91
On BEFC account	15.24	4.97
Cheques on hand	-	1.73
<b>Total cash and cash equivalents</b>	<b>69.26</b>	<b>67.19</b>

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