July 24, 2019

BSE Limited
Corporate Service Department,
01st Floor, P. J. Towers,
Dalal Street,
Mumbai 400 001
Fax: (022) 2272 2039/2272 3121

The National Stock Exchange of India Ltd.
Exchange Plaza, 03rd floor,
Plot No. C/1, 'G' block,
Bandra Kurla Complex, Bandra (E),
Mumbai 400 051
Fax: (022) 26598237/26598238

Scrip ID: ZENSARTECH
Scrip Code: 504067
Symbol: ZENSARTECH
Series: EQ

Sub: Corrigendum to Annual Report 2018-19

Please find enclosed herewith the Corrigendum to the Annual Report 2018-19 alongwith the Notice dated April 30, 2019 convening the 56th Annual General Meeting (AGM) of the Company.

The said corrigendum is being published in the newspaper(s) and will also be available on the website of the Company at www.zensar.com

Kindly take the same on your records.

Thanking you,

Yours sincerely,

For Zensar Technologies Limited

Gaurav Tomar
Company Secretary

Endl.: As above
Corrigendum to the Annual Report 2018-19

We draw attention of all the members of Zensar Technologies Limited (the Company) towards the Annual Report 2018-19 alongwith the Notice dated April 30, 2019 convening the 56th Annual General Meeting (AGM) of the Company scheduled to be held on, Monday, August 5, 2019 at 12.00 noon at the Registered Office of the Company situated at Zensar Knowledge park, Plot # 4, MiDC, Kharadi, Off Nagar Road, Pune 411014.

This corrigendum should be read in conjunction with the Annual Report 2018-19:

On Page No.217 of the Annual Report containing the Consolidated Statement of Cash Flows for the Year ended March 31, 2019, following to be added in between the line item(s) “Unrealised exchange gain (loss) (net)” and “Cash generated from operations”:

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Year ended March 31, 2019</th>
<th>Year ended March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating profit before working capital changes</td>
<td>55,688</td>
<td>44,793</td>
</tr>
<tr>
<td>Change in operating assets and liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(Increase)/ decrease in other non-current financial assets</td>
<td>(700)</td>
<td>(506)</td>
</tr>
<tr>
<td>(Increase)/ decrease in other non-current assets</td>
<td>1,113</td>
<td>(45)</td>
</tr>
<tr>
<td>(Increase)/ decrease in inventories</td>
<td>754</td>
<td>668</td>
</tr>
<tr>
<td>(Increase)/decrease in trade receivables</td>
<td>(27,566)</td>
<td>(10,848)</td>
</tr>
<tr>
<td>(Increase)/decrease in other current financial assets</td>
<td>8,100</td>
<td>(4,676)</td>
</tr>
<tr>
<td>(Increase)/ decrease in other current assets</td>
<td>(25,191)</td>
<td>307</td>
</tr>
<tr>
<td>Increase/(decrease) in other non-current financial liabilities</td>
<td>(557)</td>
<td>(1,552)</td>
</tr>
<tr>
<td>Increase/(decrease) in non-current provisions</td>
<td>121</td>
<td>9</td>
</tr>
<tr>
<td>Increase/(decrease) in non-current employee benefit obligations</td>
<td>(39)</td>
<td>(32)</td>
</tr>
<tr>
<td>Increase/(decrease) in trade payables</td>
<td>11,482</td>
<td>100</td>
</tr>
<tr>
<td>Increase/ (decrease) in other current financial liabilities</td>
<td>4,092</td>
<td>1,172</td>
</tr>
<tr>
<td>Increase/ (decrease) in current employee benefit obligations</td>
<td>1,221</td>
<td>132</td>
</tr>
<tr>
<td>Increase/ (decrease) in other current liabilities</td>
<td>948</td>
<td>(26,222)</td>
</tr>
</tbody>
</table>

The complete Consolidated Statement of Cash Flows for the Year ended March 31, 2019 is enclosed herewith and will also be uploaded on the website of the Company at www.zensar.com and be made available at the AGM venue.

Further, the cut-off date for e-voting to be referred in the said Annual Report, as July 29, 2019.

This corrigendum shall form an integral part of the Annual Report 2018-19, which has been sent/dispatched on July 8, 2019. Accordingly, all the concerned shareholders, stock exchanges, depositories, share transfer agent, agencies appointed for e-voting, other authorities, regulators and all other concerned persons are requested to take note of the above correction.
<table>
<thead>
<tr>
<th>Particulars</th>
<th>Year ended March 31, 2019</th>
<th>Year ended March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash flow from operating activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit before taxation</td>
<td>44,538</td>
<td>35,157</td>
</tr>
<tr>
<td>Adjustments for:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation and amortisation</td>
<td>8,944</td>
<td>6,508</td>
</tr>
<tr>
<td>Employee share based payment expense</td>
<td>1,652</td>
<td>369</td>
</tr>
<tr>
<td>(Profit) / loss on sale of investments (net)</td>
<td>(2,796)</td>
<td>(637)</td>
</tr>
<tr>
<td>Changes in fair value of financial assets/liabilities measured at fair value through profit and loss</td>
<td>1,796</td>
<td>(720)</td>
</tr>
<tr>
<td>Fair value (gain)/loss on share buyback liability</td>
<td>208</td>
<td>175</td>
</tr>
<tr>
<td>Change in fair value of equity instruments</td>
<td>(196)</td>
<td>-</td>
</tr>
<tr>
<td>Dividend income</td>
<td>(132)</td>
<td></td>
</tr>
<tr>
<td>Interest income</td>
<td>(545)</td>
<td>(487)</td>
</tr>
<tr>
<td>Finance costs</td>
<td>2,951</td>
<td>2,267</td>
</tr>
<tr>
<td>(Profit)/Loss on sale of tangible assets (net)</td>
<td>9</td>
<td>(43)</td>
</tr>
<tr>
<td>Provision for doubtful debts (net)</td>
<td>2,368</td>
<td>2,526</td>
</tr>
<tr>
<td>Bad debts written off</td>
<td>1,174</td>
<td>1,186</td>
</tr>
<tr>
<td>Profit on Sale of Business</td>
<td>(1,941)</td>
<td></td>
</tr>
<tr>
<td>Provision no Longer required and credit balances written back</td>
<td>(2,391)</td>
<td>(354)</td>
</tr>
<tr>
<td>Unrealised exchange gains/(loss) (net)</td>
<td>(83)</td>
<td>11,150</td>
</tr>
<tr>
<td></td>
<td></td>
<td>9,636</td>
</tr>
<tr>
<td><strong>Operating profit before working capital changes</strong></td>
<td></td>
<td></td>
</tr>
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<td>(23,191)</td>
<td>307</td>
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<td>Increase/(decrease) in other non current financial liabilities</td>
<td>(557)</td>
<td>(1,522)</td>
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<td>9</td>
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<tr>
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<td>(39)</td>
<td>(32)</td>
</tr>
<tr>
<td>Increase/(decrease) in trade payables</td>
<td>11,483</td>
<td>100</td>
</tr>
<tr>
<td>Increase/(decrease) in other current financial liabilities</td>
<td>4,092</td>
<td>1,772</td>
</tr>
<tr>
<td>Increase/ (decrease) in current employee benefit obligations</td>
<td>1,221</td>
<td>132</td>
</tr>
<tr>
<td>Increase/ (decrease) in other current liabilities</td>
<td>948</td>
<td>(26,222)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>1,422</td>
</tr>
<tr>
<td></td>
<td></td>
<td>(13,840)</td>
</tr>
<tr>
<td><strong>Cash generated from operations</strong></td>
<td>29,466</td>
<td>30,944</td>
</tr>
<tr>
<td>Income taxes paid (net of refunds)</td>
<td>(13,864)</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>(10,351)</td>
</tr>
<tr>
<td><strong>Net cash inflow from operating activities</strong></td>
<td>15,602</td>
<td>20,593</td>
</tr>
</tbody>
</table>

**Cash flow from investing activities**

- Purchase of tangible/intangible assets including capital work in progress: 5,242 (5,245)
- Payment of Earnout to Susidiaries: - (3,179)
- Purchase of Business (Refer Note 96): 34,171 (9,302)
- Proceeds from sale of tangible/intangible assets: 68 95
- Proceeds from disposal of business: 847
- Proceeds from sale of Investment: 921
- Investments in Fixed Deposits: 615 (51)
- Purchase of investments (Mutual Funds): 79,121 (60,098)
- Sale of investments (Mutual Funds): 95,202 59,080
- Sale of Non Convertible Debentures: 814 (750)
- Interest income received: 366 487
- Dividend income received: - 132

**Net cash used in investing activities**

- (24,110) (15,652)

**Cash flow from financing activities**

- Proceeds from issue of equity shares: 140 258
- Interest paid: 1,339 (1,036)
- Dividend on equity shares and tax thereon: 6,333 (6,260)
- Proceeds of long-term borrowings: 13,067
- Repayment of long-term borrowings: (290) (381)
- Proceeds of short-term borrowings: 23,278 4,772
- Repayment of short-term borrowings: (8,433) (17,757)

**Net cash used in financing activities**

- 20,090 (20,404)

Effect of exchange differences on translation of cash and cash equivalents: 0 3
## Zensar Technologies Limited

**Consolidated Statement of Cash Flows for year ended March 31, 2019**

(All amounts in INR Lakhs, unless otherwise stated)

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Year ended March 31, 2019</th>
<th>Year ended March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Increase in Cash and Cash Equivalents on Acquisition (Refer note 36)</td>
<td>1,539</td>
<td>1,480</td>
</tr>
<tr>
<td>Decrease in Cash and Cash Equivalents on disposal of subsidiaries</td>
<td>(288)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net increase/(decrease) in cash and cash equivalents</strong></td>
<td><strong>12,824</strong></td>
<td><strong>(13,980)</strong></td>
</tr>
<tr>
<td>Cash and cash equivalents at the beginning of the year</td>
<td>18,555</td>
<td>32,535</td>
</tr>
<tr>
<td>Cash and cash equivalents at the end of the year</td>
<td>31,379</td>
<td>18,555</td>
</tr>
</tbody>
</table>

### Notes:

1. The above Consolidated Cash Flow Statement has been prepared under the "Indirect Method" set out in Indian Accounting Standard (Ind AS) 7 on Statement of Cash Flows.
2. Cash and cash equivalents comprise of:

<table>
<thead>
<tr>
<th>Cash on Hand</th>
<th>As at March 31, 2019</th>
<th>As at March 31, 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Funds in transit</td>
<td>7,391</td>
<td>70</td>
</tr>
<tr>
<td>Balances with Banks:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- In current accounts</td>
<td>22,083</td>
<td>18,972</td>
</tr>
<tr>
<td>- Deposits having original maturity of less than three months</td>
<td>2,210</td>
<td>1,371</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>31,689</strong></td>
<td><strong>20,416</strong></td>
</tr>
<tr>
<td>Less: Book Overdrafts</td>
<td>(310)</td>
<td>(1,861)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>31,379</strong></td>
<td><strong>18,555</strong></td>
</tr>
</tbody>
</table>

The accompanying notes form an integral part of the consolidated financial statements.

In terms of our report attached

For Deloitte Haskins & Sells LLP For and on behalf of the Board of Directors of
Chartered Accountants Zensar Technologies Limited

Hemant M. Joshi H.V. Goenka Sandeep Kishore
Partner Chairman Managing Director & CEO
Place: Pune DIN: 00026726 DIN: 07393680
Date: April 30, 2019

Navneet Khandelwal Gaurav Tongia
Chief Financial Officer Company Secretary
Place: Mumbai Date: April 30, 2019