Tech Mahindra Limited

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Audited Standalone Interim Financial Results for the quarter ended June 30, 2026

(Rs. in Million except earnings per share)

	Particulars	Quarter ended			Year ended
		June 30, 2026	March 31, 2026 (Note 6)	June 30, 2025	March 31, 2026
1	Revenue from Operations	132,186	129,565	115,946	489,270
2	Other Income*	(1,373)	(1,952)	3,943	5,806
3	Total Income (1 + 2)	130,813	127,613	119,889	495,076
4	Expenses				
	Employee Benefit Expense	45,430	45,537	43,390	176,630
	Subcontracting Expense	49,766	47,336	42,584	180,944
	Finance Costs	763	736	588	2,615
	Depreciation and Amortisation Expense	2,354	2,304	2,111	8,732
	Other Expenses	17,403	17,667	15,805	66,318
	Impairment of non-current investments	-	5,750	-	5,750
	Total Expenses	115,716	119,330	104,478	440,989
5	Profit Before Exceptional Item and Tax (3-4)	15,097	8,283	15,411	54,087
6	Exceptional item (Note 5)	-	-	-	2,452
7	Profit before Tax (5-6)	15,097	8,283	15,411	51,635
8	Tax Expense				
	Current Tax	3,409	2,742	3,817	14,079
	Deferred Tax	309	128	(190)	(1,036)
	Total Tax Expense	3,718	2,870	3,627	13,043
9	Profit after tax (7 - 8)	11,379	5,413	11,784	38,592
10	Other Comprehensive Income				
A.	I. Items that will not be reclassified to Profit or Loss				
	-Remeasurements of the Defined Benefit Liabilities - Gain / (Loss)	125	355	(175)	261
	II. Income Tax relating to items that will not be reclassified to Profit or Loss	(32)	(89)	44	(66)
B.	I. Items that will be subsequently reclassified to Profit or Loss				
	-Effective portion of Gain / (Loss) on Designated Portion of Hedging Instruments in a Cash Flow Hedge (net)	2,031	(663)	(1,013)	(3,556)
	II. Income Tax relating to items that will be reclassified to Profit or Loss	(510)	167	255	895
	Total Other Comprehensive Income / (Loss) (A+B)	1,614	(230)	(889)	(2,466)
11	Total Comprehensive Income (9 + 10)	12,993	5,183	10,895	36,126
12	Paid-up Equity Share Capital (Face Value of Share Rs. 5)	4,900	4,899	4,896	4,899
13	Total Reserves				212,324
14	Earnings Per Equity Share Rs. (EPS for the interim periods are not annualised)				
	- Basic	11.60	5.52	12.02	39.35
	- Diluted	11.59	5.51	12.01	39.30

* Other income includes foreign exchange gain/ (loss)

Notes :

1 These results have been prepared on the basis of the audited standalone condensed interim financial statements which are prepared in accordance with the Indian Accounting Standard (referred to as "Ind AS") 34 - Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules 2015 and relevant amended rules thereafter. The quarterly financial results have been reviewed by the Audit Committee and have been approved and taken on record by the Board of Directors in its meeting held on July 16, 2026.

2 **Certain matters relating to erstwhile Satyam Computer Services Limited (erstwhile Satyam):**

Proceedings in relation to 'Alleged Advances':

Erstwhile Satyam had, in the past, received letters from 37 companies seeking confirmation by way of acknowledgement of receipt of certain alleged amounts by the erstwhile Satyam (referred to as 'alleged advances'). These letters were followed with legal notices claiming repayment of the alleged advances aggregating to Rs. 12,304 Million together with damages/compensation @ 18% per annum till the date of repayment. The erstwhile Satyam had not acknowledged any liability and replied to the legal notices stating that the claims are not legally tenable. Subsequently, the 37 companies filed petitions for recovery against the erstwhile Satyam before the City Civil Court, Secunderabad (Court), of which one petition has been converted into suit and balance 36 petitions are at various stages of pauperism/suit admission.

The Hon'ble High Court of Andhra Pradesh in its Order approving the merger of the erstwhile Satyam with the Company, held that in the absence of Board resolutions and documents evidencing acceptance of unsecured loans, i.e. alleged advances, by the former Management of the erstwhile Satyam, the new Management of the erstwhile Satyam is justified in not crediting the amounts received in the names of the said 37 companies and not disclosing them as creditors and in disclosing such amounts as 'Amounts pending investigation suspense account (net)' in the financial statements. The Hon'ble High Court held, inter-alia, that the contention that Satyam is retaining the money, i.e. the alleged advances, of the 'creditors' and not paying them does not appear to be valid and further held that any right of the objecting creditors can be considered only if the genuineness of the debt is proved. The matter is pending final adjudication.

Appeals were filed before the Division Bench of the Hon'ble High Court of Andhra Pradesh against the Order of the single judge of the Hon'ble High Court of Andhra Pradesh sanctioning the Scheme of merger of erstwhile Satyam with the Company w.e.f. April 1, 2011, which are yet to be heard. Further, petition was filed by the 37 companies for winding-up of the erstwhile Satyam with the Hon'ble High Court of Andhra Pradesh which was subsequently rejected. One of the aforesaid companies also filed an appeal against the said order with the Division Bench of the Hon'ble High Court of Andhra Pradesh. These matters have been combined for hearing.

The Directorate of Enforcement (ED) while investigating the matter under the Prevention of Money Laundering Act, 2002 (PMLA) had directed the erstwhile Satyam not to return the alleged advances until further instructions.

In view of the aforesaid and based on an independent legal opinion, current legal status and lack of documentation to support the validity of the claim, the Management believes that the claim by the 37 companies for repayment of the alleged advances, including interest thereon will not be payable on final adjudication. As required by the Hon'ble High Court in the scheme of merger, the said amount of Rs. 12,304 Million has been disclosed as "Amounts pending investigation suspense account (net)" ("Suspense Account (net)"), which override the relevant requirement of Conceptual Framework for Financial Reporting under Indian Accounting Standards (Ind AS). Accordingly, the amounts of these alleged advances are disclosed separately from equity and liabilities of the Company in the books of account.

3 During the quarter ended June 30, 2026, 216,706 shares of Rs 5/- each fully paid, were allotted upon exercise of the vested stock options pursuant to the Company's Employee Stock Option Schemes resulting in an increase in the paid-up share capital by Rs. 1 Million.

4 **Emphasis of Matter**

The Emphasis of Matter in the Auditor's Report:

With relation to Note 2, which describes in detail certain matters relating to erstwhile Satyam Computer Services Limited ("erstwhile Satyam"), amalgamated with the Company with effect from April 1, 2011, is discussed below:

In accordance with the Scheme approved by the Honourable High Court of Hyderabad, Andhra Pradesh, the Company has presented separately under "Suspense Account (net)" claims made by 37 companies in the City Civil Court, for alleged advances amounting to Rs.12,304 Million, to erstwhile Satyam. The Company's management, on the basis of current legal status, lack of documentation to support the validity of the claims and external legal opinion believes that these claims will not be payable on final adjudication.

Management response to Emphasis of Matter:

With regard to the Emphasis of Matter stated above, there are no additional developments which require adjustments to the audited standalone interim financial results.

5 Effective November 21, 2025, the Government of India notified the four Labour Codes- the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020- consolidating 29 existing labour laws, collectively referred to as the 'New Labour Codes'. The Company, considering the materiality and regulatory driven, non-recurring nature, presented the incremental impact of Rs. 2,452 Million related to Employee Benefit Obligations under “Exceptional item”.

6 The figures for the quarter ended March 31, 2026 are the balancing figures between the audited figures prepared on the basis of audited standalone financial statements for the year ended March 31, 2026 and the published audited year-to date figures for the nine months ended December 31, 2025.

7 As per Ind AS 108 'Operating Segments', the Company has disclosed the segment information only as part of the consolidated financial results.

8 The audited standalone financial results have been made available on the BSE Limited website (www.bseindia.com) and the National Stock Exchange of India Limited website (www.nseindia.com) where the Company's securities are listed and are posted on the Company's website at the web-link: https://www.techmahindra.com/en-in/investors/.

Date: July 16, 2026

Place : Hyderabad

Mohit Joshi

Managing Director & CEO