

October 26, 2026

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001 Company Code No.: 543268	National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 Company Symbol: DRCSYSTEMS
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Dear Sir/ Ma'am,

Sub: Outcome of Board Meeting

Pursuant to Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we hereby inform that the meeting of Board of Directors of the Company held today i.e. October 26, 2026, has considered and approved the Unaudited (Standalone and Consolidated) Financial Results for the quarter and half year ended on September 30, 2026, together with the Limited Review Reports from the Statutory Auditors.

Pursuant to Regulation 33 of the Listing Regulations, we enclose herewith the following:

- A copy of Unaudited (Standalone and Consolidated) Financial Results for the quarter and half year ended on September 30, 2026.
- Limited Review Report issued by the Statutory Auditors.
- A copy of Press Release.

The Board Meeting commenced at 11.00 a.m. and concluded at 12.15 p.m.

The above intimation is also available on the website of the Company at www.drcsystems.com.

Kindly take the same on your records.

Thanking you,

Yours faithfully,

For DRC Systems India Limited

Jainam
Ashvinkumar
Shah
Shah

Digitally signed by
Jainam Ashvinkumar
Shah
Date: 2026.10.26 12:29:44
+05'30'

Jainam Shah
Company Secretary

Encl.: As above

DRC SYSTEMS INDIA LIMITED

Regd. Office: 24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT City
Gandhinagar – 382050, Gujarat, India | **CIN:** L72900GJ2012PLC070106
Tel: +91-79-67772222 | **Email:** ir@drcsystems.com | **Website:** www.drcsystems.com



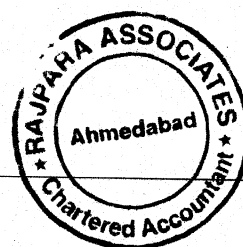


Independent Auditor's Review Report on the Quarterly unaudited standalone financial results of DRC SYSTEMS INDIA LIMITED for the quarter and six months ended 30 September, 2026 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors

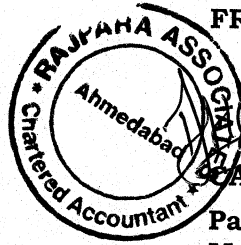
DRC SYSTEMS INDIA LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of DRC SYSTEMS INDIA LIMITED ("the Company"), for the quarter and six months ended 30 September 2026 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by its Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review of interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than as audit conducted in accordance with standards on auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For Rajpara Associates
Chartered Accountants
FRN 113428W**



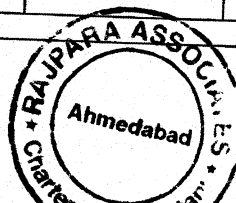
**Place : Ahmedabad
Date : 26/10/2026
UDIN : 26163506OXJZWE2449**

**A Bhima Odedara
Partner
M. No. 163506**

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382050
Statement of Unaudited Standalone Financial Results for the Quarter and Six Months Ended September 30, 2026

Sr. No.	Particulars	(Rupees in lakhs, except per share data and if otherwise stated)					
		Quarter ended			Six months Ended		Year ended
		September 30, 2026	June 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025	March 31, 2026
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	Income from operations						
	Total income from operations	1,192.6	1,331.7	1,188.6	2,524.3	2,339.5	4,865.6
2	Other income	1,192.6	1,331.7	1,188.6	2,524.3	2,339.5	4,865.6
3	Total income (1+2)	113.5	110.8	29.5	224.3	35.4	217.3
4	Expenses	1,306.1	1,442.5	1,218.1	2,748.6	2,374.9	5,082.9
	Employee benefit expenses						
	Contracting expenses	394.7	419.3	480.6	814.0	900.9	1,782.3
	Finance cost	647.1	711.4	434.0	1,358.4	938.9	2,082.3
	Depreciation and amortisation expenses	13.0	13.4	1.2	26.4	2.3	52.0
	Other expenses	47.5	47.6	50.1	95.1	99.4	199.9
	Total expenses	83.4	140.8	125.6	224.2	186.8	430.8
5	Profit/(Loss) before exceptional item and tax (3-4)	1,185.7	1,332.5	1,091.5	2,518.1	2,128.3	4,547.3
6	Exceptional items	120.4	110.0	126.6	230.5	246.6	535.6
	Statutory impact of new Labour Codes (Refer note 3)						
7	Profit/(Loss) before tax (5-6)	-	-	-	-	-	-
8	Tax Expenses	120.4	110.0	126.6	230.5	246.6	78.9
	- for current period/year						456.7
	- for previous period/year	30.3	27.8	27.8	58.1	58.4	111.5
9	Profit/(Loss) after tax (7-8)	-	-	-	-	-	0.8
10	Other Comprehensive Income/(Expenses) (net of tax)	90.1	82.2	98.8	172.4	188.2	344.4
	Items that will not be reclassified to profit or loss						
	- Remeasurement gains / (losses) on defined benefit plans						
	- Income tax on items that will not be reclassified to profit or loss	-	-	-	-	-	16.5
11	Other comprehensive income, net of tax	-	-	-	-	-	(4.2)
12	Total Comprehensive Income for the Period/Year (after tax) (9+11)	-	-	-	-	-	12.3
13	Paid-up equity share capital (Face value of the share Re. 1/- each)	90.1	82.2	98.8	172.4	188.2	356.7
14	Other equity	1,440.8	1,440.8	1,340.8	1,440.8	1,340.8	1,440.8
15	Earnings per share (not annualised)						5,551.5
	(a) Basic						
	(b) Diluted	0.06	0.06	0.07	0.12	0.14	0.25
		0.06	0.06	0.07	0.12	0.14	0.25

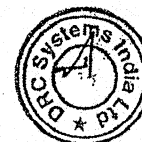
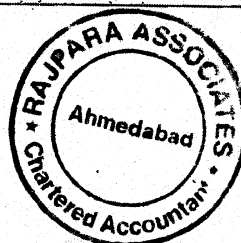
See accompanying notes to the financial results



DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382050
Statement of Unaudited Standalone Assets And Liabilities as at September 30, 2026

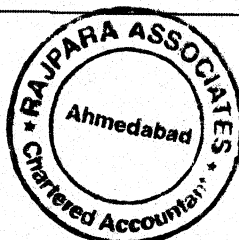
PARTICULARS	(Rupees in Lakhs)	
	As at September 30, 2026 (Unaudited)	As at March 31, 2026 (Audited)
ASSETS		
I. Non-current assets		
Property, plant and equipments	20.4	25.2
Right-of-use assets	30.9	37.4
Other intangible assets	326.6	356.9
Financial assets		
Investments	3,854.8	3,854.8
Loans	3,000.0	5,000.0
Other financial assets	54.1	37.5
Deferred tax assets (net)	21.3	14.8
Income tax assets (net)	54.7	63.9
Total non-current assets	7,362.8	9,390.5
II. Current assets		
Financial assets		
Trade receivables	199.2	229.2
Cash and cash equivalents	80.6	150.9
Loans	-	250.0
Other financial assets	322.7	158.5
Other current assets	366.8	13.5
Total current assets	969.3	802.1
Total Assets	8,332.1	10,192.6
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	1,440.8	1,440.8
Other equity	5,725.8	5,551.5
Total equity	7,166.6	6,992.3
LIABILITIES		
I. Non-current liabilities		
Financial liabilities		
Lease liabilities	21.0	28.0
Provisions	165.7	166.5
Total non-current liabilities	186.7	194.5
II. Current liabilities		
Financial liabilities		
Lease liabilities	13.9	13.7
Trade payables		
Total outstanding dues to micro and small enterprises	1.7	473.9
Total outstanding dues to other than micro and small enterprises	12.8	11.7
Other financial liabilities	154.3	1,061.9
Other current liabilities	754.3	1,402.8
Provisions	41.8	41.8
Total current liabilities	978.8	3,005.8
Total Equity and Liabilities	8,332.1	10,192.6

See accompanying notes to the financial results



DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382050
Statement of Unaudited Standalone Cash Flows for the six months ended September 30, 2026

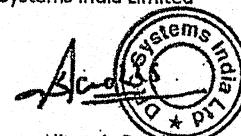
Sr. No.	PARTICULARS	(Rupees in Lakhs)	
		Six months ended September 30, 2026	Six months ended September 30, 2025
		(Unaudited)	(Unaudited)
A	Cash Flow from operating activities:		
	Profit/(Loss) Before taxation	230.5	246.6
	Adjustments to reconcile profit before tax to net cash flows:		
	Depreciation and amortization expenses	95.1	99.4
	Employee stock option expense	2.0	10.2
	Finance cost	26.4	2.3
	Interest income on bank deposits	(1.7)	0.8
	Interest income - others	(220.8)	0.1
	Unrealised foreign currency loss / (gain) (net)	0.6	(16.7)
	Operating Profit before Working Capital Changes	132.1	342.7
	Adjustments for:		
	Changes in trade & other payables	(471.1)	541.1
	Changes in trade receivables	29.3	352.9
	Changes in other current & non current assets	(550.4)	(652.9)
	Changes in other current & non current liabilities and provisions	(1,557.0)	(42.3)
	Net Changes in Working Capital	(2,549.2)	198.8
	Cash Generated from Operations	(2,417.1)	541.5
	Direct taxes paid	(55.5)	(86.3)
	Net Cash (used in) Operating Activities (A)	(2,472.6)	455.2
B	Cash Flow from Investing Activities		
	Payment for acquisition of property, plant and equipment and intangible asset (including capital work-in-progress and intangible under development)	(53.4)	(5.7)
	Loans and advances (given)/ received (net)	2,250.0	-
	Interest received	240.4	(0.9)
	Fixed deposits with bank	(1.6)	(31.7)
	Investments in equity instruments	-	(100.0)
	Net cash (used in) Investing Activities (B)	2,435.4	(138.3)
C	Cash Flow from Financing Activities		
	Repayment of lease liabilities	(8.2)	(7.1)
	Proceeds from exercise of employee stock options	-	3.9
	Finance cost	(24.9)	(2.3)
	Net Cash (used in) Financing Activities (C)	(33.1)	(5.5)
	Net Increase / (Decrease) in cash & cash equivalents (A+B+C)	(70.3)	311.4
	Cash & Cash equivalent at the beginning of the period	150.9	110.6
	Cash & Cash equivalent at the end of the period	80.6	422.0



Notes:

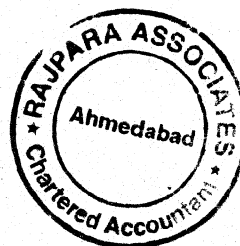
- 1 The above statement of unaudited standalone financial results for the quarter and six months ended September 30, 2026 ('the Statement') of DRC Systems India Limited ('the Company') are reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at its meeting held on October 26, 2026. The report has been filed with the stock exchanges and is available on the Company's website at "www.drcsystems.com".
- 2 In accordance with Ind AS-108 - "Operating Segments" and evaluation by the Chief Operating Decision Maker, the Company operates in one business segment i.e. IT and IT enabled Services including web and mobile app development, maintenance, testing and related ancillary services, which is reflected in the above results.
- 3 On 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. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Company has assessed and disclosed the incremental impact of these changes on the basis of actuarial valuation report obtained and the best information available, consistent with the guidance provided by the Institute of Chartered Accountants of India. Considering the materiality and regulatory-driven, non-recurring nature of this impact, the Company has presented such incremental impact as "Statutory impact of new Labour Codes" under "Exceptional items" in the statement of profit and loss for the year ended March 31, 2026. The incremental impact consisting of gratuity of Rs.78.9 Lakhs primarily arises due to change in wage definition. The Company continues to monitor the finalisation of Central / State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effect on the basis of such developments as needed.
- 4 The figures for comparative period/year have been regrouped/ reclassified, wherever necessary, to make them comparable.

For and on behalf of Board of Directors of
DRC Systems India Limited



Hiten A. Barchha
Managing Director
DIN: 05251837

Date: October 26, 2026
Place: Gandhinagar





Independent Auditor's Review Report on the Quarterly unaudited consolidated financial results of DRC SYSTEMS INDIA LIMITED for the quarter and six months ended 30 September, 2026 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors

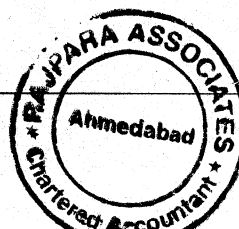
DRC SYSTEMS INDIA LIMITED

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of DRC SYSTEMS INDIA LIMITED ("the Parent") and its subsidiaries and Associates (the holding company, subsidiaries and its Associates together referred to as 'the Group'), for the quarter and six months ended on 30 September, 2026 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

2. This Statement, which is the responsibility of the Parent's Company's Management and approved by the Parent's Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" ('Ind AS 34') prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than as audit conducted in accordance with standards on auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.



4. The Statement includes the financial results of the following entities:

Sr. No.	Name of Entity	Relationship
1	DRC Systems EMEA LLC-FZ	Subsidiary
2	DRC Systems USA LLC	Subsidiary
3	Nighthack Technology Private Limited	Associate
4	AppiZap L.L.C-FZ	Associate
5	Inexture Solutions Limited (w.e.f. March 07, 2026)	Associate

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 and 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

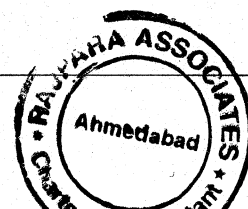
6. The accompanying Statement includes unaudited interim financial information / financial results and other unaudited financial information of:

- 2 subsidiaries, whose unaudited interim financial information / financial results include total asset of Rs. 6,734.81 Lakhs as at September 30, 2026, total revenue of Rs. 1182.92 Lakhs and Rs. 2325.27 Lakhs, total net profit after tax of Rs. 404.55 Lakhs and net profit after tax Rs. 866.21 Lakhs and total comprehensive income of Rs. 404.55 Lakhs and total comprehensive income Rs. 866.21 Lakhs for the quarter and six months ended September 30, 2026 respectively, and net cash outflow of Rs. 99.97 Lakhs for the six months ended September 30, 2026, as considered in the Statement, which have been reviewed by their respective independent auditors.

- 2 associates which reflects the group's shares of total comprehensive loss of Rs. 85.05 Lakhs and group's shares of total comprehensive loss of Rs. 95.75 Lakhs for the quarter and six months ended September 30, 2026 respectively, as considered in the Statement whose interim unaudited financial information / financial results have been reviewed by their respective independent auditors.

The independent auditor's review reports on unaudited interim financial information / financials results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries and associates is solely based on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

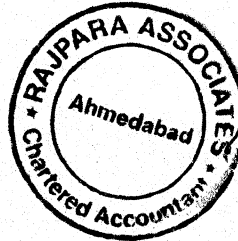


7. The consolidated unaudited financial results also include the group's shares of total comprehensive loss of Rs. 3.25 Lakhs and group's shares of total comprehensive income of Rs. 19.05 Lakhs for the quarter and six months ended September 30, 2026 respectively, as considered in the Statement, in respect of 1 associate, based on their interim financial information which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, this interim financial information is not material to the Group. Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.

8. The interim financial statements of subsidiaries and associates which are located outside India have been prepared in accordance with accounting principles generally accepted in that country ("local GAAP") and have been reviewed by another auditor under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the interim financial statements of these subsidiaries from the local GAAP to the Accounting Principles Generally Accepted in India. We have reviewed these conversion adjustments made by the Holding Company's Management. Our conclusion in so far as it relates to the amounts and disclosures of these subsidiaries is based on the report of the other auditor and the conversion adjustments carried out by the Management of the Holding Company and reviewed by us.

Our conclusion is not modified in respect of this matter.

For Rajpara Associates
Chartered Accountants
FRN 113428W



CA Bhima Odedara

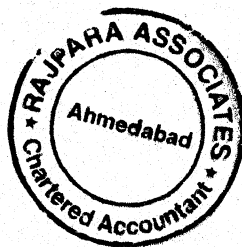
Partner
M. No. 163506

Place : Ahmedabad
Date : 26/10/2026
UDIN : 26163506TYNIHU3641

DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382050
Statement of Unaudited Consolidated Financial Results for the Quarter and Six Months Ended September 30, 2026

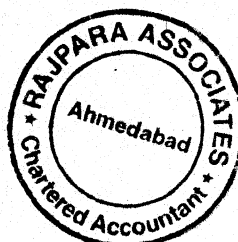
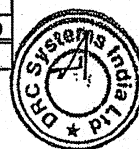
Sr. No.	Particulars	Quarter ended			Six Months ended		Year ended
		September 30, 2026	June 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025	March 31, 2026
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	Income from operations	2,128.6	2,338.4	2,283.2	4,467.1	4,112.4	9,550.5
	Total Income from operations	2,128.6	2,338.4	2,283.2	4,467.1	4,112.4	9,550.5
2	Other income	118.3	113.8	30.6	232.0	35.8	201.3
3	Total Income (1+2)	2,246.9	2,452.2	2,313.8	4,699.1	4,148.2	9,751.8
4	Expenses						
	Employee benefit expenses	478.4	526.8	771.6	1,005.2	1,334.3	3,022.8
	Contracting expenses	959.4	1,012.6	717.5	1,972.0	1,249.3	3,016.9
	Finance cost	13.0	13.4	1.5	26.4	2.6	52.7
	Depreciation and amortisation expenses	170.3	168.8	169.4	339.1	328.3	680.5
	Other expenses	100.8	158.9	175.7	259.7	271.4	695.8
	Total expenses	1,721.9	1,880.5	1,835.7	3,602.4	3,185.9	7,468.7
5	Profit/(Loss) before exceptional items/share in net profit/(loss) of associates and tax (3-4)	525.0	571.7	478.1	1,096.7	962.3	2,283.1
6	Exceptional items						
	Statutory Impact of new Labour Codes (Refer note 3)	-	-	-	-	-	87.3
7	Profit/(Loss) before share in net profit/(loss) of associates and tax (5-6)	525.0	571.7	478.1	1,096.7	962.3	2,195.8
8	Share in net profit/(loss) of associate	(88.3)	11.6	(0.3)	(76.7)	4.7	(96.4)
9	Profit/(Loss) before tax (7-8)	436.7	583.3	477.8	1,020.0	967.0	2,099.4
10	Tax Expenses						
	- for current period/year	30.3	27.8	61.1	58.1	115.6	166.4
	- for previous period/year	-	-	-	-	-	0.8
11	Profit/(Loss) after tax (9-10)	406.4	555.5	416.7	961.9	851.4	1,932.2
12	Other Comprehensive Income/(Expenses) (net of tax)						
	Items that will not be reclassified to Profit or loss						
	- Remeasurement gains / (losses) on defined benefit plans	-	-	-	-	-	22.6
	- Income tax relating to items that will not be reclassified to Profit or loss	-	-	-	-	-	(5.7)
13	Other comprehensive Income, net of tax	-	-	-	-	-	16.9
14	Total Comprehensive Income for the Period / year (after tax) (11+13)	406.4	555.5	416.7	961.9	851.4	1,949.1
15	Profit for the period / year attributable to:						
	Owners of the company	406.4	555.5	430.1	961.9	864.8	1,926.3
	Non-controlling Interest	-	-	(13.4)	-	(13.4)	5.9
16	Other comprehensive Income/(loss) attributable to:						
	Owners of the company	-	-	-	-	-	14.6
	Non-controlling Interest	-	-	-	-	-	2.3
17	Total Comprehensive Income/(Expenses) attributable to:						
	Owners of the company	406.4	555.5	430.1	961.9	864.8	1,940.9
	Non-controlling Interest	-	-	(13.4)	-	(13.4)	8.2
18	Paid-up equity share capital (Face Value of the share Rs. 1/- each)	1,440.8	1,440.8	1,340.8	1,440.8	1,340.8	1,440.8
19	Other equity						
20	Earnings per share (not annualised)						
	(a) Basic	0.28	0.39	0.31	0.67	0.64	1.40
	(b) Diluted	0.28	0.38	0.31	0.67	0.63	1.40

See accompanying notes to the financial results



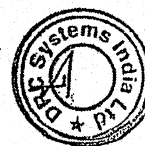
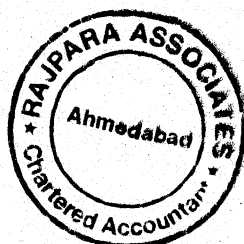
DRC Systems India Limited CIN: L72900GJ2012PLC070106 24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382050 Statement of Unaudited Consolidated Assets and Liabilities as at September 30, 2026		
	(Rupees in Lakhs)	
PARTICULARS	As at September 30, 2026 (Unaudited)	As at March 31, 2026 (Audited)
ASSETS		
I. Non-current assets		
Property, plant and equipments	21.5	25.4
Right-of-use assets	30.9	37.5
Other intangible assets	4,243.3	4,475.7
Intangible assets under development	2,280.2	-
Financial assets		
Investments	3,750.7	3,827.4
Loans	3,000.0	5,000.0
Other financial assets	54.1	37.5
Deferred tax assets (net)	21.3	14.7
Income tax assets (net)	54.7	63.8
Total non-current assets	13,456.7	13,482.0
II. Current assets		
Financial assets		
Trade receivables	222.5	220.9
Cash and cash equivalents	141.9	312.2
Loans	-	250.0
Other financial assets	332.8	177.6
Other current assets	909.7	957.2
Total current assets	1,606.9	1,917.9
Total Assets	15,063.6	15,399.9
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	1,440.8	1,440.8
Other equity	10,814.7	9,813.8
Total equity	12,255.5	11,254.6
LIABILITIES		
I. Non-current liabilities		
Financial liabilities		
Borrowings	-	-
Lease liabilities	21.0	28.0
Trade payables	-	-
Total outstanding dues to micro and small enterprises	-	-
Total outstanding dues to other than micro and small enterprises	19.7	-
Provisions	165.7	166.5
Total non-current liabilities	206.4	194.5
II. Current liabilities		
Financial liabilities		
Lease liabilities	13.9	13.7
Trade payables	-	-
Total outstanding dues to micro and small enterprises	1.7	473.9
Total outstanding dues to other than micro and small enterprises	20.1	59.6
Other financial liabilities	160.4	1,070.3
Other current liabilities	2,188.2	2,129.9
Provisions	41.8	41.8
Current tax liabilities (net)	175.6	161.6
Total current liabilities	2,601.7	3,950.8
Total Equity and Liabilities	15,063.6	15,399.9

See accompanying notes to the financial results



DRC Systems India Limited
CIN: L72900GJ2012PLC070106
24th Floor, GIFT Two Building, Block No. 56, Road-5C, Zone-5, GIFT CITY, Gandhinagar - 382050
Statement of Unaudited Consolidated Cash Flows for the six months ended September 30, 2026

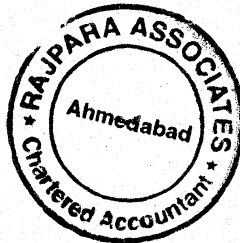
Sr. No.	PARTICULARS	(Rupees in Lakhs)	
		Six months ended September 30, 2026	Six months ended September 30, 2025
		(Unaudited)	(Unaudited)
A	Cash Flow from operating activities:		
	Profit/(Loss) Before taxation	1,096.7	962.3
	Adjustments to reconcile profit before tax to net cash flows:		
	Depreciation and amortization expenses	339.1	328.3
	Employee stock option expense	2.0	10.2
	Finance cost	26.4	2.5
	Interest income on bank deposits	(1.7)	(0.8)
	Interest income - Others	(220.8)	(0.2)
	Unrealised foreign currency loss / (gain) (net)	0.6	(16.7)
	No longer payable	(9.5)	-
	Operating Profit before Working Capital Changes	1,232.8	1,285.6
	Adjustments for:		
	Changes in trade & other payables	(482.4)	616.1
	Changes in trade receivables	(2.2)	281.8
	Changes in other current & non current assets	(140.7)	(551.5)
	Changes in other current & non current liabilities and provisions	(869.0)	(553.4)
	Net Changes in Working Capital	(1,494.3)	(207.0)
	Cash Generated from Operations	(261.5)	1,078.6
	Direct taxes paid	(41.5)	(109.3)
	Net Cash (used in) Operating Activities (A)	(303.0)	969.3
B	Cash Flow from Investing Activities		
	Payment for acquisition of property, plant and equipment and intangible asset (including capital work-in-progress and intangible under development)	(2,322.9)	(8.1)
	Interest received	240.4	1.0
	Loans and advances (given)/ received (net)	2,250.0	12.3
	Fixed deposits with bank (net)	(1.6)	(31.7)
	Investments in / advance for equity instruments (net)	-	(438.7)
	Net cash (used in) Investing Activities (B)	165.9	(465.2)
C	Cash Flow from Financing Activities		
	Repayment of lease liabilities	(8.3)	(7.1)
	Proceeds from exercise of employee stock options	-	3.9
	Finance cost	(24.9)	(2.5)
	Proceeds/ Repayment of borrowings	-	(147.7)
	Net Cash (used in) Financing Activities (C)	(33.2)	(153.4)
	Net Increase / (Decrease) in cash & cash equivalents (A+B+C)	(170.3)	350.7
	Cash & Cash equivalent at the beginning of the period	312.2	206.1
	Add : Cash & Cash equivalent acquired on acquisition of subsidiaries	-	16.0
	Cash & Cash equivalent at the end of the period	141.9	572.8



Notes:

- 1 The above statement of unaudited consolidated financial results for the quarter and six months ended September 30, 2026 ('the Statement') of DRC Systems India Limited ('the Company') and its subsidiaries and associates ('the Group') are reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at its meeting held on October 26, 2026. The report has been filed with the stock exchanges and is available on the Company's website at "www.drcsystems.com".
- 2 In accordance with Ind AS-108 - "Operating Segments" and evaluation by the Chief Operating Decision Maker, the Group operates in one business segment i.e. IT and IT enabled Services including web and mobile app development, maintenance, testing and related ancillary services, which is reflected in the above results.
- 3 On 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. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Group has assessed and disclosed the incremental impact of these changes on the basis of actuarial valuation report obtained and the best information available, consistent with the guidance provided by the Institute of Chartered Accountants of India. Considering the materiality and regulatory-driven, non-recurring nature of this impact, the Group has presented such incremental impact as "Statutory impact of new Labour Codes" under "Exceptional items" in the statement of profit and loss for the year ended March 31, 2026. The incremental impact consisting of gratuity of Rs. 87.3 Lakhs primarily arises due to change in wage definition. The Group continues to monitor the finalisation of Central / State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effect on the basis of such developments as needed.
- 4 The figures for comparative period/year have been regrouped/ reclassified, wherever necessary, to make them comparable.
- 5 As at September 30, 2026, the Parent company has following subsidiaries and associates:
(A) Subsidiaries
DRC SYSTEMS EMEA L.L.C-FZ
DRC Systems USA LLC
(B) Associates
Nighthack Technology Private Limited
AppiZap L.L.C-FZ
Inexture Solutions Limited

Date: October 26, 2026
Place: Gandhinagar



For and on behalf of Board of Directors of
DRC Systems India Limited

A handwritten signature in black ink over a circular stamp. The stamp contains the text "DRC Systems India Limited" around the top edge and "DIN: 05251837" at the bottom.

Hiten A. Baramia
Managing Director
DIN: 05251837



Media Release

DRC Systems Announces Financial Results for Second Quarter and Half Year Ended September 30, 2026

Key Highlights (Consolidated)

Half Year Ended September 30, 2026

- Revenue from Operations at **INR 4,467.1 Lakhs**; Total Income at **INR 4,699.1 Lakhs**.
- EBITDA at **INR 1,385.5 Lakhs**.
- Net Profit at **INR 961.9 Lakhs**.
- EBITDA Margin at **31%** and Net Margin at **20%**.

Quarter Ended September 30, 2026

- Revenue from Operations at **INR 2,128.6 Lakhs**; Total Income at **INR 2,246.9 Lakhs**.
- EBITDA at **INR 620.0 Lakhs**.
- Net Profit at **INR 406.4 Lakhs**.
- EBITDA Margin at **29%** and Net Margin at **18%**.

Gandhinagar, India, October 26, 2026: Information Technology and Software Consultancy Services provider, DRC Systems India Limited (BSE: 543268) (NSE: DRCSYSTEMS), "DRC Systems" "The Company" today announced its financial results for the second quarter (Q2) and half year ended September 30, 2026, as approved by its Board of Directors at its meeting held on October 26, 2026.

The Company reported net profit of INR 961.9 Lakhs for the half year ended September 30, 2026, up 13% year-on-year, at a net margin of 20%. Revenue from operations rose 9% to INR 4,467.1 Lakhs, reflecting steady execution across its core service lines in an industry environment where clients remain cautious on discretionary spending and deal ramp-ups are taking longer. EBITDA stood at INR 1,385.5 Lakhs, with an EBITDA margin of 31%.

Quality Leadership: CMMI Maturity Level 5

DRC Systems India Limited has been successfully appraised at CMMI Maturity Level 5, the highest level of process maturity under the CMMI framework, achieved by only a select group of organisations globally. Progressing from Level 3 to Level 5 reflects the Company's sustained investment in quantitative project management, causal analysis, and continuous performance optimisation across its delivery organisation.

For clients, this translates into predictable delivery, measurable quality, and data-driven engineering. The appraisal is recognised in enterprise and government RFPs and large-deal evaluations.

Business Momentum

The half year saw steady execution across the Company's core service lines, with continued traction in eLearning/LXP, AI/AI Agents and enterprise solutions. While global demand conditions remain measured, the Company's AI-first delivery model and operational efficiency programmes have supported an EBITDA margin of 31% for the half year and 29% for the quarter. The Company's portfolio spans eLearning/LXP, AI/AI Agents, enterprise solutions and IP-led offerings, delivered with disciplined cost and margin management.

Management Commentary:

"H1 delivered revenue of INR 4,467.1 Lakhs, net profit of INR 961.9 Lakhs and an EBITDA margin of 31%. Achieving CMMI Maturity Level 5, the highest benchmark of process maturity in our industry, is a defining milestone for DRC Systems, and reflects years of disciplined investment in how we engineer, measure, and improve. In a measured demand environment, our AI-first delivery model and IP-led offerings continue to drive steady execution and a healthy pipeline. Level 5 maturity now underpins our delivery and strengthens the trust our clients place in us" said **Mr. Hiten Barchha**, **Managing Director, DRC Systems India Limited**.

Consolidated Financial Highlights (INR Lakhs)

Particulars	Quarter Ended				Six Months Ended		
	September 30, 2026	June 30, 2026	September 30, 2025	Y-o-Y %	September 30, 2026	September 30, 2025	Y-o-Y %
Revenue from Operations	2,128.6	2,338.4	2,283.2	-7%	4,467.1	4,112.4	9%
Profit before Tax	436.7	583.3	477.8	-9%	1,020.0	967.0	5%
EBITDA	620.0	765.5	648.7	-4%	1,385.5	1,297.9	7%
EBITDA Margin	29%	33%	28%		31%	32%	
Profit after Tax	406.4	555.5	416.7	-2%	961.9	851.4	13%
Net Margin	18%	23%	18%		20%	21%	

- For the half year ended September 30, 2026, revenue from operations grew 9% year-on-year to INR 4,467.1 Lakhs, while EBITDA increased 7% to INR 1,385.5 Lakhs. Profit before tax rose 5% to INR 1,020.0 Lakhs and net profit rose 13% to INR 961.9 Lakhs, with EBITDA and Net Margins at 31% and 20%, respectively.
- For the second quarter, revenue from operations was INR 2,128.6 Lakhs and EBITDA was INR 620.0 Lakhs. Profit before tax was INR 436.7 Lakhs and net profit was INR 406.4 Lakhs, with EBITDA and Net Margins at 29% and 18%, respectively.



About DRC Systems India Limited

DRC Systems India Limited is a global technology company specializing in digital transformation, software engineering, and IT consulting services. Established in 2012, the company helps enterprises, government organizations, startups, and institutions accelerate innovation through AI-first, scalable, and future-ready technology solutions. Its comprehensive portfolio spans AI & ML, cloud and DevOps, digital experience, enterprise applications, blockchain, eLearning, and product engineering.

Headquartered in GIFT City, Gandhinagar, with a growing global presence across India, the USA, and the UAE, DRC Systems delivers high-quality solutions through a customer-centric approach backed by CMMI Level 5 accreditation. The company is publicly listed on the BSE (BSE: 543268) and the NSE (NSE: DRCSYSTEMS) and is committed to enabling businesses worldwide with secure, innovative, and impactful digital solutions.

For more information, visit www.drcsystems.com.

Our Tech Spectrum

Digital Experience

- Web Development
- Mobile Application Development
- Digital Learning / e-Learning
- Digital Commerce / e-Commerce
- Content Management System (CMS)
- QA Engineering and Testing

Digital Transformation

- Application Modernization
- Digital Process Automation
- Enterprise Resource Planning (ERP)
- Product and Platform Engineering
- Agile Consulting
- Resource Augmentation

Cloud and DevOps

- Cloud Strategy & Consulting
- Cloud Migration
- Cloud Orchestration
- Cloud Infrastructure Management

Emerging Technologies

- Artificial Intelligence (AI) & Machine Learning (ML)
- Blockchain-Powered Platforms
- Advanced Analytics & Insights
- Chatbots & Virtual Assistants
- Custom Solutions Using Cutting-Edge Technologies

Contact:

Media Relations

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Phone - +91 6352183570

Date - Oct 26, 2026