

**SYNTEL, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**(UNAUDITED)**  
**(IN THOUSANDS, EXCEPT PER SHARE DATA)**

	THREE MONTHS ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	2018	2017	2018	2017
Net revenues	\$ 249,699	\$ 226,811	\$ 495,044	\$ 452,680
Cost of revenues	165,058	145,053	319,149	288,213
<b>Gross profit</b>	<b>84,641</b>	<b>81,758</b>	<b>175,895</b>	<b>164,467</b>
Selling, general and administrative expenses	27,646	28,659	54,632	58,913
<b>Income from operations</b>	<b>56,995</b>	<b>53,099</b>	<b>121,263</b>	<b>105,554</b>
<b>Other income (expense):</b>				
Interest Expense	(2,193)	(3,216)	(4,626)	(6,592)
Non-Service component of post retirement benefit cost	(288)	(338)	(590)	(662)
Other income	1,470	462	2,031	958
Other income (expense), net	(1,011)	(3,092)	(3,185)	(6,296)
Income before provision for income taxes	55,984	50,007	118,078	99,258
Income tax expense	14,836	13,355	31,291	24,226
<b>Net income</b>	<b>\$ 41,148</b>	<b>\$ 36,652</b>	<b>\$ 86,787</b>	<b>\$ 75,032</b>
Other Comprehensive Income				
Foreign currency translation adjustments	\$ (12,614)	\$ 937	\$ (15,071)	\$ 7,112
<b>Gains/(Losses) on derivatives:</b>				
Gains (losses) arising during period on cash flow hedges	975	(672)	3,885	291
<b>Unrealized gains/(losses) on securities:</b>				
Unrealized holding gains arising during period	426	198	699	241
Reclassification adjustment for gains included in net income	(207)	(89)	(156)	(81)
	219	109	543	160
<b>Defined benefit pension plans:</b>				
Prior service cost arising during period			(457)	
Net profit arising during period	-	-	18	6
Amortization of prior service cost included in net periodic pension cost	(1)	24	7	32
	(1)	24	(432)	38
Other comprehensive Income (Loss), before tax	(11,421)	398	(11,075)	7,601
Income tax benefit (expenses) related to Other comprehensive income (loss)	(329)	224	(1,028)	(179)
<b>Other comprehensive Income/(loss), net of tax</b>	<b>(11,750)</b>	<b>622</b>	<b>(12,103)</b>	<b>7,422</b>
<b>Comprehensive Income</b>	<b>\$ 29,398</b>	<b>\$ 37,274</b>	<b>\$ 74,684</b>	<b>\$ 82,454</b>
<b>EARNINGS PER SHARE:</b>				
Basic	\$ 0.49	\$ 0.44	\$ 1.04	\$ 0.90
Diluted	\$ 0.49	\$ 0.44	\$ 1.04	\$ 0.89
<b>Weighted average common shares outstanding:</b>				
Basic	83,130	83,818	83,130	83,807
Diluted	83,475	83,853	83,426	83,844