

SIFY TECHNOLOGIES LTD  
Form 6-K  
November 13, 2017

**United States Securities and Exchange Commission**

**Washington, DC 20549**

FORM 6-K

Report of Foreign Private Issuer

Pursuant to Rule 13a-16 or 15d-16 of the Securities Exchange Act of 1934

**For the half-year ended September 30, 2017**

**Commission File Number 000-27663**

SIFY TECHNOLOGIES LIMITED

(Translation of registrant's name into English)

Tidel Park, Second Floor

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(91) 44-2254-0770

(Address of principal executive office)

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Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.  
Form 20-F

Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b) (1). Yes  No

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b) (7). Yes  No

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**FORM 6-K**

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## Currency of Presentation and Certain Defined Terms

Unless the context otherwise requires, references in this report to “we,” “us,” the “Company,” “Sify” or “Satyam Infoway” are Sify Technologies Limited, a limited liability Company organized under the laws of the Republic of India. References to “U.S.” or the “United States” are to the United States of America, its territories and its possessions. References to “India” are to the Republic of India. In January 2003, we changed the name of our Company from Satyam Infoway Limited to Sify Limited. In October 2007, we again changed our name from Sify Limited to Sify Technologies Limited. “Sify”, “SifyMax.in,” “Sify e-ports” and “Sify online” are trademarks used by us for which we have already obtained registration certificates in India. All other trademarks or trade names used in this report are the property of their respective owners. In this Report, references to “\$,” “Dollars” or “U.S. dollars” are to the legal currency of the United States, and references to “Rs.,” “₹,” “rupees” or “Indian rupees” are to the legal currency of India . References to a particular “fiscal” year are to our fiscal year ended March 31 of such year.

For your convenience, this Report contains translations of some Indian rupee amounts into U.S. dollars which should not be construed as a representation that those Indian rupee or U.S. dollar amounts could have been, or could be, converted into U.S. dollars or Indian rupees, as the case may be, at any particular rate, the rate stated below, or at all. Except as otherwise stated in this Report, all translations from Indian rupees to U.S. dollars contained in this Report have been based on the reference rate in the City of Mumbai on September 30, 2017 for cable transfers in Indian rupees as published by the Reserve Bank of India (RBI), which was 65.36 per \$1.00.

Our financial statements are presented in Indian rupees and prepared in accordance with English version of International Financial Reporting Standards as issued by the International Accounting Standards Board, or IFRS. In this Report, any discrepancies in any table between totals and the sums of the amounts listed are due to rounding.

Information contained in our websites, including our corporate website, [www.sifytechnologies.com](http://www.sifytechnologies.com), is not part of our Annual Report for the year ended March 31, 2017 or this Report.

## **Forward-looking Statements**

In addition to historical information, this Report contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Act of 1934, as amended. The forward-looking statements contained herein are subject to risks and uncertainties that could cause actual results to differ materially from those reflected in the forward-looking statements. For a discussion of some of the risks and important factors that could affect the Company’s future results and financial condition, please see the sections entitled “Risk Factors” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations,” and our

Annual Report on Form 20-F for the fiscal year ended March 31, 2017, filed with the Securities and Exchange Commission (the "SEC") on June 16, 2017.

The forward-looking statements contained herein are identified by the use of terms and phrases such as "anticipate", "believe", "could", "estimate", "expect", "intend", "may", "plan", "objectives", "outlook", "probably", "project", "will", "seek" terms and phrases. Such forward-looking statements include, but are not limited to, statements concerning:

- our expectations as to future revenue, margins, expenses and capital requirements;

- our exposure to market risks, including the effect of foreign currency exchange rates and interest rates on our financial results;

- the effect of the international economic slowdown on our business;

- our ability to generate and manage growth and to manage our international operations;

- projections that our cash and cash equivalents, along with cash generated from operations will be sufficient to meet certain of our obligations; and

- the effect of future tax laws on our business.

You are cautioned not to place undue reliance on these forward-looking statements, which reflect management's analysis only as of the date of this Report. We undertake no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. In addition, you should carefully review the other information in this Report, our other periodic reports and other documents filed with the SEC from time to time. Our filings with the SEC are available on its website at [www.sec.gov](http://www.sec.gov).

**Sify Technologies Limited****Unaudited Condensed Consolidated Interim Statement of Financial Position**

(In thousands of Rupees, except share data and as otherwise stated)

		As at <b>September 30, 2017</b>	March 31, 2017 *	As at September 30, 2017  Convenience translation into US\$ (In thousands)
	Note			
<b>ASSETS</b>				
Property, plant and equipment	4	6,563,699	6,622,081	100,424
Intangible assets	5	556,159	559,102	8,509
Lease prepayments	7	1,236,444	1,017,623	18,917
Other assets		1,172,248	1,121,872	17,935
Other investments		99,743	74,653	1,526
Total non-current assets		9,628,293	9,395,331	147,311
Inventories		1,111,077	1,181,987	16,999
Trade and other receivables, net	8	9,050,519	8,781,692	138,472
Prepayments for current assets		294,922	290,779	4,512
Restricted cash	6	291,591	262,907	4,461
Cash and cash equivalents	6	2,097,895	1,621,358	32,098
Total current assets		12,846,004	12,138,723	196,542
Total assets		22,474,297	21,534,054	343,853
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital		1,516,875	1,516,875	23,208
Share premium		18,680,731	18,680,731	285,813
Share based payment reserve		311,368	305,539	4,764
Other components of equity		32,644	26,798	499
Accumulated deficit		(12,097,451)	(12,265,524)	(185,090 )
Equity attributable to equity holders of the Company		8,444,167	8,264,419	129,194

**Sify Technologies Limited****Unaudited Condensed Consolidated Interim Statement of Financial Position**

(In thousands of Rupees, except share data and as otherwise stated)

	As at		As at
	September 30,	March 31,	September 30,
Note	2017	2017*	2017
	Rs.	Rs.	Convenience translation into US\$  (In thousands)
<b>Liabilities</b>			
Finance lease obligations, other than current instalments	142,552	185,736	2,181
Borrowings	1,588,342	881,834	24,301
Employee benefits	9 134,708	127,298	2,061
Other liabilities	739,524	636,566	11,315
Total non-current liabilities	2,605,126	1,831,434	39,858
<b>Finance lease obligations current instalments</b>			
Borrowings	152,054	333,483	2,326
Bank overdraft	1,948,321	2,529,244	29,809
Trade and other payables	6 2,077,644	991,161	31,788
Deferred income	6,196,117	6,367,607	94,800
Total current liabilities	1,050,868	1,216,706	16,078
	11,425,004	11,438,201	174,801
Total liabilities	14,030,130	13,269,635	214,659
Total equity and liabilities	22,474,297	21,534,054	343,853

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements

\*Derived from the audited consolidated financial statements



**Sify Technologies Limited****Unaudited Condensed Consolidated Interim Statement of Income**

(In thousands of Rupees, except share data and as otherwise stated)

	Note	Quarter ended September 30,		Quarter ended September 30, 2017	Half year ended September 30,		Half year ended September 30, 2017
		2017 Rs.	2016 Rs.	Convenience translation into US\$  (In thousands)	2017 Rs.	2016 Rs.	Convenience translation into US\$  (In thousands)
Revenue	10	4,839,905	4,391,862	74,050	9,395,388	8,561,820	143,748
Cost of goods sold and services rendered	11	(3,066,241)	(2,787,413)	(46,913)	(5,872,785)	(5,453,433)	(89,853)
Other income		84,500	36,327	1,293	112,413	61,691	1,720
Selling, general and administrative expense	12	(1,057,234)	(969,996)	(16,175)	(2,106,889)	(1,852,094)	(32,235)
Depreciation and amortization	4&5	(524,524)	(431,965)	(8,025)	(985,136)	(872,753)	(15,072)
Profit from operating activities		276,406	238,815	4,230	542,991	445,231	8,308
Finance income	13	43,336	16,246	663	63,754	85,405	975
Finance expenses	13	(117,110)	(98,413)	(1,792)	(229,885)	(248,963)	(3,517)
Net finance expense		(73,774)	(82,167)	(1,129)	(166,131)	(163,558)	(2,542)
Profit before tax		202,632	156,648	3,101	376,860	281,673	5,766
Income tax (expense)/ benefit		-	-	-	(90)	-	(1)
Profit for the period		202,632	156,648	3,101	376,770	281,673	5,765
Basic earnings per share	14	1.35	1.11	0.02	2.51	2.00	0.04
Diluted earnings per share	14	1.35	1.11	0.02	2.51	2.00	0.04

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements

**Sify Technologies Limited****Unaudited Condensed Consolidated Interim Statement of Comprehensive Income**

(In thousands of Rupees, except share data and as otherwise stated)

	Quarter ended September 30		Quarter ended September 30, 2017	Half year ended September 30		Half year ended September 30, 2017
	<b>2017</b>	<b>2016</b>	<b>Convenience translation into US\$</b>	<b>2017</b>	<b>2016</b>	<b>Convenience translation into US\$</b>
Note	<b>Rs.</b>	<b>Rs.</b>	<b>(In thousands)</b>	<b>Rs.</b>	<b>Rs.</b>	<b>(In thousands)</b>
Profit for the period	202,632	156,648	3,101	376,770	281,673	5,765
Other comprehensive income/(loss) Items that will not be reclassified to profit or loss						
Remeasurement of defined benefit plans	9 5,403	(2,985 )	83	3,716	(3,173 )	57
Items that will be reclassified to profit or loss						
Foreign currency translation differences of foreign operations	2,533	(3,944 )	39	2,130	544	33
Other comprehensive income/(loss) for the period	7,936	(6,929 )	122	5,846	(2,629 )	90
Total comprehensive income for the period	210,568	149,719	3,223	382,616	279,044	5,855

The accompanying notes form an integral part of these unaudited condensed consolidated interim financial statements

**Sify Technologies Limited**

**Unaudited Condensed Consolidated Interim Statement of Changes in Equity**

(In thousands of Rupees, except share data and as otherwise stated)

**For the half year ended September 30, 2017**