

Profits up at Indian IT giant TCS on overseas growth

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Profits for Indian software giant TCS were up 8.7 percent on-year in the September quarter thanks to robust growth in emerging markets and client loyalty, the company announced Wednesday.

Tata Consultancy Services, India's second most valuable company by [market capitalization](#), has benefitted from an IT boom that has seen the country become a back office to the world through subcontracted work.

The company earns more than 80 percent of its revenues from Western markets, and alongside other [tech companies](#) benefited during the pandemic from the increased demand for [digital services](#).

Revenue at the firm was up 7.9 percent for the quarter with net profits of 113.42 billion rupees (\$1.36 billion).

Analysts had widely expected India's largest software service exporter to report single-digit revenue and profit growth owing to a challenging global economic outlook.

TCS nonetheless made significant inroads into overseas markets for the period, reporting growth of 15.9 percent in the Middle East and Africa followed by a 13.1 percent increase in Latin America.

"Strong deal momentum delivered us a very large order book," chief executive K Krithivasan said at a media briefing, according to business broadsheet Livemint.

He added that resilient demand, long-term client programming and client appetite for new technologies including [artificial intelligence](#) "give us confidence in our longer-term growth prospects".

The board approved its fifth share buyback in six years at a spend of \$2.04 billion with a 15 percent premium.

TCS shares closed down 0.44 percent in Mumbai trading ahead of the earnings announcement.

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