

	Virtusa Corporation Data Sheet**									
	Quarter ended March 31, 2018									
	2017					2018				
	Q117	Q217	Q317	Q417	FY17	Q118	Q218	Q318	Q418	FY18
Revenue:										
Revenue (USD in MM)	\$ 205,5	\$ 210,1	\$ 217,2	\$ 226,0	\$ 858,7	\$ 227,3	\$ 248,2	\$ 263,8	\$ 281,3	\$ 1 020,7
Q/Q	20%	2%	3%	4%		1%	9%	6%	7%	
Y/Y	52%	47%	44%	31%	43%	11%	18%	21%	25%	19%
Margin:										
Gross margin		27,5%	28,7%	29,1%	27,7%	26,9%	28,1%	30,5%	29,9%	28,9%
Operating margin	-0,9%	1,7%	3,0%	4,5%	2,1%	2,7%	4,1%	5,2%	5,8%	4,5%
Non-GAAP Operating Margin	3,8%	6,2%	7,5%	8,3%	6,5%	5,9%	8,0%	9,9%	9,9%	8,5%
Revenue By Geography:										
North America	65%	65%	65%	64%	65%	64%	66%	65%	66%	65%
Europe	23%	22%	22%	24%	23%	24%	23%	24%	24%	24%
ROW	12%	13%	13%	12%	12%	12%	11%	11%	10%	11%
Revenue By Industry Group:										
BFSI	63%	65%	64%	63%	64%	65%	68%	69%	66%	67%
Communications and Tech	26%	25%	26%	27%	26%	25%	23%	22%	25%	24%
Media & Information and Other	11%	10%	10%	10%	10%	10%	9%	9%	9%	9%
Revenue by Product Type:										
Time & materials	59%	55%	57%	57%	57%	63%	61%	58%	56%	59%
Fixed bid	41%	45%	43%	43%	43%	37%	39%	42%	44%	41%
Revenue by Service Offering:										
Application outsourcing	59%	58%	58%	61%	59%	58%	56%	56%	56%	56%
Consulting	41%	42%	42%	39%	41%	42%	44%	44%	44%	44%
Effort Mix:										
Offshore effort	75%	76%	75%	76%	76%	75%	74%	74%	75%	74%
Onsite effort	25%	24%	25%	24%	24%	25%	26%	26%	25%	26%
Revenue mix :										
Offshore	43%	48%	45%	45%	45%	43%	42%	42%	43%	42%
Onsite	57%	52%	55%	55%	55%	57%	58%	58%	57%	58%
Clients:										
Active clients	179	187	189	191	191	196	198	200	215	215
Number of New clients	7	12	4	5	28	8	3	6	17	34
Number of 10% clients	1	1	1	1	1	1	1	1	1	1
Revenue from repeat clients >12 months	84%	82%	80%	96%	86%	96%	98%	96%	95%	96%
Top client	16%	16%	17%	18%	17%	18%	20%	20%	19%	19%
Top 10 clients	44%	45%	46%	47%	45%	47%	50%	52%	52%	50%
Clients Contribution (TTM)										
\$1M+	97	112	114	118	118	117	118	123	124	124
\$5M+	32	31	30	33	33	38	39	35	37	37
\$10M+	12	15	15	15	15	18	16	18	19	19
\$25M+	4	4	4	4	4	4	4	5	6	6
\$50M+	1	2	1	1	1	1	1	3	4	4
\$100M+	-	-	1	1	1	1	1	1	1	1
Utilization:										
Utilization, excluding trainees	71%	78%	79%	82%	77%	82%	82%	83%	84%	83%
Billed days^	732 700	788 100	801 100	837 800	3 159 700	834 900	880 900	892 400	940 800	3 549 000
Headcount:										
Total employees	17 790	17 196	17 500	17 750	17 750	18 120	18 452	19 062	20 491	20 491
Non IT professionals	1 715	1 749	1 695	1 623	1 623	1 636	1 665	1 707	1 843	1 843
IT professionals	16 075	15 447	15 805	16 127	16 127	16 484	16 787	17 355	18 648	18 648
Net addition	-436	-594	304	250	(476)	370	332	610	1 429	2 741
Global Attrition TTM	21%	25%	27%	27%	27%	24%	21%	19%	19%	19%
In-quarter attrition	7,8%	8,3%	6,3%	5,4%		5,2%	5,0%	4,6%	5,5%	
Balance sheet & Cash flows										
Cash, Cash Equivalents, Short term Investments	\$ 207,9	\$ 227,3	\$ 237,2	\$ 237,0	\$ 237,0	\$ 235,1	\$ 254,0	\$ 303,9	\$ 244,9	\$ 244,9
- Cash	\$ 140,3	\$ 158,9	\$ 133,9	\$ 144,9	\$ 144,9	\$ 154,0	\$ 162,3	\$ 226,7	\$ 194,9	\$ 194,9
- Short term investments	\$ 48,1	\$ 42,5	\$ 80,7	\$ 72,0	\$ 72,0	\$ 62,4	\$ 76,7	\$ 66,5	\$ 45,9	\$ 45,9
- Long term investments	\$ 19,4	\$ 25,9	\$ 22,5	\$ 20,1	\$ 20,1	\$ 18,7	\$ 15,1	\$ 10,7	\$ 4,1	\$ 4,1
Operating Cash Flows ^{#~}	-7%	12%	6%	1%	3%	0%	12%	9%	3%	6%
CAPEX [#]	2%	3%	1%	2%	2%	1%	2%	1%	2%	2%
Free cash flows [#]	-9%	9%	5%	-1%	1%	-1%	10%	8%	1%	4%
DSO (days)	82	78	78	80		80	74	70	78	

*Trailing twelve months (TTM) Includes voluntary and involuntary attrition,

** Number and Percentages depicted above are subject to rounding

[#] As a % of Revenue

[^] Rounded to the nearest 100

[~] Reflects the retrospective cash flow application of ASU 2016-09 – Stock Compensation to each prior period presented.

Virtusa Corporation Non-GAAP Data Sheet																															
Quarter ended March 31, 2018 ^(a)																															
All amounts in USD thousands, except per share amounts																															
	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD	
	2014	2014	2014	2014	2014	2015	2015	2015	2015	2015	2016	2016	2016	2016	2016	2017	2017	2017	2017	2017	2018	2018	2018	2018	2018	2018	2018	2018	2018	2018	
GAAP income (loss) from operations	8,929	9,776	11,196	12,511	42,412	11,230	12,241	14,619	14,478	52,568	12,410	13,256	14,134	5,520	45,220	(1,848)	3,537	6,458	10,224	18,371	6,070	10,279	13,663	16,375	46,387	8,929	9,776	11,196	12,511	42,412	
Add: Stock-based compensation expense	1,710	1,820	2,195	2,441	8,166	2,471	2,460	3,043	3,124	11,098	3,529	3,105	3,683	5,862	16,179	6,133	6,142	4,748	5,100	22,123	4,788	6,142	9,118	7,363	27,411	1,710	1,820	2,195	2,441	8,166	
Add: acquisition-related charges and restructuring charges ^(a)	637	656	1,245	1,737	4,275	285	1,423	1,398	1,568	4,674	2,301	2,387	2,926	10,435	18,049	3,424	3,247	5,116	3,430	15,217	2,509	3,351	3,227	4,191	13,278	637	656	1,245	1,737	4,275	
Non-GAAP income from operations	11,276	12,252	14,636	16,689	54,853	13,986	16,124	19,060	19,170	68,340	18,240	18,748	20,743	21,817	79,548	7,709	12,926	16,322	18,754	55,711	13,367	19,772	26,008	27,929	87,076	11,276	12,252	14,636	16,689	54,853	
GAAP Operating Margin	9.9%	10.4%	11.1%	11.3%	10.7%	10.0%	10.4%	11.9%	11.5%	11.0%	9.2%	9.3%	9.4%	3.2%	7.6%	-0.9%	1.7%	3.0%	4.5%	2.1%	2.7%	4.1%	5.2%	5.8%	4.5%	9.9%	10.4%	11.1%	11.3%	10.7%	
Effect of above adjustments to income from operations	2.6%	2.6%	3.4%	3.7%	3.1%	2.5%	3.3%	3.6%	3.7%	3.3%	4.3%	3.8%	4.4%	9.5%	5.7%	4.7%	4.5%	4.5%	3.8%	4.3%	3.2%	3.9%	4.7%	4.1%	4.0%	2.6%	2.6%	3.4%	3.7%	3.1%	
Non-GAAP Operating Margin	12.5%	13.0%	14.5%	15.0%	13.8%	12.5%	13.7%	15.5%	15.2%	14.3%	13.5%	13.1%	13.8%	12.7%	13.3%	3.8%	6.2%	7.5%	8.3%	6.5%	5.9%	8.0%	9.9%	9.9%	8.5%	12.5%	13.0%	14.5%	15.0%	13.8%	
GAAP net income (loss) available to Virtusa common stockholders	7,522	7,478	9,328	10,047	34,375	9,003	10,114	11,779	11,550	42,446	10,113	11,086	11,313	12,290	44,802	(6,256)	3,214	4,435	10,465	11,858	2,957	3,681	(11,142)	1,795	(2,709)	7,522	7,478	9,328	10,047	34,375	
Add: Stock-based compensation expense	1,710	1,820	2,195	2,441	8,166	2,471	2,460	3,043	3,124	11,098	3,529	3,105	3,683	5,862	16,179	6,133	6,142	4,748	5,100	22,123	4,788	6,142	9,118	7,363	27,411	1,710	1,820	2,195	2,441	8,166	
Add: acquisition-related charges and restructuring charges ^(a)	637	656	1,245	1,737	4,275	285	1,423	1,398	1,568	4,674	2,301	2,387	2,926	10,435	18,049	3,424	3,247	5,116	3,430	15,217	2,509	3,351	3,227	4,191	13,278	637	656	1,245	1,737	4,275	
Add: Non-recurring third party financing costs ^(b)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Add: Foreign currency transaction (gains) or losses ^(c)	(387)	959	(1,138)	-	(38)	396	155	(85)	122	155	357	25	(219)	(201)	(6,655)	(7,050)	3,580	(2,030)	1,252	(5,811)	(3,009)	77	1,480	(2,576)	3,543	(387)	959	(1,138)	-	(38)	
Add: Impact from Tax Act ^(d)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax adjustments ^(e)	(495)	(835)	(809)	(1,089)	(3,228)	(767)	(952)	(1,202)	(1,281)	(4,202)	(1,563)	(1,398)	(1,816)	(5,313)	(10,090)	(1,397)	(1,802)	(4,198)	536	(6,861)	(2,522)	(4,066)	(3,210)	(4,239)	(14,037)	(495)	(835)	(809)	(1,089)	(3,228)	
Noncontrolling interest, net of taxes ^(f)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(199)	(357)	(319)	(824)	(1,699)	(360)	(313)	(647)	(143)	(1,469)	-	-	-	-	-	
Non-GAAP net income available to Virtusa common stockholders	8,987	10,078	11,821	13,098	43,984	13,147	12,960	15,150	15,116	54,378	14,405	14,961	15,905	16,619	61,890	5,285	8,414	11,034	12,896	37,629	7,443	10,275	14,585	17,207	49,510	8,987	10,078	11,821	13,098	43,984	
GAAP diluted earnings (loss) per share^(g)	0.29	0.28	0.35	0.35	1.27	0.31	0.34	0.40	0.39	1.44	0.34	0.37	0.38	0.41	1.49	(0.21)	0.11	0.15	0.34	0.39	0.10	0.12	(0.38)	0.06	(0.09)	0.29	0.28	0.35	0.35	1.27	0.31
Effect of Stock-based compensation expense ^(h)	0.07	0.07	0.09	0.08	0.30	0.08	0.08	0.10	0.10	0.38	0.11	0.11	0.13	0.19	0.54	0.21	0.19	0.16	0.17	0.73	0.16	0.19	0.28	0.22	0.85	0.07	0.07	0.09	0.08	0.30	0.08
Effect of acquisition-related charges and restructuring charges ^{(a)(i)}	0.02	0.02	0.05	0.06	0.16	0.01	0.05	0.05	0.05	0.16	0.08	0.08	0.10	0.34	0.60	0.11	0.11	0.17	0.12	0.51	0.08	0.10	0.10	0.13	0.41	0.02	0.02	0.05	0.06	0.16	0.01
Effect of non-recurring third party financing costs ^{(b)(j)}	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect of foreign currency transaction (gains) or losses ^{(c)(k)}	(0.01)	0.04	(0.01)	-	0.01	0.01	(0.00)	0.00	0.01	0.01	-	(0.01)	(0.01)	(0.21)	(0.23)	0.12	(0.07)	0.04	(0.19)	(0.10)	-	0.05	(0.08)	0.14	0.11	(0.01)	0.04	(0.01)	-	-	-
Effect of tax impact from Tax Act ^{(d)(l)}	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect tax adjustment ^{(e)(m)}	(0.02)	(0.03)	(0.03)	(0.04)	(0.12)	(0.03)	(0.03)	(0.04)	(0.04)	(0.14)	(0.05)	(0.05)	(0.06)	(0.18)	(0.34)	(0.04)	(0.06)	(0.14)	0.02	(0.22)	(0.08)	(0.13)	(0.10)	(0.13)	(0.43)	(0.02)	(0.03)	(0.03)	(0.04)	(0.12)	
Effect of noncontrolling interest ^{(f)(n)}	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect of dividend on Series A Convertible Preferred Stock ^{(o)(p)}	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect of change in shares for non-GAAP WASO ^(q)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP diluted earnings per share^(r)	0.35	0.38	0.45	0.45	1.63	0.38	0.44	0.51	0.51	1.84	0.48	0.50	0.54	0.55	2.06	0.18	0.27	0.37	0.43	1.25	0.25	0.35	0.47	0.55	1.63	0.35	0.38	0.45	0.45	1.63	

(a) Acquisition-related charges include, when applicable, amortization of purchased intangibles, external deal costs, acquisition-related retention bonuses, changes in the fair value of contingent consideration liabilities, changes in fair value related to deferred acquisition payments, charges for impairment of acquired intangible assets and other acquisition-related costs including integration expenses consisting of outside professional and consulting services and direct and incremental travel costs. Restructuring charges, when applicable, include termination benefits, as well as certain professional fees related to the restructuring. The following table provides the details of the acquisition-related charges and restructuring charges:

	Three Months Ended		Fiscal year Ended	
	March 31,	March 31,	March 31,	March 31,
	2018	2017	2018	2017
Amortization of intangible assets	\$ 2,418	\$ 2,377	\$ 10,089	\$ 9,523
Acquisition & integration costs	\$ 1,458	\$ 540	\$ 1,889	\$ 2,396
Restructuring charges	\$ 383	\$ 513	\$ 1,368	\$ 2,398
Total	\$ 4,259	\$ 3,430	\$ 13,346	\$ 15,217

(b) Foreign currency transaction gains and losses are inclusive of gains and losses on related foreign exchange forward contracts not designated as hedging instruments for accounting purposes.

(c) Tax adjustments reflect the tax effect of the non-GAAP adjustments using the tax rates at which these adjustments are expected to be realized for the respective periods.

(d) Noncontrolling interest represents the minority shareholders interest of Polaris

(e) Non-GAAP diluted earnings per share is subject to rounding

(f) During the three and twelve months ended March 31, 2018, the weighted average shares outstanding of Series A Convertible Preferred Stock of 3,000,000 and 2,728,022 respectively, were excluded from the calculations of GAAP diluted earnings per share as their effect would have been anti-dilutive using the if-converted method.

The following table provides the non-GAAP net income available to Virtusa common stockholders and non-GAAP dilutive weighted average shares outstanding using if-converted method to calculate the non-GAAP diluted earnings per share for the three and nine months ended March 31, 2018 and 2017:

	Three Months Ended		Fiscal year Ended	
	March 31,	March 31,	March 31,	March 31,
	2018	2017	2018	2017
Non-GAAP net income available to Virtusa common stockholders	\$ 17,207	\$ 12,896	\$ 49,510	\$ 37,629
Add: Dividends and accretion on Series A Convertible Preferred Stock	\$ 1,088	\$ -	\$ 3,262	\$ -
Non-GAAP net income available to Virtusa common stockholders and assumed conversion	<u>\$ 18,295</u>	<u>\$ 12,896</u>	<u>\$ 52,772</u>	<u>\$ 37,629</u>
GAAP dilutive weighted average shares outstanding	30,427,258	30,151,590	29,397,350	30,129,378
Add: Dilutive effect of employee stock options and unvested restricted stock awards and restricted stock units	-	-	728,820	-
Add: Series A Convertible Preferred Stock as converted	3,000,000	-	2,250,000	-
Non-GAAP dilutive weighted average shares outstanding	<u>33,427,258</u>	<u>30,151,590</u>	<u>32,376,170</u>	<u>30,129,378</u>

(g) To the extent the Series A Convertible Preferred Stock is dilutive using the if-converted method, the Series A Convertible Preferred Stock is included in the weighted average shares outstanding to determine non-GAAP diluted earnings per share.

(h) The U.S. government enacted comprehensive tax legislation commonly referred to as the Tax Cuts and Jobs Act (the "Tax Act") in December 2017. This resulted in a tax expense of \$22.7 million for the fiscal year ended March 31, 2018, comprised of a provisional repatriation tax expense of \$17.8 million and a provisional net deferred tax expense of \$4.9 million. The adjustment to GAAP net income (loss) available to Virtusa common stockholders only includes these provisional impacts. It does not include the ongoing impacts of the lower U.S. statutory rate on current year earnings. The GAAP earnings (loss) per share impact on the Tax Act adjustment using GAAP weighted average shares outstanding was \$(0.77). The non-GAAP earnings per share impact on the Tax Act adjustment using non-GAAP weighted average shares outstanding was \$(0.70).

(i) Non-recurring third party financing costs related to the new credit facility

Non-GAAP Financial Information

This data sheet includes certain non-GAAP financial measures as defined by Regulation G by the Securities and Exchange Commission. These non-GAAP financial measures are not based on any comprehensive set of accounting rules or principles and should not be considered a substitute for, or superior to, financial measures calculated in accordance with GAAP, and may be different from non-GAAP measures used by other companies. In addition, these non-GAAP measures should be read in conjunction with Virtusa's financial statements prepared in accordance with GAAP.

First Fiscal Quarter and Full Fiscal Year 2019 revised Guidance Assumptions

as of May 15, 2018

	Q1'19	FY'19
GAAP Effective Tax Rate*	NA	57,9%
Non-GAAP Effective Tax Rate**	NA	32,4%
Annual Effective Interest Rate Yield***	NA	1,9%
Debt Interest Rate****	4,94%	4,94%
Preferred Dividend	3,875%	3,875%
FX*****		
GBP vs. USD (1)	1,42	1,42
INR vs. USD (2)	65,78	65,34
Capex as a % of total revenue	NA	1,6%

* Our effective tax rate is sensitive to the geographical mix of profit for the fiscal year and is subject to change. Also, such rate does not include the effect of Minority interest on both the taxable income & Income tax expense. Our effective tax rate is subject to change as the Tax Act's effects are better understood and additional guidance is published.

** Our Non-GAAP effective tax rate reflects the impact of Non-GAAP adjustments tax effected for statutory tax rates. Also, such rate does not include the effect of Minority interest on both the taxable income & Income tax expense.

*** includes short and long-term investments.

**** Debt interest rate is based on LIBOR plus the credit spread, and includes debt issuance fee amortization.

***** In our guidance, we have not considered any potential impact to other income associated with foreign exchange gains or losses.

(1) Our guidance considers the impact to revenue and costs from hedging contracts already in place for our first quarter.

(2) Indian rupee foreign currency hedge contracts are in place for a large portion of our Indian rupee expenses for the fiscal year ending March 31, 2019. Our guidance considers the impact to costs from hedging contracts already in place for the quarter. Our guidance does not consider the possible impact of having ineffective hedging contracts for the remainder of the fiscal year 2019.

Forward-Looking Statements

Certain statements made in this document that are not based on historical information are forward-looking statements which are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. These statements are neither promises nor guarantees, but are subject to a variety of risks and uncertainties, many of which are beyond Virtusa's control, which could cause actual results to differ materially from those contemplated in these forward-looking statements. Existing and prospective investors are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date hereof. Virtusa undertakes no obligation to update or revise the information contained in this document, whether as a result of new information, future events or circumstances or otherwise. For additional disclosure regarding these and other risks faced by Virtusa, see the disclosure contained in Virtusa's public filings with the Securities and Exchange Commission, including Virtusa's Annual Report on Form 10-K for the fiscal year ended March 31, 2017 and subsequent Quarterly Reports on Form 10-Q, as filed with the Securities and Exchange Commission.