



Metropolitan Stock Exchange of India Limited

(Formerly known as MCX Stock Exchange Limited)

Regd. Office: 4th Floor, Vibgyor Tower, Plot No - C62, G Block, Opp. Trident Hotel, Bandra Kurla Complex, Bandra (East), Mumbai- 400098, INDIA | CIN: U65999MH2008PLC185856

Statement of Standalone Financial Results for the Quarter Ended June 30, 2015

(₹ in lakhs except per share data)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2015 Reviewed	31.03.2015 Audited	30.06.2014 Reviewed	31.03.2015 Audited
PART I					
1	Income from operation	612.55	810.66	1,072.13	3,208.41
	Total Income from operation	612.55	810.66	1,072.13	3,208.41
2	Expenditure				
	(a) Operating expenses	898.53	905.13	1,074.17	3,796.09
	(b) Employee benefits expense	418.70	459.52	635.54	2,054.00
	(c) Depreciation and amortisation expense	351.13	351.03	352.07	1,424.41
	(d) Advertisement and business promotion expenses	16.38	(1.31)	7.78	10.81
	(e) Other expenses	467.96	475.52	478.23	1,916.05
	Total Expenditure	2,152.70	2,189.87	2,547.79	9,201.37
3	Profit/ (Loss) from Operations before Other Income Finance Costs and Exceptional Items (1-2)	(1,540.15)	(1,379.21)	(1,475.66)	(5,992.95)
4	Other Income	295.12	275.04	293.12	1,087.42
5	Profit/ (Loss) before Finance Costs and Exceptional Items (3+4)	(1,245.04)	(1,104.17)	(1,182.54)	(4,905.54)
6	Finance Costs	2.66	0.19	0.96	1.16
7	Profit/ (Loss) from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)	(1,247.70)	(1,104.36)	(1,183.50)	(4,906.69)
8	a) Exceptional items	-	-	-	-
	b) Prior Period Items	-	-	-	1,105.52
9	Profit / (Loss) from ordinary activities before tax (7-8)	(1,247.70)	(1,104.36)	(1,183.50)	(6,012.21)
10	Tax expense (Net of MAT credit)	-	-	-	-
11	Net Profit/ (Loss) for the period (9-10)	(1,247.70)	(1,104.36)	(1,183.50)	(6,012.21)
12	Paid-up Equity Share Capital (Equity Shares of ₹1/- each.) (refer note 2, 4 & 6)	13,115.94	11,582.80	5,529.51	11,582.80
13	Reserves excluding revaluation reserves	-	1,132.08	-	1,132
14	Earnings Per Share of Re 1/- each (In ₹) (Not Annualised)				
	(a) Basic	(0.11)	(0.10)	(0.21)	(0.52)
	(b) Diluted	(0.11)	(0.10)	(0.21)	(0.52)
PART II					
PARTICULARS OF SHAREHOLDINGS					
15	Public shareholding				
	- Number of shares	1,316,726,982	1,163,413,045	558,383,776	1,163,413,045
	- Percentage of shareholding	100.00	100.00	100.00	100.00
16	Promoters and Promoter Group Shareholding				
	(a) Pledged / Encumbered				
	- Number of Shares	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total shareholding of the promoters and promoter group)	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil
	(b) Non - encumbered				
	- Number of Shares	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total shareholding of the Promoters and Promoter group)	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil
PART III					
Investor Complaints for the quarter ended June 30, 2015					
	Pending at the beginning of the quarter	NIL			
	Received during the quarter	NIL			
	Responded during the quarter	NIL			
	Pending at the end of the quarter	NIL			

NOTES:

- The above unaudited financial results of the Company for the quarter ended June 30, 2015 have been approved by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on August 08, 2015 and subjected to a Limited Review by Statutory Auditors.
- During the quarter MCX transferred additional 9,017,227 warrants to IL&FS Financial Services Limited which was exercised into Equity Shares by IL&FS and MCX further exercised 10,957,894 warrants into Equity shares which was approved by the Board on April 29, 2015. Further, the Board at its meeting held on June 27, 2015 approved and issued 13,33,38,816 Equity shares to 3 applicants to whom Multi Commodity Exchange of India Limited (MCX) had transferred the warrants held by it in Metropolitan Stock Exchange of India Limited (MSEI). The shares were issued pursuant to exercise of option attached to the warrants held by 3 applicants as per the Scheme of Reduction cum Arrangement sanctioned by Hon'ble High Court of Bombay vide Order dated March 12, 2010 passed in CP no. 43/2010. The paid up capital of the Company after the said allotments stood at Rs. 1,316,726,982/-.
- The rights issue of the Company was closed on July 08, 2015. The Company has received the application for 742,452,687 Equity Shares along with the additional shares applied by some of the shareholders and new applicants.
- The paid-up equity share capital in item no. 12 of the above results is net of 5,133,430 equity shares held by MCX Stock Exchange ESOP Trust.
- Mr. Anand Sinha has been appointed as Public Interest Director on the Governing Board of the Exchange w.e.f. June 19, 2015 by SEBI.
- The Board at the meeting held on June 27, 2015 decided to treat 41,59,17,672 warrants held by MCX as extinguished and of no effect whatsoever on account of their continuance to hold the same post lapse of the time limits specified by SEBI and further that the amount of Rs. 41,59,17,672/- standing as non-refundable interest free deposit against such warrants be transferred to the capital reserve of the Exchange. Subsequently, MCX filed Suit No: 685 of 2015 and subsequent Notice of Motion (NOM (L) No. 1784 of 2015) to restrain MSEI from taking any action pertaining to the warrants as well as the Deposit. In the said matter the Hon'ble Court passed an Order dated July 10, 2015 which recorded the undertaking by the Exchange that it will not act in furtherance of the Defendant's Board decision dated 27th June 2015 till further orders of the Court. No steps would be taken to implement the decision. In light of the said order, the Exchange did not transfer the funds to its capital reserve."
- The auditor in their review report on the Unaudited financial statements for the period ended June 30, 2015 expressed certain qualifications which are summarised below along with the Company's comments on the same:
 - The auditors have expressed that the Company continued to prepare its Financial Statements on going concern basis, even though its net-worth has been substantially eroded due to losses incurred during the previous year(s) and in the current period. The company is however confident of raising further funds, increase volume and make profits in future years and hence prepared the accounts on going concern basis including not carrying out the impairment testing to ascertain carrying value of fixed assets, etc. and also the sum of Rs. 35.17 Crores and Rs. 1.86 Crores towards Service tax set-off and MAT Credit is considered as recoverable. The Company believes that the going concern assumption is justified on account of the following:
 - The Company has completed its rights issue and will allot the shares in due course.(Refer Note 3)
 - Steps have been taken to reduce the operating cost by reviewing the contracts to ensure that charges paid for infrastructure, software and software support are comparable to those paid by other exchanges in similar line of business and taking steps to reduce other administrative costs.
 - The Exchange will see sizable growth in its turnover and in turn in its operating revenue.
 - The Exchange, in the current year and earlier years, entered into various contracts with the parties mentioned in the register maintained under Section 301 of the Companies Act, 1956 to whom amounts have been paid as Infrastructure, software and software support charges during the said years in respect of which no alternative quotations are / were available, the management have already renegotiated few of such contracts and are in the process of reviewing other such contracts / charges to establish their reasonableness for similar line of business. The adjustments, if any, that will be arising out of such review, are not readily quantifiable.
- Previous period/year figures has been re-grouped, re-arranged and re-classified wherever necessary, to make them comparable with those of the current quarter.

For and on Behalf of Board of Directors of
Metropolitan Stock Exchange of India Limited
(Formerly known as MCX Stock Exchange Limited)

Sd/-
Saurabh Sarkar
Managing Director & CEO

Place : Mumbai
Dated : August 08, 2015