

Metropolitan Stock Exchange of India 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 Unaudited Financial Results for the quarter ended June 30, 2018

(₹ in Lakh except per share data)

Standalone				
Particulars	For the Quarter Ended			For the Year Ended
	June 30, 2018	March 31, 2018	June 30, 2017	March 31, 2018
	Unaudited	Unaudited	Unaudited	Audited
I Revenue from operations	152.48	240.29	236.23	848.51
II Other Income	84.97	115.93	146.78	510.60
III Total Income	237.45	356.23	383.01	1,359.12
IV Expenses				
(a) Operating expenses	294.64	228.74	495.80	1,334.39
(b) Employee benefits expense	388.94	454.95	396.54	1,730.70
(c) Depreciation and amortisation expense	371.93	367.68	357.81	1,455.52
(d) Advertisement and business promotion expenses	47.60	67.44	263.93	803.75
(e) Administration and Other expenses	369.27	267.96	542.59	1,598.31
(f) Finance Costs	22.73	(0.00)	0.46	-
Total Expense	1,495.12	1,386.77	2,057.14	6,922.67
V Profit/ (Loss) from before Exceptional items and tax	(1,257.67)	(1,030.54)	(1,674.13)	(5,563.55)
VI Exceptional items (Refer note 5)	-	-	-	-
VII Profit/ (Loss) from before tax	(1,257.67)	(1,030.54)	(1,674.13)	(5,563.55)
VIII Tax expense				
1) Current Tax	-	-	-	-
2) Deferred Tax	-	-	-	-
Total Tax Expense	-	-	-	-
IX Profit/ (Loss) for the period	(1,257.67)	(1,030.54)	(1,674.13)	(5,563.55)
X Other Comprehensive Income				
1) Items that will reclassified to profit or loss (net of tax)	-	-	-	-
2) Items that will not reclassified to profit or loss (net of tax)	4.24	20.36	(3.41)	16.95
Total other Comprehensive Income for the period, net of tax	4.24	20.36	(3.41)	16.95
XI Total Comprehensive Income for the period	(1,253.43)	(1,010.19)	(1,677.54)	(5,546.60)
XII Paid-up Equity Share Capital (Equity Shares of ₹ 1/- each.)	47,774.24	47,773.91	27,648.86	47,773.91
XIII Reserves excluding revaluation reserves	-	-	-	(7,842.00)
XIV Earnings Per Share of ₹ 1/- each (In ₹) (Not Annualised)				
(a) Basic	(0.03)	(0.02)	(0.06)	(0.12)
(b) Diluted	(0.03)	(0.02)	(0.06)	(0.12)

Notes :

- 1 The above standalone unaudited financial result of the Company for the quarter ended June 30, 2018 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on August 13, 2018 and the Statutory Auditors have carried out Limited Review of the aforesaid result.
- 2 Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the Company. The CODM, who is responsible for the allocating resources and assessing performance of the operating segments, has been identified as the MD and CEO of the company. The Company is engaged in only the Business of Stock Exchange and activities incidental thereto within India, hence does not have any reportable segments as per Indian Accounting Standard (Ind AS-108) - Operating Segments.
- 3 The paid-up equity share capital in item no. XII of the above results is net of 49,77,671 equity shares of Rs 1 each held by Metropolitan Stock Exchange Esop Trust.
- 4 SEBI letter No. MRD/DSA/OW/P/22223/1/2017 dated September 14, 2017 renewed the recognition granted to the Stock Exchange for a period of one year commencing on the 16th day of September 2017 and ending on 15th day of September 2018.
- 5 The auditor in their review report on the unaudited financial statements for the quarter ended June 30, 2018 expressed certain qualification which are summarised below along with the Company's comments on the same:

A) The company continues to prepare its Standalone Financial Statements on going concern basis, even though it has continued to incur significant losses during the current period, business volumes is also reduced and there is no clarity on increase in volume/revenue. The company has however raised the required funds to meet its regulatory net worth requirements and is working on a detailed plan for turn around and is confident of raising further funds in the coming year, increase the volume and make profits in future years and hence prepared the accounts on going concern basis including not carrying out the detailed impairment testing to ascertain carrying value of fixed assets, etc. The management has also considered the GST Credit available amounting to Rs. 38.18 Crores and MAT Credit Entitlement amounting to Rs.1.86 Crores as recoverable, basis the same. We are unable to comment on the same and the adjustments, if any, that will be arising out of the same.

The Company is executing business growth plan and in the process has created new products which are pending approval from SEBI. Further, the company has embarked upon brand building, improving liquidity on its platform and is offering infrastructural support. Over the last fourteen months, the company has raised Rs.266 crore via new equity issues which demonstrates investor confidence in the company. These funds have been utilized in capitalizing the subsidiary MCCIL and bringing its net worth to the regulatory level as well as creating new products, brand awareness and member connect programs. Company is confident of getting product approvals from SEBI and surging ahead in business growth. Management is therefore justified in preparing the financial statements on going concern basis.

B)The company, in the 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. As informed by the Management, they 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. We are unable to comment on the adjustments, if any, that will be arising out of such review including the provision towards the liability with regard to the contracts entered in past.

The Management is reviewing the same.
- 6 Out of the outstanding 59,070 warrants, company received Rs. 9,062.5 (being 50% payable on conversion) for converting 18,125 warrant into same number of equity share. Accordingly, Company issued 18,125 equity shares to warrant holders during the quarter. Further, Company issued 15,000 equity shares by converting non refundable interest free deposit for warrants of Rs. 15,000.
- 7 Previous quarter's figures has been re-grouped, re-arranged, re-classified and restated wherever necessary, to make them comparable with those of the current quarter's classification / disclosure.

For and on Behalf of Board of Directors
Metropolitan Stock Exchange of India Limited

Place : Mumbai
Dated : August 13, 2018

Chairman