

# Metropolitan Stock Exchange of India Limited

Regd. Office: Building A, Unit 205A, 2nd Floor, Piramal Agastya Corporate Park, L.B.S Road, Kurla (West), Mumbai - 400 070, INDIA | CIN: U65999MH2008PLC185856



## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

(Rs in Lakh except per share data)

Particulars	For the Quarter Ended			For the Year Ended
	June 30, 2021	March 31, 2021	June 30, 2020	March 31, 2021
	Unaudited	Audited	Unaudited	Audited
1 Revenue from operations	143	196	102	585
2 Other Income	209	260	364	1,296
<b>3 Total Income</b>	<b>352</b>	<b>457</b>	<b>465</b>	<b>1,881</b>
<b>4 Expenses</b>				
(a) Operating expenses	265	178	292	951
(b) Employee benefits expense	378	378	442	1,677
(c) Depreciation and amortisation expense	179	290	210	825
(d) Advertisement and business promotion expenses	19	26	3	59
(e) Administration and Other expenses	172	232	148	745
(f) Finance Costs	10	43	5	54
<b>Total Expense</b>	<b>1,022</b>	<b>1,148</b>	<b>1,101</b>	<b>4,311</b>
<b>5 Profit/ (Loss) from before Exceptional items and tax</b>	<b>(670)</b>	<b>(691)</b>	<b>(635)</b>	<b>(2,430)</b>
6 Exceptional items	-	-	-	-
<b>7 Profit/ (Loss) from before tax</b>	<b>(670)</b>	<b>(691)</b>	<b>(635)</b>	<b>(2,430)</b>
8 Tax expense				
1) Current Tax	-	-	-	-
2) Earlier Year Tax	-	-	-	-
3) Deferred Tax	-	-	-	-
<b>Total Tax Expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9 Profit/ (Loss) for the period/Year</b>	<b>(670)</b>	<b>(691)</b>	<b>(635)</b>	<b>(2,430)</b>
<b>10 Other Comprehensive Income</b>				
1) Items that will not reclassified to profit or loss (net of tax)	3	32	(7)	12
2) Income tax relating to item will not reclassified to profit or ( loss )	-	-	-	-
<b>Total other Comprehensive Income for the period/year, net of tax</b>	<b>3</b>	<b>32</b>	<b>(7)</b>	<b>12</b>
<b>11 Total Comprehensive Income for the period/Year</b>	<b>(667)</b>	<b>(659)</b>	<b>(642)</b>	<b>(2,418)</b>
12 Paid-up Equity Share Capital (Equity Shares of Rs. 1/- each.)	48,052	48,052	48,052	48,052
13 Other equity				(19,587)
14 Earnings Per Share of Rs 1/- each ( In Rs ) (Not Annualised)				
(a) Basic	(0.01)	(0.01)	(0.01)	(0.05)
(b) Diluted	(0.01)	(0.01)	(0.01)	(0.05)

## Notes :

- 1 The above unaudited standalone financial results of the Company for the quarter ended June 30, 2021, have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on August 14, 2021 and the Statutory Auditors of the Company have carried out limited review of the aforesaid result. The figures for the quarter ended March 31, 2021 are arrived at as difference between audited figures in respect of the full financial year for the year ended March 31, 2021 and the reviewed figures upto nine months period ended December 31, 2020.
- 2 The above standalone financial results for the quarter ended June 30, 2021 are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- 3 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 & 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.
- 4 The paid-up equity share capital disclosed in above results is net of 49,77,671 equity shares of Rs 1 each held by Metropolitan Stock Exchange Esop Trust.
- 5 SEBI has advised the Exchange to initiate Forensic Audit in certain matters which is currently on going.
- 6 Impact of COVID 19: The Company being Exchange is under Essential Service Category and was exempted from closure vide SEBI notification dated March 24, 2020. The said exemption was also carried forward vide notification dated April 15, 2020 and May 03, 2020.

As determined by the management, for the quarter ended June 30, 2021, the impact of CoVID-19 pandemic on Company's financials and Operations remained insignificant. However, going forward the full extent to which the pandemic will impact the future financial results of the Company will depend on upcoming developments, which are highly uncertain. Management will continue to monitor any material changes to future economic conditions and the impact thereof on the Company, if any.

- 7 The auditor in their review report on the standalone financial result for the quarter ended June 30, 2021 expressed below Emphasis of Matter which is summarized along with the Company's comments on the same:

During the period, the Subsidiary Company Metropolitan Clearing Corporation of India Limited (MCCIL) of the Exchange has raised invoices of Rs. 152.90 Lakh (cumulative Rs. 797.34 Lakhs) (excluding taxes), towards Clearing and Settlement Charges based on an erstwhile C&S Agreement (prior to interoperability), for the quarter ended June 30, 2021 (cumulative from April 1, 2020 to June 30, 2021). These invoices raised by MCCIL has been disputed by the Exchange for its applicability and accordingly the said invoice has not been provided for in books of accounts and considered as a 'Contingent Liability - Claim against the Company not acknowledged as debt'.

MCCIL has raised few invoices amounting to Rs.797.34 Lakh (excluding taxes) for the period April 1, 2020 to June 30, 2021 under C&S Agreement 2012 which is unenforceable as trades are being cleared under Interoperability Agreement (IO). MCCIL has raised these invoice towards C&S charges on the basis of C&S agreement signed in 2012 which is no longer valid post implementation of interoperability (IO) as a multi-partite IO Agreement was executed effective from June 1, 2019 for C&S charges, for CDS, EDS and Equity segment. C&S Agreement had been overridden by IO Agreement for Currency Derivatives, Equity and Equity Derivatives segments w.e.f. June 1, 2019. Further, the Exchange has issued a letter to MCCIL on September 15, 2020 for termination of C&S Agreement as applicable to Debt segment which was temporarily suspended with effect from September 18, 2020 as there were no trades in this segment since 2013. MCCIL has been requested to withdraw the invoices

- 8 The auditor in their review report on the standalone financial result for the quarter ended June 30, 2021 expressed below qualification which is summarized along with the Company's comments on the same:

The company continues to prepare its Standalone Financial Results on going concern basis even though Company has continued to incur significant losses during the current and preceding periods. As advised, the Company is adequately capitalised, has gone live on interoperability, operations are functioning, core transaction income has increased based on increased volumes, adequate cost reduction measures have been considered, initiatives are being taken to build new products and build further volume and thereby gross revenues are expected to increase in future years and accordingly the company continues to prepare its Financial Result on going concern basis. However, the business volumes are not sufficient at present and there is no clarity on increasing revenue & making profits in future and the Company could not achieve its projected revenues so far and accordingly we are unable to comment on the preparation of results on going concern basis. and related adjustments, if any, that will be arising out of said going concern assumption.

The Company is adequately capitalized, the regulatory net worth of the company as on June 30, 2021 is much higher than the minimum regulatory requirement of Rs. 100 Crores. Further, the Exchange has also gone live on regulatory requirement like interoperability and Exchange's operations are running smoothly & appropriately. It is pertinent to note that the core transaction income of the Exchange increased on account of increased volumes. Apart from the above, the Exchange is taking various initiatives which will help in building further volumes and thereby revenue. Further, the Exchange has also adopted various cost reduction measures, which shall help the Exchange in improving its financial position. Accordingly, the Company continues to prepare its Financial Statements on going concern basis.

- 9 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**

Sd/-  
**Latika S. Kundu**  
MD & CEO

Place : Mumbai  
Dated : August 14, 2021