

MCX-SX CLEARING CORPORATION LIMITED

Regd. Office: Exchange Square, CTS No. 255, Suren Road, Chakala, Andheri (East), Mumbai – 400093. Website: <http://www.mcx-sx.com/mcxsccl>
CIN- U67120MH2008PLC188032

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2014

(₹ in Lacs)

Particulars	For the Quarter Ended December 31,2014	For the Quarter Ended September 30, 2014	For the Quarter Ended December 31,2013	For the Nine Month Ended December 31,2014	For the Nine Month Ended December 31,2013	For the Year Ended March 31, 2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
PART I						
1 Income						
(a) Income from Operations	275.81	203.64	779.15	923.23	2,234.60	2,391.60
(b) Other Operating Income	128.00	135.44	173.13	401.04	678.95	826.54
Total Income from operations	403.81	339.08	952.28	1,324.27	2,913.55	3,218.14
2 Expenses						
(a) Technology cost	285.04	302.72	839.93	1,074.23	2,660.94	3,154.14
(b) Employee benefits expense	85.33	81.17	106.17	264.35	303.26	400.02
(c) Depreciation and amortisation expense (Refer Note 6)	1.00	4.02	2.21	10.29	6.20	8.36
(d) Other expenses	49.37	22.10	37.73	111.27	122.56	170.87
Total Expenses	420.74	410.01	986.04	1,460.14	3,092.96	3,733.39
3 Loss from Operations before Other Income (1-2)	(16.93)	(70.92)	(33.75)	(135.87)	(179.41)	(515.25)
4 Other Income	48.68	89.15	122.74	235.17	387.55	528.02
5 Net Profit / (Loss) for the period / year before exceptional items (3+4)	31.75	18.22	88.99	99.30	208.14	12.77
6 Exceptional Item (Refer Note 4 & 5)	33.85	(28.80)	-	5.05	-	-
7 Profit / (Loss) for the year/period	65.60	(10.58)	88.99	104.35	208.14	12.77
8 Paid-up Equity Share Capital (Equity Shares of ` 10/- each.)	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00
9 Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year.						319.21
10 Earnings Per Share (EPS) (In Rupees) (Face Value of ` 10/- per share) (Not annualised)						
(a) Basic	0.26	(0.04)	0.36	0.42	0.83	0.05
(b) Diluted	0.26	(0.04)	0.36	0.42	0.83	0.05
PART II						
A) Particulars of Shareholdings						
1 Public shareholding						
– Number of shares	1,22,50,000	1,22,50,000	-	1,22,50,000	-	1,22,50,000
– Percentage of shareholding	49.00	49.00	-	49.00	-	49.00
2 Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
– Number of Shares	-	-	-	-	-	-
– Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	-	-	-	-	-	-
– Percentage of Shares (as a % of the total share capital of the Company)	-	-	-	-	-	-
b) Non - encumbered						
– Number of Shares	1,27,50,000	1,27,50,000	25,000,000	1,27,50,000	25,000,000	1,27,50,000
– Percentage of Shares (as a % of the total shareholding of the Promoters and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
– Percentage of Shares (as a % of the total share capital of the Company)	51.00	51.00	100.00	51.00	100.00	51.00
B) Investor Complaints for the quarter ended December 31, 2014						
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 :

- 1 The above unaudited financial results of the Company for the quarter and nine months ended December 31, 2014 have been approved by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on January 27, 2015 and subjected to a limited review by statutory auditors.
- 2 The Company operates only in the business of clearing and settlement services of deals executed on the trading platform of MCX Stock Exchange Limited within India. Accordingly, there are no separate primary reportable segments as per provisions of Accounting Standard (AS) 17 on 'Segment Reporting'.
- 3 Securities and Exchange Board of India (SEBI) vide its Order no. WTM/RKA/MRD-DSA/11/2014 dated March 19, 2014 had declared Financial Technologies (India) Limited (FTIL) as not fit and proper person to acquire or hold any equity share or any instrument that provide for entitlement for equity shares or rights over equity shares at any future date in a recognized stock exchange or clearing corporation either directly or indirectly. On an appeal filed by FTIL, against the said SEBI Order, the Securities Appellate Tribunal has by an Order dated July 09, 2014 upheld the said Order of SEBI and extended time for divesting these shares by four weeks from the date of its Order. Further the Company sent letters to the Financial Technologies (India) Limited on October 8, 2014 and December 8, 2014 regarding divestment of their stake in the Company, in reply to these letters the Financial Technologies (India) Limited informed us that they are in search of the suitable buyer to acquire their stake in the Company.
- 4 There is a change in the arrangement between MCX Stock Exchange Ltd (MCX-SX) with Financial Technologies (India) Limited with regards to certain Technology Cost. This had an impact on the Technology charges levied by MCX-SX on the Company and correspondingly Clearing & Settlement Fees levied by the company. The June Quarter accounts were drawn on the basis of the Technology cost of Rs.486.47 Lacs and Clearing & settlement fees of Rs.443.78 Lacs. The revised arrangement was with effect from April 1, 2014. As a result of this arrangement there has been substantial reduction in cost. The necessary changes in the books giving retrospective effect from April 1, 2014 have impacted the quarter and six month ended September 30, 2014. This change has led to reversal of Income amounting to Rs.220.80 Lacs and Technology expenses amounting to Rs.192.00 Lacs in quarter ended September 30, 2014 and nine months ended on December 31, 2014. The net impact of this has been disclosed under extra-ordinary item no. 6.
- 5 In FY 2013-14, due to negotiations between Financial Technologies (I) Ltd (FTIL) and MCX Stock Exchange Ltd (MCX-SX) for various technology cost levied by FTIL, no provision was made by MCX-SX towards certain Technology Cost. As per the agreement, part of the Technology Cost were to be billed to MCX-SX Clearing Corporation Ltd (MCX-SX CCL). On crystallization of the above technology cost in current quarter MCX-SX billed Rs.225.64 Lacs to MCX-SX CCL which pertains to FY 2013-14. This has amounted in short recognition of Clearing and Settlement charges of Rs.259.49 Lacs pertaining to FY 2013-14 by MCX-SX CCL, hence net impact of Rs.33.85 Lacs has been disclosed in the quarter and nine month ended December 31, 2014 under Exceptional Items in note no.6.
- 6 Pursuant to the enactment of Companies Act, 2013, the company has revised the estimated useful life of its fixed assets to ensure compliance with the stipulations of Schedule II of the act. Depreciation of Rs 3.03 lacs related to assets whose life has expired as on April 1, 2014 needs to be adjusted against retained earnings. Depreciation effect on the same was charged to Profit and Loss Account in the first quarter which has now been routed through Retained Earnings in the current quarter to ensure compliance with the above provisions.
- 7 Previous year figures have been re-grouped, re-arranged and re-classified wherever necessary, to make them comparable.

For and on behalf of the Board
MCX-SX Clearing Corporation Limited

Place : Mumbai
Dated : January 27, 2015

U.Venkataraman
MD & CEO