

PART I Statement of Unaudited financial results for the quarter ended 30/06/2014 (₹ In Lakhs)

Particulars	Standalone			
	3 months ended			Year to date for the year ended
	30/06/2014 (Unaudited)	31/03/2014 (Audited)	30/06/2013 (Unaudited)	31/03/2014 (Audited)
1 Income from operations				
(a) Net Sales/ Income from operations	480.56	447.70	502.10	1,822.66
(b) Other operating income	2.73	5.39	4.04	37.38
Total income from operations (net)	483.29	453.09	506.14	1,860.04
2 Expenses				
(a) Purchases of Stock in Trade	-	-	-	0.30
(b) Employee benefits expense	408.20	387.63	402.56	1,594.90
(c) Software development expenses	18.64	12.99	81.33	137.63
(d) Depreciation and amortisation expense	19.57	19.77	20.62	81.88
(e) Other expenses	39.38	58.22	48.98	201.72
(f) Irrecoverable debts/ advances written off	-	-	-	57.90
Total expenses	485.79	478.61	553.49	2,074.33
3 Loss from operations before other Income, finance costs and exceptional Items (1-2)	(2.50)	(25.52)	(47.35)	(214.29)
4 Other Income	1.37	1.39	33.16	73.01
5 Loss from ordinary activities before finance costs and exceptional Items (3 ± 4)	(1.13)	(24.13)	(14.19)	(141.28)
6 Finance costs	31.09	25.45	20.61	92.06
7 Profit/ (Loss) from ordinary activities after finance costs but before exceptional Items (5 ± 6)	(32.22)	(49.58)	(34.80)	(233.34)
8 Exceptional items	-	-	-	-
9 Profit/ (Loss) from ordinary activities before tax (7 ± 8)	(32.22)	(49.58)	(34.80)	(233.34)
10 Tax Expense	-	-	-	(7.30)
11 Net Loss from ordinary activities after tax (9 ± 10)	(32.22)	(49.58)	(34.80)	(240.64)
12 Extraordinary items (net of tax expenses ₹ Lakhs)	-	-	-	-
13 Net Loss for the period (11 ± 12)	(32.22)	(49.58)	(34.80)	(240.64)
14 Share of profit / (loss) of associates	-	-	-	-
15 Minority interest	-	-	-	-
16 Net Loss after taxes, minority interest and share of profit / (loss) of associates (13 ± 14 ± 15)	(32.22)	(49.58)	(34.80)	(240.64)
17 Paid-up Equity Share Capital (Face Value Rs.10/- per share)	1,428.31	1,428.31	1,428.31	1,428.31
18 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(455.97)
19. i Earnings Per Share (before Extraordinary Items) (of ₹ 10/- each) (not annualised):				
(a) Basic	(0.23)	(0.35)	(0.24)	(1.68)
(b) Diluted	(0.23)	(0.35)	(0.24)	(1.68)
19. ii Earnings Per Share (after Extraordinary Items) (of ₹ 10/- each) (not annualised):				
(a) Basic	(0.23)	(0.35)	(0.24)	(1.68)
(b) Diluted	(0.23)	(0.35)	(0.24)	(1.68)

See accompanying notes to the financial results.

PART II Select Information for the quarter ended 30/06/2014

Particulars	Standalone			
	3 months ended			Year to date for the year ended
	30/06/2014	31/03/2014	30/06/2013	31/03/2014
A PARTICULARS OF SHAREHOLDING				
1 Public Shareholding				
- Number of shares	7,162,163	7,671,365	7,166,668	7,671,365
- Percentage of shareholding	50.14	53.71	50.18	53.71
2 Promoters and Promoter group Shareholding				
a) Pledged/ Encumbered				
- Number of shares	400,000	400,000	6,865,000	400,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	5.62	6.05	96.47	6.05
- Percentage of shares (as a % of the total share capital of the company)	2.80	2.80	48.06	2.80
b) Non - encumbered				
- Number of shares	6,720,976	6,211,774	251,471	6,211,774
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	94.38	93.95	3.53	93.95
- Percentage of shares (as a % of the total share capital of the company)	47.06	43.49	1.76	43.49
Particulars	3 months ended 30/06/2014			
B INVESTOR COMPLAINTS				
Pending at the beginning of the quarter		Nil		
Received during the quarter		Nil		
Disposed of during the quarter		Nil		
Remaining unresolved at the end of the quarter		Nil		

NOTES:

- The aforesaid Standalone Unaudited Financial Results were reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors at their meeting held on August 08, 2014.
- The Statutory Auditors of the Company have carried out Limited Review of these Standalone Unaudited Financial Results pursuant to clause 41 of the Listing Agreement.
- The Company had given inter corporate deposits to two parties (the entities earlier were covered under related parties) amounting to Rs.3,57,89,799 (including interest) which is due for repayment for more than six months. The said deposits are good for recovery based on the management's best judgment. The management is under process for obtaining third party confirmation/reconciliation, consequential impact, if any, will be provided as and when determined.
- Consequent to enactment of the Companies Act, 2013 and its applicability w.e.f. 1st April 2014, the Company has reworked depreciation on the basis of the useful lives of assets as prescribed in part 'C' of schedule II of the Act and the same has been provided for the quarter ended 30th June 2014. Depreciation for the quarter is lower by Rs.0.02 Lacs due to change in the useful lives of certain assets.
In case of assets where the remaining useful life as on 1st April 2014 is Nil, the carrying amount of such assets have been adjusted to the opening balance of Retained Earnings after retaining their residual value. Accordingly, a sum of Rs.28.23 Lacs has been adjusted against Opening Reserves during the quarter ended 30th June 2014.
- The figures for the quarter ended 31st March, 2014 are balancing figures between audited figures in respect of the full financial year ended 31st March, 2014 and the unaudited published year-to-date figures up to the third quarter ended 31st December, 2013.
- The figures of the previous period / year have been regrouped/ reclassified wherever necessary to conform to current period's classification.

Segment-wise revenue, results and capital employed for the quarter ended June 30, 2014
(₹ In Lakhs)

Particulars	Standalone			
	3 months ended			Year to date for the year ended
	30/06/2014 (Unaudited)	31/03/2014 (Audited)	30/06/2013 (Unaudited)	31/03/2014 (Audited)
1 Segment Revenue				
(a) Asia-Pacific	476.47	447.15	419.18	1,716.48
(b) USA	4.97	4.01	86.96	113.22
(c) Others	1.85	1.93	-	30.34
Total	483.29	453.09	506.14	1,860.04
Less: Inter-segment Revenue				
Total Segment Revenue	483.29	453.09	506.14	1,860.04
2 Segment results ((Loss)/ Profit before tax and interest but after Exceptional Items)				
(a) Asia-Pacific	17.40	(9.98)	(25.47)	(142.66)
(b) USA	(0.77)	1.55	4.24	10.26
(c) Others	0.95	1.14	-	23.19
Total	17.58	(7.29)	(21.23)	(109.21)
Less: Interest	29.74	25.23	20.60	90.04
Less: Un-allocated Expenses net of unallocable income	20.06	17.06	(7.03)	34.09
Profit/ (Loss) before tax	(32.22)	(49.58)	(34.80)	(233.34)
Tax expenses	-	-	-	(7.30)
(Loss)/ Profit after tax	(32.22)	(49.58)	(34.80)	(240.64)
3 Capital employed (Segment Assets less Segment Liabilities)				
(a) Asia-Pacific	691.63	676.53	705.31	676.53
(b) USA	3.95	0.81	(1.10)	0.81
(c) Others	0.61	0.60	(12.80)	0.60
(d) Un-allocated	215.73	294.40	493.50	294.40
Total	911.92	972.34	1,184.91	972.34

NOTES:

- (a) The Company has identified geographical segments as primary segment, having regard to the organizational structure, location of customers, internal financial reporting systems and different risk and returns.
(b) The segments are Asia Pacific, USA and others.
- Unallocated assets represent Fixed and other assets, which are not identifiable to any of the reportable segments as the same are used interchangeably between segments.

For Melstar Information Technologies Limited

Sd/-

Place: Mumbai
Date: August 08, 2014

www.melstar.com

(Vijay Mishra)
Managing Director