



Melstar Information Technologies Limited

CIN : L99999MH1986PLC040604



29.05.2018

BOMBAY STOCK EXCHANGE LIMITED P. J. TOWERS, DALAL STREET, MUMBAI - 400 001	NATIONAL STOCK EXCHANGE OF INDIA LIMITED Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051
SCRIP CODE 532307	MELSTAR

Dear Sirs,

SUB: OUTCOME OF BOARD MEETING HELD ON 29TH MAY, 2018.

REF: OUR LETTER DATED 21.05.2018.

Pursuant to Regulation 30 and Regulation 33 of SEBI (LODR) Regulations, 2015 we wish to inform you that the Board of Directors at its meeting held today i.e. 29th May, 2018 have inter-alia considered and approved the following matters.

1. Audited Financial Results (Standalone) for the year ended 31st March, 2018.
2. Auditors Report for Audited Financial Results for Standalone for the year ended 31st March, 2018.

The Board Meeting commenced at 03.30 P.M. & concluded at 04.30 P.M.

Kindly take the documents on record and acknowledge receipt of the same.

Thanking you,

Yours faithfully,

For **MELSTAR INFORMATION TECHNOLOGIES LIMITED**

(ASHISH MAHENDRAKAR)
CHIEF EXECUTIVE OFFICER

Encl: As above.



Registered Office:
159, 5th Floor, Industry House,
Reclamation, Churchgate,
Mumbai 400 020. INDIA.
Phone : +91(22) 6235 6400
Fax : +91(22) 6235 6402
URL : www.melstar.com

Melstar Information Technologies Limited
 Regd. Office: 159, 5th Floor, Industry House, Reclamation, Churchgate, Mumbai 400020
 CIN : L99999MH1986PLC040604

Audited Financial Results For the Quarter Ended/Year Ended 31, March 2018

(₹ in Lakhs)

PARTICULARS	Quarter ended			Year ended	
	31-03-2018	31-12-2017	31-03-2017	31-03-2018	31-03-2017
1 Revenue from operations	79.46	80.82	250.19	334.97	2,101.71
2 Other income	35.36	318.08	8.66	363.59	12.27
3 Total revenue (1+2)	114.82	398.90	258.85	698.56	2,113.98
4 Expenses					
a Purchase of Stock-in-Trade	-	-	-	-	-
b Employee benefit expense	93.52	112.11	225.79	467.12	1,485.79
c Finance costs	59.59	49.12	40.43	194.07	165.49
d Depreciation and amortization expense	(17.38)	15.05	15.25	28.46	63.43
e Other expenses	59.20	51.37	105.86	262.09	785.65
Total expenses (a+h)	194.93	227.65	387.33	951.74	2,500.36
5 Profit before tax (3-4)	(80.11)	171.25	(128.48)	(253.18)	(386.38)
6 Tax expense:					
Current tax	-	-	-	-	-
Deferred tax	-	-	-	-	-
Excess/Short Provision for tax	16.00	-	-	16.00	-
Total tax expense	16.00	-	-	16.00	-
7 Profit for the year (5-6)	(96.11)	171.25	(128.48)	(269.18)	(386.38)
8 Other comprehensive income					
Items that will not be reclassified to profit or loss					
i. Remeasurement of the defined benefit plans;	(2.68)	(4.74)	(6.32)	(7.42)	(6.32)
ii. Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
Total other comprehensive income for the year (net of tax) (i+ii)	(2.68)	(4.74)	(6.32)	(7.42)	(6.32)
9 Total Comprehensive Income for the year (7+8)	(98.79)	166.51	(134.80)	(276.60)	(392.70)
10 Paid-up Equity Share Capital	142,831,390	142,831,390	142,831,390.00	142,831,390	142,831,390
Face value of share (Rs.)	10.00	10.00	10.00	10.00	10.00
11 Earnings per equity share (EPS) :					
Basic and Diluted EPS (Rs.) (not annualised)	-	-	-	-	-

Notes :-

- The Audited Financial Results for the year ended 31st March, 2018 have been reviewed by Audit committee and thereafter approved by Board of Directors at the meeting held on 29th May, 2018
- The above results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section 133 of the Companies Act, 2013, and other recognized accounting practices and policies to the extent applicable. Beginning April 1, 2017, the company has, for the first time, adopted Ind AS with transition date of April 1, 2016.
- The Figures of last quarter are the balancing figures between Audited Figures in respect of the full financial year and the published year to date figures upto the 3rd Qtr of the current financial year.
- There is possibility that these quarterly financial results may require adjustments before constituting the final Ind AS Financial Statements as of and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised Standard or Interpretations issued by MCA or changes in use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.
- Previous period/ Years figures have been regrouped/ re-stated basis the IND AS 101, 'First Time Adoption Of Indian Accounting Standard' exemptions are considered in the IND AS Financial statements for the year ended 31, March 2018, wherever required.
- Reconciliation of Net Profit as previously reported under Previous GAAP and IND AS for the period as reported above have been given in Anx - I, Reconciliation of Equity as reported under Previous GAAP and IND AS for the period as reported above have been given in Anx - II and Segment information have been given in Anx -III.
- The Company is incurring a losses which may create uncertainties. However, various Initiatives undertaken by the Company in relation to saving cost, optimize revenue management opportunities and enhance ancillary revenues is expected to result in improved operating performance. Further, our continued thrust to improve operational efficiency and initiatives to raise funds are expected to result in sustainable cash flows addressing any uncertainties. Accordingly, the statement of financial results continues to be prepared on a going concern basis, which contemplates realization of assets and settlement of liabilities in the normal course of business.

Place : Mumbai
 Date : 29th May, 2018

For Melstar Information Technologies Ltd

Director



MELSTAR INFORMATION TECHNOLOGIES LIMITED

Balance Sheet as at March 31, 2018

(₹ in Lakhs)

Sr.No	PARTICULARS	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
	ASSETS			
1	Non-current assets			
	a. Property, plant and equipment	628	696	762
	b. Intangible Assets	-	-	-
	c. Intangible Assets under development	235	235	233
	d. Investment Property	-	-	-
	e. Financial assets	-	-	-
	i. Investments	226	46	95
	f. Other non-current assets	41	45	35
	Total Non-Current Assets	1,130	1,022	1,125
2	Current assets			
	a. Financial assets			
	i. Trade receivables	110	203	448
	ii. Cash and cash equivalents	18	13	3
	iii. Bank balances other than (iii) above	-	-	-
	iv. Loans & Deposits	324	280	183
	b. Current Tax Assets (Net)	718	673	459
	c. Other current assets	43	55	556
	Total Current Assets	1,213	1,224	1,649
	Total Assets (1+2)	2,344	2,247	2,771
	EQUITY AND LIABILITIES			
1	Equity			
	a. Equity share capital	1,428	1,428	1,428
	b. Other equity	(1,302)	(1,025)	(633)
	Total Equity	126	403	795
2	LIABILITIES			
	Non-current liabilities			
	a. Financial Liabilities			
	i. Borrowings	-	1	3
	b. Provisions	45	44	53
	Total Non-Current Liabilities	45	45	56
3	Current liabilities			
	a. Financial liabilities			
	i. Borrowings	1,164	1,009	943
	ii. Trade payables	-	-	-
	a. Total outstanding dues of micro enterprises and small enterprises	-	-	-
	b. Total outstanding dues of creditors other than micro enterprises and small enterprises	686	550	785
	iii. Other financial liabilities	4	4	3
	b. Provisions	22	13	18
	c. Current tax Liabilities	-	-	-
	d. Other current liabilities	297	223	171
	Total Current Liabilities	2,173	1,799	1,920
	Total Equity and Liabilities (1+2+3)	2,344	2,247	2,771



Annexure - I

Reconciliation of the financial results to those reported under previous Generally Accepted Accounting Principles are Summarised as follows

(₹ in Lakhs)

Particulars	For Quarter Ended March 2017	For Year Ended March 2017
Net Profit after tax as reported under previous GAAP	(128)	(386)
Effect of measuring investments at Fair Value through profit or loss	-	-
Amortization of Loan	-	-
Deferred taxes adjustments	-	-
Remeasurement of defined benefit plans recognised in Other Comprehensive Income (net of tax)	(6)	(6)
Net Profit for the year / period as per Ind AS	(134)	(392)
Other Comprehensive Income (net of tax)		-
Total Comprehensive Income for the year / period as per Ind AS	(134)	(392)



Annexure - II

Reconciliation of Equity as reported under previous GAAP is summarised as follows :

(₹ in Lakhs)

Particulars	For the year ended March 31, 2017	For the year ended April 1, 2016
Total equity (Shareholder's funds under Previous GAAP)	403	796
Reversal of proposed dividend (including dividend distribution tax) in the absence of obligating event	-	-
Effect of measuring Loans at amortised cost	-	-
Effect of measuring investments in Equity Shares & Mutual funds at fair value through profit or loss	-	-
Deferred tax on Ind AS adjustments	-	-
Total equity under Ind AS	403	796



Annexure - III

Melstar Information Technologies Limited

Regd. Office: 159, 5th Floor, Industry House, Reclamation, Churchgate, Mumbai 400020

CIN : L99999MH1986PLC040604

Audited Segment-wise Revenue, Results, Assets and Liabilities

Particulars	Quarter Ended			Year Ended	
	31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
1. Segment Revenue					
(Net sale/income from each segments should be disclosed under this head)					
(a) Segment -A (Software Services)	85.34	80.82	206.19	340.85	2,044.17
(b) Segment -B (IT Infraprojects)	(5.88)	-	44.00	(5.88)	57.54
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales/Income From Operations	79.46	80.82	250.19	334.97	2,101.71
2. Segment Results (Profit)(+)/Loss(-) before tax and interest from each segment					
(a) Segment -A (Software Services)	(21.86)	(69.18)	(96.22)	(292.65)	(114.80)
(b) Segment -B (IT Infraprojects)	(5.88)	-	24.78	(9.67)	(15.72)
Less: (i) Interest	59.59	49.13	37.29	194.07	162.34
Add: (ii) Other Un-allocable Income net off un-allocable expenditure	(11.45)	289.55	(19.78)	219.79	(93.54)
Total Profit Before Tax	(98.78)	171.24	(128.51)	(276.60)	(386.40)
3. Assets					
(a) Segment -A (Software Services)	512.61	584.96	1,064.46	512.61	1,064.46
(b) Segment -B (IT Infraprojects)	126.37	81.01	102.44	126.37	102.44
(c) Unallocated Assets	1,704.02	1,678.40	1,080.12	1,704.02	1,080.12
Total	2,343.00	2,344.37	2,247.02	2,343.00	2,247.02
4. Liabilities					
(a) Segment -A (Software Services)	(1,048.95)	679.80	829.55	(1,048.95)	829.55
(b) Segment -B (IT Infraprojects)	-	-	-	-	-
(c) Unallocated Liabilities	(1,167.57)	1,439.30	1,014.39	(1,167.57)	1,014.39
Total	(2,216.52)	2,119.10	1,843.94	(2,216.52)	1,843.94





Independent Auditor's Report on Standalone Financial Results of Melstar Information Technologies Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors,
Melstar Information Technologies Limited

1. We have audited the accompanying Statement of Standalone Financial Results of **Melstar Information Technologies Limited**, ("the Company"), for the year ended 31st March, 2018, ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation of 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by Circular No.: CIR/CFD/FAC/62/2016 dated July 05, 2016.

This Statement, which is the responsibility of Company's Management and approved by the Board of Directors, has been compiled from the related Standalone Ind AS Financial Statements, which have been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under (' Ind AS') and other Accounting Principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such Standalone Financial Statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance above whether the statement is free from material mis-statement.

An audit involves performing procedures to obtain audit evidence about the amount and the disclosures in the Statement. The procedure selected depends on the Auditor's judgement, including the assessment of the risk of material mis-statement of the statement, whether due to fraud or error. In making those risk assessments, the Auditor considers internal control relevant to the Company's preparation and fair presentation of the statement in order to design audit procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the Accounting Policies used and the reasonableness of the Company's estimates made by the Management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



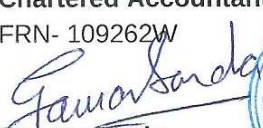
Independent Auditor's Report on Standalone Financial Results of Melstar Information Technologies Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

3. In our opinion and to the best of our information and according to the explanations given to us, the statement:
- a) is presented in accordance with the requirements of Regulation 33 of SEBI Listing Obligations and Disclosure Requirements) Regulation, 2015 as modified by Circular No.: CIR/CFD/FAC/62/2016 dated July, 5th 2016; and
 - b) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other Accounting Principles generally accepted in India of the net profit and other comprehensive income and other financial information of the Company for the year ended 31st March, 2018.
4. The Statement includes the result for the quarter ended 31st March, 2018, being the balancing figure between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year, which were subject to limited review by us.

Emphasis of Matter

5. We draw attention to Note 7 of the annual standalone financial results regarding preparation of the annual standalone financial results on going concern basis for the reasons stated therein. The appropriateness of assumption of going concern is dependent upon realization of the various initiatives undertaken by the Company and/or the Company's ability to raise requisite finance/generate cash flows in future to meet its obligations. Our report is not modified in respect of these matters.

For **SARDA & PAREEK**
Chartered Accountants
FRN- 109262W


Gaurav Sarada
Partner

Membership No- 110208



Place: Mumbai

Date: 29th May, 2018