MELSTARR

August 14, 2024

The Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 400 001
BSE Scrip Code: Equity – 532307

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C/1, Block G
Bandra Kurla Complex,
Bandra (East), Mumbai – 400 051
NSE Scrip Code: Equity – MELSTAR

Sub: Statement of Unaudited Financial Results for the quarter ended on June 30, 2022 and limited review reports thereon.

Dear Sir/Madam,

In furtherance of the letter dated August 08, 2024 and pursuant to Regulation 33(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Statement of Unaudited Financial Results for the quarter ended on June 30, 2022, along with Limited Review Reports submitted by the Statutory Auditors of Melstar Information Technologies Limited ("Company").

The above financial results were approved by the Directors of the Company at a meeting held on August 14, 2024. Given that the Company is under corporate insolvency resolution process pursuant to the provisions of the Insolvency and Bankruptcy Code, 2016, from October 03, 2019 till change of management on July 3, 2024, its affairs, business and assets are being managed by the Resolution Professional, Mr. Neehal Pathan. Considering the above facts and continuing operations of the Company, the financial results have been prepared, approved and signed on a going concern basis by the Resolution Professional. The management of the company is making disclosure of said result as required under Listing Regulation.

The above-mentioned meeting of the Directors of the Company commenced at 05.30 P.M. and concluded at 7.00 P.M.

This is for your information and records.
Thanking you,
Yours faithfully,
For MELSTAR INFORMATION TECHNOLOGIES LIMITED

Meenakshi Ramandasani
Digitally signed by Meenakshi Ramandasani
Date: 2024.08.14 19:13:35 +05'30'

Meenakshi Ramandasani
Company Secretary
M. No. A47336

Encl.: As above

Melstar Information Technologies Limited
CIN: L99999MH1986PLC040604
159, Industry House, 5th Floor, Church gate Reclamation, Mumbai City, Mumbai, Maharashtra, India, 400020

Corporate Office:
Unit No. 1302, 13th floor, "Raheja Centre", The Free Press Journal Marg, Nariman Point, Mumbai – 400 021
Email: cs@melstarrtech.com; Mobile +91 93210 30069

C K S P AND CO LLP
Chartered Accountants
Regd. Off. 103, Sharda Chambers, 1st Floor, 15, Sir V. Thackersey Marg, New Marines Lines, Mumbai – 400 020, Maharashtra, India. Tel: 022 2200 3915. Email: kalpen@ckspllp.com; debmalya@ckspllp.com;

Independent Auditor's Limited Review Report on the Quarterly Unaudited Standalone Financial Results of the Company.

The Board of Directors
MELSTAR INFORMATION TECHNOLOGIES LIMITED

1. We have reviewed the accompanying statement of unaudited Standalone Financial Results of MELSTAR INFORMATION TECHNOLOGIES LIMITED ("the Company") for the Quarter ended 30.06.2022 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations. 2015, as amended.

2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. **Basis for Qualified Conclusion**
   1. With reference to Note No 7 regarding the balance of Trade Payables, Trade Receivables, Loans, Advances, current liabilities, borrowing from others etc. being not confirmed by the parties due to pending reconciliation the management has not sent direct confirmations to parties and hence our inability to state whether these balances are recoverable /payable to the extent stated.

   2. The company has accumulated losses exceeding the share capital and reserves and its net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the standalone financial results of the Company have been prepared on a going concern basis because of the reasons stated in the Note No. 5 to the standalone financial results.

5. **Qualified Conclusion**
   Based on our review conducted and procedure performed as stated in paragraph 3 above, with the exception of the matters described in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results, prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33, of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

CKSP AND CO. LLP FRN-131228W/W 100044

Regd. Off. 103, Sharda Chambers, 1st Floor, 15, Sir V. Thackersey Marg, New Marines Lines, Mumbai – 400 020, Maharashtra, India. Tel: 022 2200 3915. Email: kalpen@ckspllp.com; debmalya@ckspllp.com;

6. Emphasis of Matter

We draw attention to Note No. 6 regarding an application for initiation of corporate insolvency resolution process of Melstar Information Technologies Limited was admitted by the Hon'ble National Company Law Tribunal, Mumbai vide order dated October 1, 2019 under the Insolvency and Bankruptcy Code, 2016 (IBC) and hence currently, the Company is under corporate insolvency resolution process (CIRP).

For C K S P AND CO LLP
Chartered Accountants
FRN - 131228W / W100044

Dhananajay Jaiswal
Partner
M. No. 187686
UDIN: 24187686BKBXNX7596

Place: Mumbai
Date: 14.08.2024

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

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND THREE MONTHS ENDED 30TH JUNE 2022

(Rs. in Lakhs)

	PARTICULARS	Quarter Ended			Year Ended
		June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
		Unaudited	Audited	Unaudited	Audited
1	Revenue from operations	-	-	-	-
2	Other income	-	-	0.17	0.51
3	**Total revenue (1+2)**	**-**	**-**	**0.17**	**0.51**
4	**Expenses**				
a	Employee benefit expense	-	-	0.32	0.32
b	Finance costs	-	-	-	-
c	Depreciation and amortization expense	-	-	-	-
d	Depreciation on Right to Use of Lease Asset	-	-	-	-
e	Other expenses	0.01	14.68	7.96	41.12
	Total expenses (a+e)	**0.01**	**14.68**	**8.28**	**41.44**
5	**Profit before tax (3-4)**	**(0.01)**	**(14.68)**	**(8.11)**	**(40.93)**
6	**Tax expense:**				
	Current tax	-	-	-	-
	Deferred tax	-	-	-	-
	Excess/Short Provision for tax	-	-	-	-
	Total tax expense	**-**	**-**	**-**	**-**
7	**Profit for the year (5-6)**	**(0.01)**	**(14.68)**	**(8.11)**	**(40.93)**
8	**Other comprehensive income**				
	Items that will not be reclassified to profit or loss				
	i. Remeasurement of the defined benefit plans;	-	-	-	-
	ii. Income tax relating to items that will not be reclassified to	-	-	-	-
	Total other comprehensive income for the year (net of tax) (i+ii)	-	-	-	-
9	**Total Comprehensive Income for the year (7+8)**	**(0.01)**	**(14.68)**	**(8.11)**	**(40.93)**
10	**Paid-up Equity Share Capital**	1,428.31	1,428.31	1,428.31	1,428.31
	Face value of share (Rs.)	10.00	10.00	10.00	10.00
11	**Earnings per equity share (EPS) :**				
	Basic and Diluted EPS (Rs.) (not annualised)	-	(0.10)	(0.06)	(0.29)

Notes :-

1. The Above Financial Results for the quarter ended 30th June 2022 have been reviewed by Audit committee and are approved by Board of Directors at the meeting scheduled on 14th August 2024. The Accounts approved by Directors are submitted to Resolution Professional (RP) who have reviewed the same.
2. 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.
3. The Ministry of Corporate Affairs has notified Indian Accounting Standard 116 ('Ind AS 116'), Leases, with effect from 1 st April, 2019. The Standard primarily requires the Company, as a lessee, to recognize, at the commencement of the lease a right-to-use asset and a lease liability (representing present value of unpaid lease payments). Such right-to-use assets are subsequently depreciated and the lease liability reduced when paid, with the interest on the lease liability being recognized as finance costs, subject to certain remeasurement adjustments.
   Since the company is having short term leases (less than a year) and according to the current situation there is uncertainty of renewal of lease contracts thus the impact of INDAS 116 has been reversed.
4. The figures for the previous period/ year have been regrouped/ reclassified, wherever necessary, to conform to the current period/ year classification.
5. The Company is incurring a losses and was in NCLT which created uncertainlties. 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 uncertainities. 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.
6. An application for initiation of corporate insolvency resolution process of Melstar Information Technologies Limited was admitted by the Hon ble National Company Law Tribunal, Mumbai vide order dated October 1, 2019 under the Insolvency and Bankruptcy Code, 2016 (IBC) and hence currently, the Company is under corporate insolvency resolution process (CIRP). Mr. Neehal Pathan (IBBI registration number IBBI/IPA-001/IP-P01561/2018-19/12406) was appointed as the IRP vide this order. Mr. Neehal Pathan was subsequently confirmed by the Committee of Creditors as the Resolution Professional (RP) in its meeting dated October 30, 2019 under the provisions of IBC.

   The Section 20 (1) of IBC, 2016 reads as follows -
   The resolution professional shall make every endeavour to protect and preserve the value of the property of the corporate debtor and manage the operations of the corporate debtor as going concern.

   Accordingly, the Resolution Professional has been managing the operations of the Company as a going concern . Considering the above facts and continuing operations of the Company, the financial results have been prepared, approved and signed on a going concern basis by the Resolution Professsional. The managment of the company is making discsousure of said result as required under listing regulation.
7. As explained to us by the current management after taking into consideration NCLT order dated 01/11/2023 with regard to the confirmation of Trade Payables, Trade Receivables, Loans and Advances, Current Liabilities, Borrowings from others etc. we are unable to provide, since the company was under NCLT process and Resolution Professional Mr. Neehal Mahamulal Pathan neither handed over any confimation he received in past years, nor he provided details / information of Trade Payables, Trade Receivables, Loans and Advances, Current Liabilities, Borrowings from others. The current managment will try to ensure their realisability for the same and if it is not payable/recoverable then the required provisions will be made in current financial year.

For Melstar Information Technologies Limited

Neehal Mahamulal Pathan
Neehal Mahamulal Pathan
Resolution Professional
Reg. No.IBBI/IPA-001/IP-P/01561/2018-19/12406

Place : Mumbai
Date: 14.08.2024

CKSP AND CO LLP FRN-131228W/W 100044

Vineet Govardhan Prasad Shah
Managing Director

MELSTAR INFORMATION TECHNOLOGIES LIMITED MUMBAI