

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

SUB: UNAUDITED FINANCIAL RESULTS & LIMITED REVIEW REPORT FOR THE SECOND QUARTER AND SIX MONTHS ENDED 30.09.2017

REF: OUR LETTER DATED 03.11.2017.

Pursuant to the provisions of the Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose herewith the statement showing the details of **Unaudited Financial Results** along with Limited Review Report for the **Second Quarter and Six months ended 30.09.2017** and pursuant to provision of regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, the Board of Directors has considered and approved the following matters:

- 1) Appointment of Mr. Bhalchandra Shinde as Non Executive Director of the Company.
- 2) Appointment of Mr. Durgesh Jadhav as Independent and Non Executive Director of the Company.
- 3) Appointment of Mr. Ashish Mahendrakar as the Chief Executive Officer of the Company.
- 4) Resignation of Mr. Suresh Mitbaokar as Non Executive Director of the Company.
- 5) Resignation of Ms. Rasika Kadam as Independent and Non Executive Director of the Company.

The Board Meeting commenced at 4.30 PM & concluded at 5.15 PM.

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

Thanking you,
Yours faithfully,

For **MELSTAR INFORMATION TECHNOLOGIES LIMITED**



(SONI KANOJIA)
DIRECTOR
Encl: As above.



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UNAUDITED FINANCIAL RESULTS FOR THE HALF YEAR/QUARTER ENDED 30TH SEPTEMBER, 2017

PARTICULARS	For Quarter Ended				For Half Ended			
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016	March 31, 2017		
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)		
1 Revenue from operations	86.67	88.02	668.07	174.69	1,351.30	2,101.71		
2 Other Income	10.05	0.10	2.48	10.15	2.50	12.27		
3 Total revenue (1+2)	96.72	88.12	670.55	184.84	1,353.80	2,113.98		
4 Expenses								
Cost of materials consumed		-						
Purchase of Software Services and IT infra services								
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	123.57	137.92	440.24	261.50	885.71	1,492.11		
Employee Benefit expense	48.26	37.10	44.77	85.35	84.91	165.49		
Finance costs	15.45	15.34	16.18	30.79	32.27	63.43		
Depreciation and amortization expense	91.47	60.05	256.81	151.52	493.34	785.65		
Other expenses	278.75	250.41	758.00	529.16	1,496.23	2,506.69		
Total expenses	(182.03)	(162.29)	(87.45)	(344.32)	(142.43)	(392.71)		
5 Profit before tax (5+6)								
6 Tax expense:								
Current tax								
Deferred tax								
Excess/Short Provision for tax								
Total tax expense		-	-					
7 Profit for the year (5-6)	(182.03)	(162.29)	(87.45)	(344.32)	(142.43)	(392.71)		
8 Other comprehensive income								
A 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 profit or loss								
B Items that will be reclassified to profit or loss								
i. Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-		
Total other comprehensive income for the year (net of tax) (1+11)	-	-	-	-	-	-		
9 Total Comprehensive Income for the year (7+8)	(182.03)	(162.29)	(87.45)	(344.32)	(142.43)	(392.71)		
10 Earnings per equity share (EPS) :								
Basic and Diluted EPS	(1.27)	(1.14)	(0.61)	(2.41)	(1.00)	(0.27)		
Face value of share	10.00	10.00	10.00	10.00	10.00	10.00		
Paidup Equity Shares Capital	1,428.31	1,428.31	1,428.31	1,428.31	1,428.31	1,428.31		

Notes :-

- The above results have been reviewed by the Audit committee and thereafter approved by the Board of Directors at the meeting held on November
- The above results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section
- The Ind AS compliant corresponding figures for the quarters ended September 30, 2017 and September 30, 2016 have not been subjected to review.
- There is a possibility that these quarterly financial results may require adjustments before constituting the final Ind AS Financial Statements as of and
- The figures for the previous period/ year have been regrouped/ reclassified, wherever necessary, to conform to the current period/ year classification.

For Meistar Information Technologies Limited

Place : Mumbai
 Date : 13.11.2017

Director



Melstar Information Technologies Limited
Balance Sheet as at September 30, 2017

(Rs in Lakh)

	PARTICULARS	As at September 30, 2017	As at March 31, 2017
	ASSETS		
1	Non-current assets		
	a. Property, plant and equipment	665.12	695.87
	b. Capital Work-in-progress		
	c. Intangible Assets	0.15	0.18
	d. Intangible Assets under development	235.47	235.47
	e. Financial assets		
	i. Investments	46.40	46.40
	ii. Other financial assets		
	f. Other non-current assets	742.22	717.59
	Total Non-Current Assets	1,689.35	1,695.51
2	Current assets		
	a. Inventories		
	b. Financial assets		
	i. Investments		
	ii. Trade receivables	121.90	203.42
	iii. Cash and cash equivalents	50.66	13.37
	iv. Bank balances other than (iii) above		
	vi. Other financial assets	53.08	55.20
	b. Other current assets	299.25	279.51
	Total Current Assets	524.90	551.51
	Total Assets (1+2)	2,214.25	2,247.02
	EQUITY AND LIABILITIES		
1	Equity		
	a. Equity share capital	1,428.31	1,428.31
	b. Other equity	-1,369.55	-1,025.23
	Total Equity	58.76	403.08
2	LIABILITIES		
	Non-current liabilities		
	a. Financial Liabilities		
	(i) Borrowings		
	(ii) Other Financial Liabilities	0.38	1.45
	b. Deferred tax Liabilities		
	d. Long term Provision	46.99	43.72
	Total Non-Current Liabilities	47.37	45.17
3	Current liabilities		
	a. Financial liabilities		
	i. 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	1,237.97	1,009.41
	ii. Other financial liabilities	608.77	550.07
	b. Provisions	248.18	226.08
	c. Current tax Liabilities		
	d. Other current liabilities	13.20	13.20
	Total Current Liabilities	2,108.12	1,798.76
	Total Equity and Liabilities (1+2+3)	2,214.25	2,247.02



Annexure - I

Total Comprehensive Income reconciliation for the half year ended Septmeber 30, 2017 and year ended March 31, 2017

Particulars	For the Quarter ended 30th September, 2016	For half year Ended 30th September, 2016	(Rs. in Lakhs) For the year ended March 31, 2017
Net Profit after tax as reported under previous GAAP	(87.45)	(142.43)	(392.71)
Effect of measuring investments at Fair Value through profit or loss			
Deferred taxes adjustments			
Net Profit for the year / period as per Ind AS	(87.45)	(142.43)	(392.71)
Other Comprehensive Income (net of tax)		-	-
Total Comprehensive Income for the year / period as per Ind AS	(87.45)	(142.43)	(392.71)



Annexure - II

Equity reconciliations as at March 31, 2017 and April 1, 2016

(Rs. in Lakhs)

Particulars	Notes	For the year ended March 31, 2017	For the year ended April 1, 2016
Total equity (Shareholder's funds under Previous GAAP)		(1,025.23)	(632.52)
Reversal of proposed dividend (including dividend distribution tax) in the absence of obligating event		-	-
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		(1,025.23)	(632.52)



Unaudited Segment-wise Revenue, Results, Assets and Liabilities

(Rs. in Lakhs)

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2017	30.06.2017	30.09.2016	30.09.17	30.09.16	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1. Segment Revenue (Net sale/income from each segmentshould be disclosed under this head)						
(a) Segment -A (Software Services)	86.67	88.02	662.59	174.69	1,345.84	2,056.44
(b) Segment -B (IT Infra Project)	-	-	7.96	-	7.96	57.54
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Sales/Income From Operations	86.67	88.02	670.55	174.69	1,353.80	2,113.98
2. Segment Results (Profit)(+)/Loss(-) before tax and interest from each segment)						
(a) Segment -A (Software Services)	(95.70)	(105.91)	0.16	(201.61)	9.73	(121.11)
(b) Segment -B (IT Infra Project)	(1.83)	(1.96)	(18.55)	(3.79)	(20.56)	(15.72)
Less: (i) Interest	48.25	37.10	44.77	85.35	84.91	162.34
Add: (ii) Other Un-allocable Income net off un-allocable expenditure	(36.25)	(17.32)	(24.30)	(53.57)	(46.70)	(93.54)
Total Profit Before Tax	(182.03)	(162.29)	(87.45)	(344.32)	(142.43)	(392.71)
3. Assets						
(a) Segment -A (Software Services)	895.31	996.15	1,391.56	895.31	1,434.15	1,064.46
(b) Segment -B (IT Infra Project)	104.04	104.04	62.03	104.04	70.84	102.44
(c) Unallocated Assets	1,214.90	1,138.24	1,177.16	1,214.90	872.85	1,080.12
Total	2,214.25	2,238.43	2,630.75	2,214.25	2,377.84	2,247.02
4. Liabilities						
(a) Segment -A (Software Services)	912.88	892.67	1,038.21	912.88	1,038.21	829.55
(b) Segment -B (IT Infra Project)	-	-	8.83	-	8.83	-
(c) Unallocated Liabilities	1,242.61	1,055.81	930.35	1,242.61	930.35	1,014.39
Total	2,155.49	1,948.48	1,977.39	2,155.49	1,977.39	1,843.94





Limited Review Report

To,
The Board of Directors,
MELSTAR INFORMATION TECHNOLOGIES LIMITED

We have reviewed the accompanying statement of unaudited financial results of **MELSTAR INFORMATION TECHNOLOGIES LIMITED**, for the period ended September 30, 2017, being submitted by the Company in pursuant to the requirement of Regulation 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 and "CIR/IMD/DF1/69/2016" dated August 10, 2016. This statement is the responsibility of the Company's Management and has been approved by the 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 read with relevant rules issued thereunder and accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review Financial Statements 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards and 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 as modified by Circular No. "CIR/CFD/FAC/62/2016" dated July 05, 2016 and "CIR/IMD/DF1/69/2016" dated August 10, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Sarda & Pareek

Chartered Accountants

FRN 109262W


Pranavesh Bhawe

Partner

Membership No.104928

Date: November 13, 2017

Place: Mumbai

