

xchanging.com

XSL/SE/2014

Aug 11, 2014

The Asst. Vice President,
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E)
MUMBAI - 400 051
Fax :No. 022 – 26598237 / 8

Department of Corporate Services -
CRD
Bombay Stock Exchange Limited,
Floor 25, Phiroze Jeejeebhoy
Towers, Dalal Street
MUMBAI - 400 001
Fax No. 022 – 22723121

Dear Sir,

Sub: Outcome of the Board Meeting

With reference to the subject mentioned above, we hereby write to inform you that the Board of Directors of the Company in its meeting held today, August 11, 2014, inter alia, has considered and approved the unaudited financial results of the Company for the quarter and half year ended June 30, 2014

This is for your information and records.

Thanking you,

Yours faithfully,
for Xchanging Solutions Limited



Vijayamahantesh V. Khannur
Company Secretary

PART I Statement of Standalone Unaudited Results for the Quarter Ended 30/06/2014 (Rs in lakhs)							
Sl. No.	Particulars	3 months ended 30/06/2014	Preceding 3 months ended 31/03/2014	Corresponding 3 months ended 30/06/2013 in the previous year	Year to date figures for current period ended 30/06/2014	Year to date figures for previous period ended 30/06/2013	Previous year ended 31/12/2013
	(Refer Notes Below)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Income from operations						
	Net sales/ Income from operations	4,023	3,519	2,836	7,542	5,323	11,211
	Total Income from operations (net)	4,023	3,519	2,836	7,542	5,323	11,211
2.	Expenses						
a)	Employee benefits expenses	2,012	2,144	1,558	4,156	3,071	6,490
b)	Project work expenses	547	234	160	781	258	523
c)	Exchange loss/gain	(118)	163	(821)	45	(413)	(777)
d)	Depreciation and amortisation expense	100	104	101	204	800	434
e)	Other expenses	761	864	659	1,625	1,231	2,054
	Total Expenses	3,302	3,509	1,997	6,811	4,345	9,624
3.	Profit from operations before other income, finance costs and exceptional items (1-3)	721	10	871	731	978	1,567
4.	Other income	207	162	113	389	226	1,163
5.	Profit from ordinary activities before finance costs and exceptional items (3+4)	928	172	984	1,100	1,205	2,750
6.	Finance costs	5	5	4	10	8	17
7.	Profit from ordinary activities after finance costs but before exceptional items (5-6)	923	167	980	1,090	1,195	2,733
8.	Exceptional items	-	-	-	-	-	(165)
9.	Profit (+) / Loss (-) from ordinary activities before tax (7-8)	923	167	980	1,090	1,195	2,568
10.	Tax expense	485	87	485	562	603	744
11.	Net Profit (+) / Loss (-) for the period (8-10)	438	79	495	528	592	1,824
12.	Paid up equity share capital (Face value per share Rs 10/-)	11,140	11,140	11,140	11,140	11,140	11,140
13.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year (includes debit balance of profit & loss a/c, if any)						5,625
14.	Earning / (Loss) per share (of Rs 10/- each) (not annualised)						
a)	Basic	0.41	0.06	0.44	0.47	0.45	1.68
b)	Diluted	0.41	0.06	0.44	0.47	0.45	1.63

PART II Select Information for the Quarter ended 30/06/2014							
	Particulars	3 months ended 30/06/2014	Preceding 3 months ended 31/03/2014	Corresponding 3 months ended 30/06/2013 in the previous year	Year to date figures for current period ended 30/06/2014	Year to date figures for previous period ended 30/06/2013	Previous year ended 31/12/2013
A	PARTICULARS OF SHAREHOLDING						
1.	Public shareholding						
	- Number of Shares	27,850,929	27,850,929	27,850,929	27,850,929	27,850,929	27,850,929
	- Percentage of shareholding	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%
2.	Promoters and promoter group Shareholding						
a.	Pledged / Encumbered						
	-Number of Shares	-	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	-	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of the total share capital of the Company)	-	-	-	-	-	-
b.	Non Encumbered						
	-Number of Shares	83,552,787	83,552,787	83,552,787	83,552,787	83,552,787	83,552,787
	-Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	-Percentage of shares (as a % of the total shareholding of the total share capital of the Company)	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%

	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

Xehang Solutions Limited		(Rs in lakhs)	
Standalone Statement of Assets and Liabilities		As at current half year end 30/06/2014	As at previous year end 31/12/2013
Particulars			
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital		11,140	11,140
(b) Reserves and surplus		6,153	5,895
Sub-total - Shareholders' funds		17,293	16,765
Non-current liabilities			
(a) Long-term borrowings		105	126
(b) Other long-term liabilities		94	17
(c) Long-term provisions		594	660
Sub-total - Non-current liabilities		723	703
Current liabilities			
(a) Trade payables		2,128	1,928
(b) Other current liabilities		1,359	2,867
(c) Short-term provisions		1,237	685
Sub-total - Current liabilities		4,724	5,480
TOTAL - EQUITY AND LIABILITIES		22,740	22,948
ASSETS			
Non-current assets			
(a) Fixed assets		601	665
(b) Non-current investments		5,874	5,874
(c) Deferred tax assets		893	681
(d) Long-term loans and advances		3,108	2,224
(e) Other non-current assets		128	105
Sub-total - Non-current assets		10,402	9,519
Current assets			
(a) Trade receivables		6,514	4,270
(b) Cash and bank balances		4,374	5,053
(c) Short-term loans and advances		1,105	1,798
(d) Other current assets		1,345	2,306
Sub-total - Current assets		12,338	13,427
TOTAL - ASSETS		22,740	22,948

Notes to above results :

- The above financial results of Xehang Solutions Limited (the Company) have been reviewed and recommended by the Audit Committee, and approved by the Board of Directors on August 11, 2014 and a limited review has been carried out by the statutory auditors of the Company.
- The Company has only one primary segment viz., Information Technology (IT) services and accordingly the above results relate to this segment.
- On August 1, 2002, the Company issued 1,500,000, 11% debentures of face value of Rs. 100 each. The debentures were repayable at par at the end of five years from the date of issuance. Based on the orders of the Debt Recovery Tribunal, the Company had issued duplicate debenture certificates for 625,000 debentures. In favour of a Bank and these debentures were redeemed in June 2007. Post redemption of these debentures, a civil suit was filed against the Company by Third Party claiming rights over the said 625,000 debentures. Decision on this suit is still pending before Hon'ble Madras High Court. On the basis of an interim application filed by the Third Party, the Hon'ble High Court passed an interim Order restraining the Company from reflecting the redemption of debentures and directing the Company to continue to show it as due and payable. The Company has filed an appeal against the interim order, pending which no adjustment has been made in these accounts.
- Exceptional item of Rs 185 for the year ended December 31, 2013 relates to reversal of provision for portion of the security deposit made in prior years.
- The amounts for the previous period have been reclassified wherever necessary to conform to the current period's presentation.

Place : London, United Kingdom
Date : August 11, 2014

By Order of Board

David Bauerfeld
David Bauerfeld
Executive Director