



MONARCH
NETWORTH CAPITAL

wealthcare redefined

14th February, 2018

To,
The Manager - CRD
BSE Limited,
Phiroze Jeejeebhoy Tower,
Dalal Street, Fort,
Mumbai - 400 001

Dear Sir,

Scrip Code No. 511551

Sub.: Outcome of the Board meeting held today i.e. 14th February, 2018

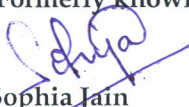
This is to inform you that the Board of Directors of the Company in its meeting held today i.e. Wednesday, 14th February, 2018 which commenced at 11.00 a.m. and concluded at 01.00 p.m., inter-alia, have considered and approved the following matters among other businesses:

- 1) Approved the Standalone Un-Audited Financial Results of the Company for the Quarter & Nine Months ended December 31, 2017 alongwith Limited Review Report.
- 2) Re-appointed Mrs. Manju Bafna (DIN 01459885) as Whole-Time Executive Director of the Company for a period of 5 years w.e.f. February 13, 2018 subject to the approval of the shareholders of the Company in next general meeting.
- 3) Re-appointed Mr. Vaibhav Shah (DIN :00572666) as Managing Director of the Company for a period of 5 years w.e.f. 01st December, 2018 subject to the approval of the shareholders of the Company in next general meeting.
- 4) Approved the Scheme of Merger/ Amalgamation between Network Insurance Broking Private Limited, Network SoftTech Limited, Network Wealth Solutions Limited, Monarch Network Comtrade Limited (subsidiary/associate companies of the Company) ('Transferor Companies') and the Company, namely, Monarch Network Capital Limited ('Transferee Company') under section 230 to 232 of Companies Act, 2013 subject to the approval of the Hon'ble National Company Law Tribunal at Mumbai, the approval of the shareholders & creditors and other authorities.

In respect of this, we hereby enclose the Standalone Un-Audited Financial Results of the Company for the Quarter & Nine Months ended December 31, 2017 alongwith Limited Review Report and Media Release being issued by the Company on the subject which is self-explanatory.

Kindly take the above on your record.

Thanking You,
Yours Faithfully,
For Monarch Network Capital Limited
(Formerly known as Network Stock Broking Limited)


Sophia Jain
Company Secretary
Membership No. A37006



**Monarch Network
Capital Limited**

Registered Office: Office No. 901/902, 9th Floor, Atlanta Centre,
Opp. Udyog Bhavan, Sonawala Road, Goregaon (E), Mumbai-400063.

T: +91-22-30641600
F: +91-22-26850257

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W: www.mnclgroup.com

(Formerly Known as Network Stock Broking Ltd.)

CIN: L65920MH1993PLC075393



MONARCH NETWORK CAPITAL LIMITED
(Formerly known as Network Stock Broking Limited)

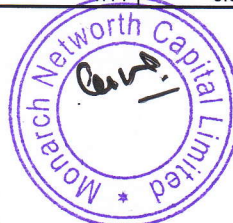
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Regd. Office :901/902, 9th Floor, Atlanta Centre, Sonawala Lane, Opp. Udyog Bhavan, Goregaon (East), Mumbai-400063
Tel No. 022 3064 1600; Fax No. 022 2685 0257; Email: reachus@mncgroup.com; Website: www.mncgroup.com

Statement of Standalone Un-Audited Financial Results for the Quarter and Nine Months ended 31.12.2017

(Rs. In Lacs except EPS)

| Sr. No. | Particulars | Quarter ended | | | Nine Months ended | |
|---------|--|-----------------|-----------------|-----------------|-------------------|-----------------|
| | | 31.12.2017 | 30.09.2017 | 31.12.2016 | 31.12.2017 | 31.12.2016 |
| | | Un-Audited | Un-Audited | Un-Audited | Un-Audited | Un-Audited |
| 1 | Income from operations | | | | | |
| a) | Revenue from operations | 2179.01 | 1678.21 | 1316.71 | 5422.78 | 3948.45 |
| b) | Other Income | 177.27 | 200.78 | 72.61 | 500.78 | 381.99 |
| | Total Income | 2,356.28 | 1,878.99 | 1,389.32 | 5,923.56 | 4,330.44 |
| 2 | Expenses | | | | | |
| (a) | Employees benefit expenses | 570.42 | 542.75 | 377.08 | 1629.76 | 1122.19 |
| (b) | Finance Costs | 41.16 | 36.46 | 96.47 | 123.06 | 237.17 |
| (c) | Depreciation and amortisation expenses | 21.51 | 22.95 | 43.57 | 66.58 | 131.19 |
| (d) | Other expenses | 1057.16 | 761.93 | 679.44 | 2605.5 | 2094.34 |
| | Total expenses | 1,690.25 | 1,364.09 | 1,196.56 | 4,424.90 | 3,584.89 |
| 3 | Profit / (Loss) from ordinary activities before exceptional items (1+2) | 666.01 | 514.9 | 192.76 | 1498.66 | 745.55 |
| 4 | Exceptional items | (2.41) | (0.48) | (2.32) | (1.37) | (152.65) |
| 5 | Profit / (Loss) from ordinary activities before extraordinary items (3+4) | 663.60 | 514.42 | 190.44 | 1,497.29 | 592.90 |
| 6 | Extraordinary items | | | | | |
| 7 | Profit / (Loss) from ordinary activities before tax (5+6) | 663.60 | 514.42 | 190.44 | 1,497.29 | 592.90 |
| 8 | Tax expenses | | | | | |
| | - Current Tax | 135.00 | 79.98 | - | 275.00 | (0.02) |
| | - Short/Excess Prov of Tax | 14.46 | - | - | 16.09 | |
| | - Deferred Tax | 90.74 | 87.53 | - | 192.63 | |
| | Total Tax Expenses | 240.20 | 167.51 | - | 483.72 | (0.02) |
| 9 | Net Profit / (Loss) after tax (7-8) | 423.40 | 346.91 | 190.44 | 1,013.57 | 592.92 |
| 10 | Other Comprehensive Income | | | | | |
| | A(i) Items that will not be reclassified to profit or loss | - | - | - | - | - |
| | (ii) Income tax related to items that will not be reclassified to profit or loss | - | - | - | - | - |
| | B (i) Items that will be reclassified to profit or loss | - | - | - | - | - |
| | (ii) Income tax related to items that will be reclassified to profit or loss | - | - | - | - | - |
| | Total Other comprehensive income (10A+10B) | - | - | - | - | - |
| 11 | Total comprehensive income for the period (9+10) | 423.40 | 346.91 | 190.44 | 1,013.57 | 592.92 |
| | Details of Equity Share Capital | | | | | |
| 13 | Paid-up Equity Share Capital | 3,031.16 | 3,031.16 | 3,031.16 | 3,031.16 | 3,031.16 |
| 14 | (Face Value : 10 Rs Per share) | | | | | |
| 15.i | Earnings per Equity Share of Rs. 10/- each | | | | | |
| | a) Before extra-ordinary items (not annualised) | | | | | |
| | (i)Basic | 1.40 | 1.14 | 0.63 | 3.34 | 1.96 |
| 15.ii | (ii)Diluted | 1.40 | 1.14 | 0.63 | 3.34 | 1.96 |
| | a) After extra-ordinary items (not annualised) | | | | | |
| | (i)Basic | 1.40 | 1.14 | 0.63 | 3.34 | 1.96 |
| | (ii)Diluted | 1.40 | 1.14 | 0.63 | 3.34 | 1.96 |





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Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th February, 2018 and the Statutory Auditors of the Company have carried out the Limited Review of the same.
- 2 Pursuant to Regulation 33 (3) of the SEBI (Listing and Obligations Disclosure Regulations) Requirements, 2015, the Company at its Board Meeting dated 04th September, 2017 has decided to exercise its option to publish the Standalone Un-audited Financial Results of the Company for the quarters ending 30th June, 2017, 30th September, 2017 and 31st December, 2017 during the Financial Year 2017-18.
- 3 The Company adopted Indian Accounting Standards ("IND-AS") from 1st April, 2017 and accordingly, the transition was carried out, from the Accounting Principle's generally accepted in India as specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (previous GAAP), in accordance with IND-AS-101 "First Time adoption of Indian Accounting Standards'. Accordingly the impact of transition has been recorded in opening reserves as at April 1, 2016 and the periods presented have been restated accordingly
- 4 Reconciliation of Net Profits after tax reported in accordance with Indian GAAP to total comprehensive income in accordance with IND-AS is given below:

| Particulars | Quarter Ended 31.12.2016 | Nine Month ended 31.12.2016 |
|--|-----------------------------|--------------------------------|
| Profit after Tax reported in Previous GAAP | 190.44 | 592.92 |
| Total Comprehensive Income as per IND-AS | 190.44 | 592.92 |

- 5 The format for un-audited quarterly results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated November 15, 2015 has been modified to comply with requirements of SEBI's circular CIR/CFD/FAC/62/2016 dated July 5, 2016, IND-AS and schedule III (Division) to the Companies Act, 2013 applicable to companies that are required to comply with IND-AS.
- 6 The statement does not include IND-As compliant results for the previous year ended 31st March, 2017 as the same is not mandatory as per the SEBI's circular dated July 5, 2016.
- 7 The IND-AS financial Results and financial information for the quarter ended 31st Decembet, 2016 have been complied by the management after making necessary adjustments to give a true and fair view of the results. The information has not been subject to Limited Review or audit.
- 8 Other Income as stated above for the Nine Months ended 31.12.2017 includes the Income Tax Refund of Earlier Years, net of Provisions/ MAT Credit Receivable amounting to Rs 124.93 Laks (Rs 41.42 lacs for the Quarter ended 31.12.2017).
- 9 There is a possibility that these Quarterly financial results may require adjustments before constituting the final IND-AS Financial Statements as at and for the year ending 31st March, 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA/appropriate or changes in the use of one or more optional exemptions from full retropective application of certain IND-AS as permitted under IND-AS 101.
- 10 The Company is having single reportable segment as defined in Accounting Standard-17 on 'Segment Reporting' and therefore Segment Reporting is not applicable to the Company.
- 11 The Figures have been regrouped & rearranged where necessary.

By order of the Board of Directors

For Monarch Network Capital Limited
(Formerly known as Network Stock Broking Limited)



Vaibhav Shah
Chairman and Managing Director

Place: Mumbai
Date :14.02.2018



**PAREKH
SHAH
LODHA &**

BKC Centre, 31-E, Laxmi Indl. Estate,
New Link Road, Andheri (W),
Mumbai - 400 053.
Tel. : 022-3070 6021-44 Fax : 022-3070 6033
E-mail : psica1988@gmail.com
psica@bkcadvisors.in

Chartered Accountants

To,
The Board of Directors
MONARCH NETWORK CAPITAL LIMITED
(Formerly known as Networth Stock Broking Limited)
Office No. 901/902, Atlanta Centre,
Opp. Udyog Bhavan, Sonawala Road,
Goregaon (East), Mumbai - 400063

Dear Sirs

Re: **Limited Review Report on the Unaudited Financial Results for the quarter and Nine Months ended 31st December 2017.**

We have reviewed the accompanying statement of unaudited financial results of **MONARCH NETWORK CAPITAL LIMITED** (the Company) for the Quarter and Nine Months ended December 31, 2017 ("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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

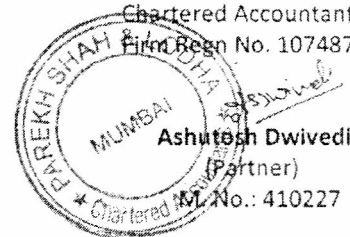
This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard for Interim Financial Reporting (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Engagements to Review of Interim 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 provides 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 other recognized accounting practices and policies 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 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Mumbai
Date: 14th February, 2018

For **PAREKH SHAH & LODHA**
Chartered Accountants
Firm Regn No. 107487W



Ashutosh Dwivedi
(Partner)
Chartered Accountant No.: 410227



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Media Release

Monarch Network Capital Limited, part of Monarch Group announced the financial results on Dated 14th February, 2018 for the Quarter ended 31st December, 2017.

EBITDA ↑ 118.95% (Y to Y)
(728.68 Lacs from 332.80 Lacs)

PAT ↑ 122.33 % (Y to Y)
(423.40 Lacs from 190.44 Lacs)

EBITDA ↑ 26.88% (Q to Q)
(728.68 Lacs from 574.31 Lacs)

PAT ↑ 22.05 % (Q to Q)
(423.40 Lacs from 346.91 Lacs)

Standalone total income for Quarter ended 31st December, 2017 increased by 69.60% from 1389.32 Lacs to 2356.28 Lacs due to increase in revenue from operation of the company. Standalone EBITDA for Quarter ended 31st December, 2017 raise to Rs. 728.68 from Rs 574.31 Lacs in immediate previous Quarter ended 30th September, 2017 and as compare to EBITDA of Rs.332.80 Lacs for quarter ended year on year basis.

Standalone Quarter ended 31st December operating net margin of the company increased to Rs. 551.43 Lacs (25.31%) from Rs. 373.53 Lacs (22.26%) in immediate previous Quarter ended 30th September, 2017. Standalone Earning per share increase to 1.40 from 1.14 in immediate previous Quarter ended 30th September, 2017.

Profit before tax for the quarter amounts to Rs. 663.60 Lacs as compared to Rs. 514.42 Lacs in immediate previous quarter and as compared to Profit of Rs. 190.44 Lacs for quarter ended Year on year basis.



**Monarch Network
Capital Limited**

Registered Office: Office No. 901/902, 9th Floor, Atlanta Centre,
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Nine Month Ended 31.12.2017

Standalone total income for Nine Month ended 31st December, 2017 increased by 36.79% to 5923.56 Lacs from 4330.44 Lacs in Nine Month ended 31st December, 2016 due to increase in revenue from operation of the company. Standalone EBITDA for Nine Month ended 31st December, 2017 raise to Rs. 1688.30 from Rs. 1113.91 in previous year Nine Month ended 31st December, 2016 increase by 51.57 %. Standalone finance cost during the year reduced to 123.06 Lacs from 237.17.00 Lacs due to increase in cash flow on account of profitability or lesser requirement of debt.

Standalone Nine Month ended 31st December operating net margin of the company increased to Rs. 1187.52 Lacs (21.90%) from Rs. 731.92 Lacs (18.54%) in Nine Month ended 31st December, 2016. Standalone Earning per share increase to 3.34 from 1.96 in Nine Month ended 31st December, 2016.

Business spread and diversification:

- 1) During the quarter total 23 new Business Associate connected with Company.
- 2) Company has during the quarterly aggressively started its merchant banking operations and has raised approx 10 mandates which will contribute additional business revenue of 10% to the existing business line.
- 3) Company has further commenced business of Insurance distribution through Life, Health and General Insurance selling.

Sohya