

Melstar Information Technologies Limited

Regd. Office: Melstar House, G4, MIDC Cross Road A, Andheri (E), Mumbai- 400 093

Audited financial results for the quarter and year ended March 31, 2011

(Rs. in Lakhs)

Particulars	Standalone				Consolidated Group	
	Quarter ended March 31		Year ended March 31		Year ended March 31	
	2011 (Audited)	2010 (Audited)	2011 (Audited)	2010 (Audited)	2011 (Audited)	2010 (Audited)
1 a) Net Sales/ Income from Operations	616.87	519.14	2,485.22	1,949.10	2,550.14	2,038.79
b) Other Operating Income	27.53	14.23	36.64	18.11	46.22	85.42
Total	644.40	533.37	2,521.86	1,967.21	2,596.36	2,124.21
2 Expenditure						
a) Employees Cost	509.72	459.52	2,005.19	1,622.20	2,005.19	1,635.77
b) Software Development Expenses	30.14	15.50	95.73	188.54	155.41	263.70
c) Depreciation and Amortisation	21.39	23.23	86.40	92.87	86.40	92.87
d) Other expenditure	70.23	143.04	251.12	417.02	255.48	422.53
Total	631.48	641.29	2,438.44	2,320.63	2,502.48	2,414.87
3 Profit/ (Loss) from Operations before Other Income, Interest and Exceptional Items	12.92	(107.92)	83.42	(353.42)	93.88	(290.66)
4 Other Income	24.35	24.37	97.06	72.08	97.06	72.09
5 Profit/ (Loss) before Interest and Exceptional Items	37.27	(83.55)	180.48	(281.34)	190.94	(218.57)
6 Interest	10.56	13.26	49.40	49.58	49.40	50.14
7 Profit/ (Loss) after Interest but before Exceptional Items	26.71	(96.81)	131.08	(330.92)	141.54	(268.71)
8 Exceptional Items	15.18	-	15.18	-	144.86	529.65
9 Profit/ (Loss) from Ordinary Activities before Tax	41.89	(96.81)	146.26	(330.92)	286.40	260.94
10 Income Tax Earlier Years (Net)	-	-	-	32.80	-	37.80
11 Net Profit/ (Loss) from Ordinary Activities After Tax For The Period/ Year	41.89	(96.81)	146.26	(298.12)	286.40	293.74
12 Paid-up Equity Share Capital (Face Value Rs.10/- per share)	1,428.31	1,428.31	1,428.31	1,428.31	1,428.31	1,428.31
13 Reserves excluding revaluation reserve (net of debit balance in Profit and Loss Account)	-	-	(205.96)	(351.23)	(318.04)	(459.88)
14 Earnings Per Share (EPS) (Before Exceptional Items) Basic and Diluted EPS for the Period/ Year (Rs.)	0.19	(0.68)	0.92	(2.09)	0.99	(1.65)
15 Earnings Per Share (EPS) (After Exceptional Items) Basic and Diluted EPS for the Period/ Year (Rs.)	0.29	(0.68)	1.02	(2.09)	2.01	2.06
16 Public Shareholding						
-Number of shares	7,141,668	7,199,597	7,141,668	7,199,597	7,141,668	7,199,597
-Percentage of shareholding	50.00	50.41	50.00	50.41	50.00	50.41
17 Promoters and Promoter group Shareholding:						
a) Pledged/ Encumbered						
- Number of shares	400,000	2,260,000	400,000	2,260,000	400,000	2,260,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	5.60	31.90	5.60	31.90	5.60	31.90
- Percentage of shares (as a % of the total share capital of the Company)	2.80	15.82	2.80	15.82	2.80	15.82
b) Non-encumbered						
- Number of shares	6,741,471	4,823,542	6,741,471	4,823,542	6,741,471	4,823,542
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	94.40	68.10	94.40	68.10	94.40	68.10
- Percentage of shares (as a % of the total share capital of the Company)	47.20	33.77	47.20	33.77	47.20	33.77

For Melstar Information Technologies Limited

P. V. R. Murthy
(P. V. R. Murthy)
Director

Place : Mumbai
Date: May 19, 2011



MELSTAR INFORMATION TECHNOLOGIES LTD.

NOTES:

- The aforesaid audited results are reviewed by the Audit Committee and taken on record by the Board at its meeting held on May 19, 2011.
- A wholly-owned subsidiary located at UK, was dissolved subsequent to the year-end. Accordingly, Exceptional Item for the year of Rs.15.18 lakhs on account loan written back as no longer payable to said subsidiary, credited to Profit and Loss Account.
- Pursuant to amendment to clause 41 (aaa) of the listing agreement, a statement of assets and liabilities as at end of March 31, 2011 is as under:-

Particulars	(Rs. in Lakhs)			
	Standalone		Consolidated Group	
	6 months ended March 31,		6 months ended March 31,	
	2011	2010	2011	2010
	Audited	Audited	Audited	Audited
SHAREHOLDERS' FUND :				
(a) Capital	1,428.31	1,428.31	1,428.31	1,428.31
(b) Reserves & Surplus	21.37	22.35	796.25	840.81
LOAN FUNDS	264.75	343.65	264.75	335.51
TOTAL	1,714.43	1,794.31	2,489.31	2,604.63
FIXED ASSETS	1,166.81	1,234.59	1,166.81	1,234.59
INVESTMENTS	-	-	-	-
CURRENT ASSETS ,LOANS AND ADVANCES				
(a)Inventories	-	-	-	-
(b)Sundry Debtors	453.52	371.55	469.78	387.60
(c)Cash & Bank balances	25.67	58.96	27.27	65.20
(d) Other current assets	-	0.37	-	0.37
(e) Loans & Advances	325.34	228.17	325.34	228.17
Less: Current Liabilities and Provisions				
(a)Liabilities	429.74	416.35	459.68	555.43
(b)Provisions	54.49	56.56	54.49	56.56
MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)	-	-	-	-
PROFIT & LOSS ACCOUNT	227.32	373.58	1,014.28	1,300.69
TOTAL	1,714.43	1,794.31	2,489.31	2,604.63

- The consolidated financial results:-
 - Exceptional items aggregating Rs.144.86 lakhs for the year are on account of struck off of a wholly-owned subsidiary company located at Singapore during the year and in respect of dissolution of a wholly-owned subsidiary company located at UK, subsequent to the year-end, (on the basis of which the accounts of the said subsidiaries have not been prepared on a going concern basis) and comprise of Rs.100.81 lakhs net liabilities written back as no longer payable and related exchange differences of Rs.44.05 lakhs being the balance lying in the foreign currency translation reserve, credited to the Consolidated Profit and Loss Account.
 - Exceptional items aggregating Rs.529.65 lakhs in the previous year are on account of dissolution of a wholly-owned subsidiary company located at UK, and comprise of Rs.492.41 lakhs net liabilities written back as no longer payable and related exchange differences Rs.37.25 lakhs being the balance lying in the foreign currency translation reserve credited to the Consolidated Profit and Loss Account.
- In view of brought forward tax losses/unabsorbed depreciation and accumulated book losses/depreciation, no provision for income tax has been made for the year.

P. R. Murthy



6. The figures of the previous period / year have been regrouped/ reclassified wherever necessary to conform to current period's classification.
7. Number of investor complaints during the quarter ended 31st March 2011:
Opening: Nil Received: Nil, Disposed off: Nil, Pending: Nil.

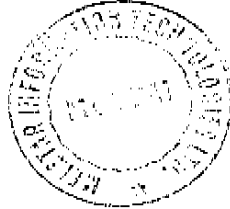
For Melstar Information Technologies Limited

P. V. R. Murthy

(P. V. R. Murthy)
Director

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Place: Mumbai
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Segment-wise revenue, results and capital employed for the quarter and year ended March 31, 2011

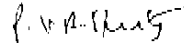
(Rs. in Lakhs)

Sr No	Particulars	Standalone				Consolidated Group	
		Quarter ended March 31		Year ended March 31		Year ended March 31	
		2011 (Audited)	2010 (Audited)	2011 (Audited)	2010 (Audited)	2011 (Audited)	2010 (Audited)
1	Segment Revenue						
	(a) Asia-Pacific	611.92	507.28	2,415.30	1,832.60	2,415.30	1,842.65
	(b) USA	31.09	26.09	105.08	134.61	179.58	238.49
	(c) Others	1.39	-	1.39	-	1.39	10.36
	Total	644.40	533.37	2,521.86	1,967.21	2,596.36	2,091.50
	Less: Inter-segment Revenue	-	-	-	-	-	-
	Total Segment Revenue	644.40	533.37	2,521.86	1,967.21	2,596.36	2,091.50
2	Segment results (Profit/ (Loss) before tax and interest but after Exceptional Items)						
	(a) Asia-Pacific	38.77	(92.35)	174.23	(143.24)	201.54	(131.68)
	(b) USA	(0.61)	(23.21)	6.35	(42.00)	16.82	(33.84)
	(c) Others	1.39	(6.27)	1.29	(6.76)	118.83	455.89
	Total	39.55	(121.83)	181.87	(192.00)	337.19	290.37
	Less: Interest	10.56	13.26	49.40	49.58	49.40	50.14
	Add: Exceptional Item Unallocable to Segment	-	-	-	-	-	77.34
	Less: Un-allocated Expenses net of unallocable income	(17.90)	(38.78)	(13.79)	89.34	1.39	56.63
	Profit/(Loss) before tax	41.89	(96.81)	146.26	(130.92)	286.40	260.94
	Income Tax Earlier Years (Net)	-	-	-	32.80	-	32.80
	Profit/ (Loss) after tax	41.89	(96.81)	146.26	(298.12)	286.40	293.74
3	Capital employed						
	(Segment Assets less Segment Liabilities)						
	(a) Asia-Pacific	827.05	827.78	827.05	827.78	827.05	827.78
	(b) USA	0.55	(3.46)	0.55	(3.46)	(11.54)	(19.44)
	(c) Others	(15.36)	(15.81)	(15.36)	(15.81)	(15.36)	(116.62)
	(d) Un-allocated	410.12	268.57	410.12	268.57	410.12	276.72
	Total	1,222.36	1,077.08	1,222.36	1,077.08	1,210.27	968.44

Notes:-

- (a) The Company has identified geographical segments as primary segment, having regard to the organizational structure, location of customers, internal financial reporting systems and differing risks and returns.
(b) The segments are Asia Pacific, USA and others.
- Unallocated assets represent Fixed and other assets, which are not identifiable to any of the reportable segments as the same are used interchangeably between segments.
- Consolidated Group Segment results (Profit/ (Loss) before tax and interest but after Exceptional Items) includes "Exceptional Items" allocable to the segment "Asia-Pacific" Rs.27.31 lakhs (Previous year Rs. Nil) and segment "Others" Rs.117.55 lakhs (Previous year Rs.452.32 lakhs) (Refer note no.4 (a) above)

For Melstar Information Technologies Limited


(P. V. R. Murthy)
DirectorPlace : Mumbai
Date: May 19, 2011