Bhandari Dastur Gupta & Associates

Chartered Accountants

REPORT ON LIMITED REVIEW OF UNAUDITED FINANCIAL RESULTS

The Board of Directors,
Modern Shares and Stockbrokers Limited,

We have reviewed the accompanying statement of unaudited financial results for the quarter ended on 30th September 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group shareholding' which has been traced from disclosure made by the management and have not been audited by us, of Modern Shares And Stockbrokers Limited. This statement is the responsibility of the Company's management and has been approved by the Board of Directors.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review of interim financial information consists principally of applying analytical procedures for financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an audit opinion.

Based on our review conducted as above, nothing has come to our notice that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with accounting standards notified under the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement

For Bhandari Dastur Gupta & Associates Chartered Accountants

Ritesh M Dedhia

Partner

Membership no. 117 607

Mumbai, 31st October 2014

MODERN SHARES AND STOCKBROKERS LIMITED

Regd. Office: Staircase No.13, North Stand, Wankhede Stadium, Churchgate, Mumbai - 400 020

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED SEPTEMBER 30, 2014

ΑĪ	RTI						(Rs. in Lacs)
Ï		Quarter	Previous	Corresponding			Year
١	Particulars	Ended	Quarter Ended June 30,2014	Quarter Ended	Ended Sept. 30,2014		
	,	Sept. 30,2014	Julie 30,2014	1			
ı		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		(5.15	59.70	49.23	126.87	80.03	173.43
.	(a) Income from Operations	67.17	22.67	23.05	45.84	49.68	96.52
1	(b) Other Operating Income	23.17		72.28	172.71	129.71	269.95
Ì	(c) Total	90.34	82.37	12.28	1/2./1	125./1	209.93
2	Expenditure					14.02	18.56
	(a) Operating Expenses	6.41	5.77	5.53	12.18	14.03	15.56 113.44
	(b) Employee Benefit Expenses	29.42	28.38	24.57	57.80 31.59	47.74 19.58	40.72
	(c) Legal & Professional Charges	17.70	13.89 1.04	12.30 1.56	4.22	3.07	5.97
	(d) Depreciation	3.18 15.80	15.62	20.41	31.42	42.16	75.77
	(e) Other Expenditure (f) Total	72.51	64.70	64.37	137.21	126.58	251.46
					35.50	2.12	10.40
} `	Profit from Operations before Other Income, interest and Exceptional Items (1-2)	17.83	17.67	7.91	35.50	3.13	18.49
ļ	Other Income				-	-	-
5	Profit before interest and Exceptional Items (3+4)	17.83	17.67	7.91	35.50	3.13	18.49
,	Interest and Finance charges	0.31	0.33	0.35	0.64	0.68	1.31
,	Profit after interest but before Exceptional Items (5-6)	17.52	17.34	7.56	34.86	2.45	17.18
	Exceptional Items		_		_		_
	Profit from Ordinary Activities before tax (7+8)	17.52	17.34	7.56	34.86	2,45	17.18
,	Total foliaty Activities before the (7.5)	17.02	1,,,,,,	,]		
0	Tax Expenses			,			1
	(a) Current Tax	6.00	6.00	0.95	12.00		
	(b) Deferred Tax - net write off /(write back)	(1.68)	(0.39)) 1.20	(2.07	(0.99)	(1.3
	(c) MAT Credit	-	1 -	-		-	I -
	(d) Tax for Earlier Years	l :	·	1	0.00	(0.04)	
	(e) Total (a to d)	4.32	5.61	2.15	9.93	(0.04)	4.13
1	Net Profit from Ordinary Activities after tax (9-10)	13.20	11.73	5.41	24.93	2.49	13.00
2	Extraordinary items (net of tax provision)	Nil	Nil	Nil	Nil	Nil	Ni
3	Net Profit for the period (11-12)	13.20	11.73	5.41	24.93	2.49	13.00
	Paid-up Equity Share Capital (Face Value Rs.10)	293.11	293.11	293.11	293.11	293.11	293.11
5	Reserves excluding Revaluation Reserve		•				963.3
16	Earnings Per Share (EPS)				ł	1	1
	Basic and diluted EPS before Extraordinary items for						
	the period, for the year to date and for the previous					0.08	0.4
	year (not annualised) (Rs.)	0.45	0.40	0.18	0.85	0,00	0.4
A	PARTICULARS OF SHAREHOLDING		1		T	T	T
•	Public Shareholding	1		1	1	}	
	Number of shares	766671	765621	1	1		
	Percentage of shareholding	26.16	26.12	2 26.16	26.10	26.16	26.1
	Promoters and Promoter Group Shareholding		1		1		
	a) Pledged/Encumbered	1				****	
	- Number of shares	Nil	Nil	Nil	Nil		Nii N/A
	- Percentage of shares (as a % of the total shareholding	N/A	N/A	N/A	N/A	N/A	N/A
	of promoter and promoter group) - Percentage of shares (as a % of the total share capital	N/A	N/A	N/A	N/A	N/A	N/A

b) Non-Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding	2164454	2165504	2164454	2164454	2164454	2165504
	100.00	100.00	100.00	100.00	100.00	100.00
of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company)	73.84	73.88	73.84	73.84	73.84	73.88

B INVESTOR COMPLAINTS

Particulars	Quarter ended Sept. 30,2014
Pending at the beginning of the quarter	Nil
Received during the quarter	8
Disposed off during the quarter	8
Remaining unresolved at the end of the quarter	Nil

STATEMENT OF ASSETS AND LIABILITIES

┝━		Half Year	Previous
	Particulars	Ended	Accounting
ļ		Sept. 30,2014	Year Ended
			Mar. 31,2014
		(Unaudited)	(Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	Share Capital	293.11	293.11
	Reserves & Surplus	986.00	963.39
2	Current Liabilities	1	
1	Trade Payables	169.90	198.12
1	Other Current Liabilities	32.89	15.77
	Short-term Provisions	14.93	52.95
	TOTAL - EQUITY AND LIABILITIES	1496.83	1523.34
B	ASSETS		
1	Non-current Assets		
	Fixed Assets	21.21	27.29
1	Non-Current Investments	62.60	64.59
	Deferred-tax Assets (net)	5.56	3.48
Į	Long term loans and advances	86.80	87.17
2	1 *		
	Inventories	6.10	2.80
	Current Investments	10.06	57.00
	Trade Receivables	71.22	62.29
	Cash and Bank Balance	1208.02	1183.75
	Short-tens Loans and Advances	25.26	34.97
	TOTAL - ASSETS	1496.83	1523.34

SEGMENT WISE REPORTING OF REVENUE, RESULTS AND CAPITAL EMPLOYED.

	Quarter	Previous	Corresponding	Half Year	Half Year	Year
Particulars	Ended	Quarter Ended	Quarter Ended		Ended	Ended
	Sept. 30,2014	June 30,2014	Sept. 30,2013	Sept. 30,2014	Sept. 30,2013	Mar. 31,2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited
Segment Revenue						
a.Broking Services	67.80	58.31	48.81	126.11	80.42	178.48
b.Proprietory Trading	(0.63)	1.39	(0.03)	0.76	(6.64)	(5.05
Less: Income from Intersegments	-	<u> </u>	-	<u>-</u>	-	-
Total	67.17	59.70	48.78	126.87	73.78	173.43
Segment Result						į.
a.Broking Services	37.92	32.74	26.30	70.66	42.80	88.78
b.Proprictory Trading	(0.63)	1.39	(0.03)		(6.64)	
Total	37.29	34.13	26.27	71.42	36.16	
Less: Interest	0.31	0.33	0.35	0.64	0.68	1.31
Less: Unaflocated expenses net of unaflocated income	19.46	16.47	18.36	35.93	33.03	65.24
Profit before Tax	17.52	17.33	7.56	34.85	2.45	17.18
Capital Employed (Segment Assets - Segment Liabilities)					İ	
Broking Services	1131.67	1107.27	1040.31	1131.67	1040.31	1095.74
Proprietory Trading	6.10	7.62	2.52	6.10	2.52	2.80
Unallocate	141.34	153.34	237.40	141.34	237.40	
Total	1279.11	1268.23	1280.23	1279.11	1280.23	1256.51

Notes:

- 1. The above unaudited results were taken on record at the Board meeting held on October 31, 2014.
- 2. Income from operations include income from trading in securities, which is net of increase/(decrease) in stock for the quarter ended September 30, 2014 (Rs.1.52Lacs) (corresponding previous quarter Rs.0.43Lacs), six months ended September 30, 2013 Rs.3.30Lacs, [corresponding previous half year (Rs.0.38Lacs)], [previous year ended March 31, 2014 (Rs.0.10Lacs)].
- 3. The Segment wise Revenue, Results and Assets & Liabilities figures relate to the respective amounts identifiable to each segments.

 Most of the expenses, assets & liabilities relate to the enterprise as a whole and are shown as unallocated. The Company is engaged in the besiness of sharebroking and is also involved in prorietory trading.
- 4. Effective from 1st April, 2014, The Company has provided depreciation on the basis of the remaining useful lives of the Fixed Assets, as assessed by the management, as specified in Schedule II of the Companies Act 2013. As a result, the depreciation charged for the quarter ended September 30, 2014 is higher by Rs.2.10Lacs. Further, Rs.2.32Lacs has been adjusted against the opening balance of general reserve, being the carrying amount of assets after retaining the residual value in respect of assets where remaining useful lives have been completed.
- 5. Previous period figures have been regrouped and/or re-classified wherever necessary to conform to this period's classifications.
- 6. The cesa is for the quarter and half year ended September 30, 2014 have been reviewed by the Statutory Auditors of the Company.

For and on Behalf of the Board of Directors of Modern Shares and Stockbrokers Limited

Sd/-

Place: Mumbai

Date: Fetober 31, 2014

ANIL MANGHNANI Chairman