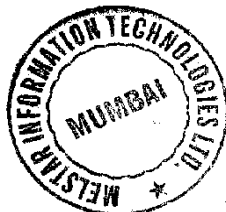


Melstar Information Technologies Limited

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

PART I				
Statement of Unaudited financial results for the quarter ended 30/06/2014				
(₹ in Lakhs)				
Particulars	Standalone			Year to date for the year ended
	3 months ended			
	30/06/2014 (Unaudited)	31/03/2014 (Audited)	30/06/2013 (Unaudited)	
1 Income from operations				
(a) Net Sales/ Income from operations				
(b) Other operating income	480.56	447.70	502.10	1,822.66
Total income from operations (net)	2.73	5.39	4.04	37.38
2 Expenses	483.29	453.09	506.14	1,860.04
(a) Purchases of Stock in Trade	-	-	-	0.30
(b) Employee benefits expense	-	-	-	1,594.90
(c) Software development expenses	408.20	387.63	402.56	137.63
(d) Depreciation and amortisation expense	18.64	12.99	81.33	81.88
(e) Other expenses	19.57	19.77	20.62	201.72
(f) Irrecoverable debts/ advances written off	39.38	58.22	48.98	57.90
Total expenses	485.79	478.61	553.49	2,074.33
3 Loss from operations before other Income, finance costs and exceptional items (1-2)				
4 Other Income	(2.50)	(25.52)	(47.35)	(214.29)
5 Loss from ordinary activities before finance costs and exceptional items (3 ± 4)	1.37	1.39	33.16	73.01
6 Finance costs	(1.13)	(24.13)	(14.19)	(141.28)
7 Profit/ (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)	31.09	25.45	20.61	92.06
8 Exceptional items	(32.22)	(49.58)	(34.80)	(233.34)
9 Profit/ (Loss) from ordinary activities before tax (7 ± 8)	-	-	-	-
10 Tax Expense	(32.22)	(49.58)	(34.80)	(233.34)
11 Net Loss from ordinary activities after tax (9 ± 10)	-	-	-	(7.30)
12 Extraordinary items (net of tax expenses ₹ Lakhs)	(32.22)	(49.58)	(34.80)	(240.64)
13 Net Loss for the period (11 ± 12)	-	-	-	-
14 Share of profit / (loss) of associates	(32.22)	(49.58)	(34.80)	(240.64)
15 Minority interest	-	-	-	-
16 Net Loss after taxes, minority interest and share of profit / (loss) of associates (13 ± 14 ± 15)	(32.22)	(49.58)	(34.80)	(240.64)
17 Paid-up Equity Share Capital (Face Value Rs.10/- per share)	1,428.31	1,428.31	1,428.31	1,428.31
18 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				
19.i Earnings Per Share (before Extraordinary Items) (of ₹ 10/- each) (not annualised):				(455.97)
(a) Basic				
(b) Diluted	(0.23)	(0.35)	(0.24)	(1.68)
19.ii Earnings Per Share (after Extraordinary Items) (of ₹ 10/- each) (not annualised):				
(a) Basic	(0.23)	(0.35)	(0.24)	(1.68)
(b) Diluted	(0.23)	(0.35)	(0.24)	(1.68)
See accompanying notes to the financial results.				

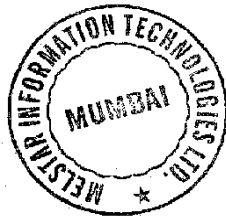


PART II					
Select information for the quarter ended 30/06/2014					
	Particulars	Standalone			
		3 months ended			Year to date for the year ended
		30/06/2014	31/03/2014	30/06/2013	31/03/2014
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	- Number of shares	7,162,163	7,671,365	7,166,668	7,671,365
	- Percentage of shareholding	50.14	53.71	50.18	53.71
2	Promoters and Promoter group Shareholding				
	a) Pledged/ Encumbered				
	- Number of shares	400,000	400,000	6,865,000	400,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	5.62	6.05	96.47	6.05
	- Percentage of shares (as a % of the total share capital of the company)	2.80	2.80	48.06	2.80
	b) Non - encumbered				
	- Number of shares	6,720,976	6,211,774	251,471	6,211,774
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	94.38	93.95	3.53	93.95
	- Percentage of shares (as a % of the total share capital of the company)	47.06	43.49	1.76	43.49

	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

For Melstar Information Technologies Limited


(Vijay Mishra)
Managing Director



Place : Mumbai
Date: August 08, 2014

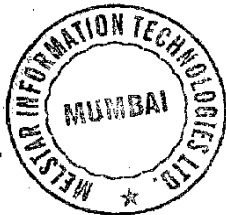
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MELSTAR INFORMATION TECHNOLOGIES LIMITED**NOTES:**

1. The aforesaid Standalone Unaudited Financial Results were reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors at their meeting held on August 08, 2014.
2. The Statutory Auditors of the Company have carried out Limited Review of these Standalone Unaudited Financial Results pursuant to clause 41 of the Listing Agreement.
3. The Company had given inter corporate deposits to two parties (the entities earlier were covered under related parties) amounting to Rs.3,57,89,799 (including interest) which is due for repayment for more than six months. The said deposits are good for recovery based on the management's best judgment. The management is under process for obtaining third party confirmation/reconciliation, consequential impact, if any, will be provided as and when determined.
4. Consequent to enactment of the Companies Act, 2013 and its applicability w.e.f. 1st April 2014, the Company has reworked depreciation on the basis of the useful lives of assets as prescribed in part 'C' of schedule II of the Act and the same has been provided for the quarter ended 30th June 2014. Depreciation for the quarter is lower by Rs.0.02 Lacs due to change in the useful lives of certain assets.
In case of assets where the remaining useful life as on 1st April 2014 is Nil, the carrying amount of such assets have been adjusted to the opening balance of Retained Earnings after retaining their residual value. Accordingly, a sum of Rs.28.23 Lacs has been adjusted against Opening Reserves during the quarter ended 30th June 2014.
5. The figures for the quarter ended 31st March, 2014 are balancing figures between audited figures in respect of the full financial year ended 31st March, 2014 and the unaudited published year-to-date figures up to the third quarter ended 31st December, 2013.
6. The figures of the previous period / year have been regrouped/ reclassified wherever necessary to conform to current period's classification.

For Melstar Information Technologies Limited


(Vijay Mishra)
Managing Director



Place: Mumbai
Date: August 08, 2014

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Melstar Information Technologies Limited

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

Segment-wise revenue, results and capital employed for the quarter ended June 30, 2014

(₹ In Lakhs)

Sr. No.	Particulars	Standalone			Year to date for the year ended
		3 months ended			
		30/06/2014	31/03/2014	30/06/2013	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
1	Segment Revenue				
	(a) Asia-Pacific	476.47	447.15	419.18	1,716.48
	(b) USA	4.97	4.01	86.96	113.22
	(c) Others	1.85	1.93	-	30.34
	Total	483.29	453.09	506.14	1,860.04
	Less: Inter-segment Revenue				
	Total Segment Revenue	483.29	453.09	506.14	1,860.04
2	Segment results ((Loss)/ Profit before tax and interest but after Exceptional Items)				
	(a) Asia-Pacific	17.40	(9.98)	(25.47)	(142.66)
	(b) USA	(0.77)	1.55	4.24	10.26
	(c) Others	0.95	1.14	-	23.19
	Total	17.58	(7.29)	(21.23)	(109.21)
	Less: Interest	29.74	25.23	20.60	90.04
	Less: Un-allocated Expenses net of unallocable income	20.06	17.06	(7.03)	34.09
	Profit/ (Loss) before tax	(32.22)	(49.58)	(34.80)	(233.34)
	Tax expenses	-	-	-	(7.30)
	(Loss)/ Profit after tax	(32.22)	(49.58)	(34.80)	(240.64)
3	Capital employed				
	(Segment Assets less Segment Liabilities)				
	(a) Asia-Pacific	691.63	676.53	705.31	676.53
	(b) USA	3.95	0.81	(1.10)	0.81
	(c) Others	0.61	0.60	(12.80)	0.60
	(d) Un-allocated	215.73	294.40	493.50	294.40
	Total	911.92	972.34	1,184.91	972.34

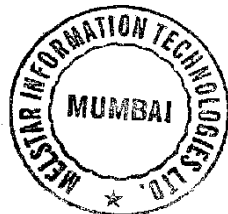
Notes:-

- (a) The Company has identified geographical segments as primary segment, having regard to the organizational structure, location of customers, internal financial reporting systems and different risk 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.

For Melstar Information Technologies Limited

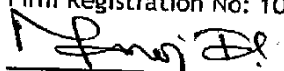

(Vijay Mishra)
Managing Director

Place : Mumbai
Date: August 08, 2014



Kanu Doshi Associates
Chartered Accountants203, The Summit, Hanuman Road,
Western Express Highway, Vileparle (E), Mumbai - 400 057T : 022-2615 0100 • F : 022 2615 0113
E : info@kdg.co.in • W : www.kdg.co.in**Limited Review Report**To
The Board of Directors
Melstar Information Technologies Limited

1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of MELSTAR INFORMATION TECHNOLOGIES LIMITED ("the Company") for the quarter ended June 30th, 2014 except for the disclosures regarding 'Public Shareholding', 'Promoters and Promoters Group Shareholding' and investor complaints which have been traced from disclosures made by the management and have not been reviewed by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Engagements to Review Financial Information performed by 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 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.
3. With reference to note no.3 to the Statement regarding inter corporate deposits given to two parties are overdue, as per management these deposits are good for recovery as explained in the said note. Further the said deposits are subject to third party confirmation / reconciliation, consequential impact, if any, will be provided as and when determined. Our report is not qualified in respect of this matter.
4. Based on our review conducted read with note no.3 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 accounting standards notified pursuant to the Companies (Accounting Standard) Rules, 2006 read with General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of 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 Kanu Doshi Associates
Chartered Accountants
Firm Registration No: 104746WManoj Kumar Pati
Partner

Membership No.: 504536

Place : Mumbai

Date : August 8th, 2014