



the new digital ecology

May 26, 2017

Corporate Relations Dept., BSE Limited (Scrip Code: 526881) P. J. Towers, Dalal Street, Mumbai – 400 001	Listing Dept., National Stock Exchange of India Limited (Scrip Code: 63MOONS) Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051
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Dear Sir(s),

Sub: Audited Financial Results for the F.Y. 2016-17

Pursuant to applicable Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please be informed that the Board of Directors of the Company, at its meeting held today, inter-alia has approved the Consolidated and Standalone Audited Financial Results for the F.Y. 2016-17.

Please find enclosed the following:

- Audited Standalone and Consolidated Financial Results for the F.Y. 2016-17;
- Auditors report on Standalone and Consolidated Financial Results and
- Statement on impact of Audit Qualifications on Annual Standalone and Consolidated Financial Results for the year ended March 31, 2017.

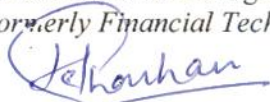
Further, the Board also recommended a Dividend of Rs. 2/- per share (Face Value Rs. 2/- each) for the F.Y. 2016-17. The distribution of said dividend shall be subject to the approval of shareholders at the forthcoming Annual General Meeting and appropriate judicial orders.

The meeting commenced at 3.00 p.m. and concluded at 06:00 p.m.

Kindly take the above documents on your record and acknowledge receipt.

Thanking You,

Yours faithfully,
For 63 moons technologies limited
(Formerly Financial Technologies (India) Limited)


Hariraj Chouhan
VP & Company Secretary
Encl: a/a



63 moons technologies limited

(Formerly Financial Technologies (India) Ltd.)

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STATEMENT OF STANDALONE UNAUDITED / AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017 PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARD (IND-AS)

(in ₹ lacs, except per equity share data)

Sr. No.	PARTICULARS	Quarter ended			Year Ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		Audited*	Unaudited	Audited*	Audited	Audited
	Income					
1	Operating Income					
	a) Revenue from Operations	3,589.73	3,859.95	3,161.89	14,883.28	14,016.68
	b) Other Operating Income	31.49	30.53	31.44	122.88	116.35
2	Other Income (net) (Refer Note 4)	5,864.81	5,758.37	5,932.05	27,264.04	15,881.81
3	Total Income (1+2)	9,486.03	9,648.85	9,125.38	42,270.20	30,014.84
4	Expenses					
	a) Purchases of stock-in-trade	-	-	-	-	14.38
	b) Employee benefits expense	2,524.38	2,484.57	2,900.02	10,228.79	11,368.56
	c) Legal and professional charges	1,539.73	1,790.91	1,350.48	6,033.93	5,806.77
	d) Net loss on foreign currency transactions and translations	105.34	1,207.02	924.99	3,364.24	3,160.05
	e) Depreciation and amortisation expense	602.56	623.76	1,050.57	2,707.07	3,993.75
	f) Finance costs	539.70	543.39	581.91	2,113.03	2,020.48
	g) Other expenses	1,529.83	1,469.47	1,755.01	6,102.16	7,256.71
	Total expenses	6,841.54	8,119.12	8,562.98	30,549.22	33,620.70
5	Profit / (Loss) before Exceptional items (3-4)	2,644.49	1,529.73	562.40	11,720.98	(3,605.86)
6	Exceptional items (Refer Note 5)	(1,076.11)	(1,001.68)	(2,339.51)	(3,080.92)	21,081.68
7	Profit / (Loss) before tax (5+6)	1,568.38	528.05	(1,777.12)	8,640.06	17,475.82
8	Tax (credit) / expense	754.74	513.63	(126.07)	3,732.14	10,402.32
9	Net Profit / (Loss) for the period (7-8)	813.64	14.42	(1,651.05)	4,907.92	7,073.50
10	Other Comprehensive Income	(1,331.06)	4.25	(47.17)	(1,478.45)	(48.20)
11	Total Comprehensive Income (9+10)	(517.42)	18.67	(1,698.21)	3,429.47	7,025.30
12	Paid-up equity share capital (Face value ₹ 2/- per share)	921.57	921.57	921.57	921.57	921.57
13	Reserves excluding revaluation reserves				283,567.65	275,763.59
14	Earnings per share (Face Value ₹ 2/- per share) (not annualised) (₹)					
	(a) Basic / Diluted	1.77	0.03	(3.58)	10.65	15.35

* Refer Note 21

SR No	PARTICULARS	As at	As at	SR No	PARTICULARS	As at	As at
		31.03.2017	31.03.2016			31.03.2017	31.03.2016
		Audited	Audited			Audited	Audited
	ASSETS				EQUITY AND LIABILITIES		
	Non-current assets				Equity		
1	Property, Plant and Equipment	25,660.83	27,557.07	1	Equity Share capital	921.57	921.57
2	Investment Properties	10,676.25	10,870.62	2	Other Equity	283,567.65	275,763.59
3	Other Intangible assets	144.02	156.64		Total Equity	284,489.22	276,685.16
4	<u>Financial Assets</u>				LIABILITIES		
	(i) Investments	208,282.69	191,417.96		Non-current liabilities		
	(ii) Loans	80.97	84.17	1	<u>Financial Liabilities</u>		
	(iii) Other Financial Assets	1,450.67	8,451.64		(i) Borrowings	10,082.40	50,910.50
5	Other non-current assets	20,596.18	26,135.73		(ii) Other financial liabilities	30.61	222.64
	Total Non-current assets	276,891.61	264,673.83		Provisions	491.39	379.19
	Current assets				Deferred tax liabilities (net)	360.19	5,031.71
1	<u>Financial Assets</u>			4	Other non-current liabilities	88.16	805.60
	(i) Investments	31,780.15	58,875.77		Total Non-current liabilities	11,052.75	57,349.64
	(ii) Trade receivables	2,441.72	2,002.82		Current liabilities		
	(iii) Cash and cash equivalents	12,213.22	4,568.06	1	<u>Financial Liabilities</u>		
	(iv) Bank Balances other than (iii) above	7,111.31	7,015.03		(i) Current Portion of Long Term Borrowings	39,681.22	-
	(v) Loans	520.10	520.09		(ii) Trade payables	1,124.49	1,308.07
	(vi) Other Financial Assets	10,618.76	3,082.93		(iii) Other financial liabilities	5,122.09	4,901.23
2	Other current assets	4,254.02	3,131.96		Provisions	428.62	398.39
	Total current assets	68,939.28	79,196.66		Current Tax Liabilities (Net)	154.40	313.58
	Total assets	345,830.89	343,870.49		Other current liabilities	3,778.10	2,914.43
					Total current liabilities	50,288.92	9,835.70
					Total equity and liabilities	345,830.89	343,870.49



Notes:

- These above financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on May 26, 2017.
- The Board of Directors have recommended final dividend of ₹ 2/- per equity share of face value of ₹ 2/- each on equity share capital of the Company subject to the approval of the shareholders at the ensuing Annual General Meeting of the company. The distribution of dividend is subject to appropriate Judicial order.

3. **Transition to Indian Accounting Standards (Ind AS)**

The Company adopted Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 01, 2016 and the adoption of Ind AS was carried out in accordance with Ind AS 101, using April 1, 2015 as the transition date. Accordingly, these financial results, for the year ended March 31, 2017, have been prepared in compliance with Ind AS. The comparative figures for the previous period has been restated to conform to current period in accordance with the Ind AS.

(i) Reconciliations between the financial results as previously reported under previous Indian GAAP and Ind AS

(₹ in lacs)

Particulars	Quarter Ended 31.03.2016	Year ended 31.03.2016
Net profit / (Loss) under Previous Indian GAAP	(3,930.59)	(1,341.08)
Ind AS Adjustments		
Effect of Change in fair valuation of Investments	3,746.99	6,824.89
Effect of change in interest income	(40.35)	10.75
Effect of Change in Other Expenses	65.05	202.07
Effect of Change in Finance Cost	34.04	201.85
Effect of Change in Exceptional Items (sale of Investment)	-	3,562.79
Effect of Change in Tax impact	(1,526.19)	(2,387.77)
Net effect on Ind AS Adjustments	2,279.54	8,414.58
Net Profit / (Loss) under Ind AS	(1,651.05)	7,073.50

(ii) Equity Reconciliations between as previously reported under Indian GAAP and Ind AS

(₹ in lacs)

Particulars	Year ended 31.03.2016
Equity reported under Previous Indian GAAP	274,419.02
Ind AS Adjustments	
Effect of Change in fair valuation of Investments	8,180.53
Effect of Change in Other Expenses	(38.13)
Effect of Change in Finance Cost	(272.36)
Effect of Change in Exceptional Items (sale of Investment)	(2,298.43)
Effect of Change in Tax impact	(3,305.46)
Net effect on Ind AS Adjustments	2,266.14
Equity reported under Ind AS	276,685.16



4. Other Income consists of:

(₹ in lacs)

Particulars	Quarter ended			Year Ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited*	Unaudited	Audited*	Audited	Audited
(a) Change in fair valuation of Investments	124.67	126.43	3,819.60	9,095.75	8,172.17
(b) Dividend income	-	15.25	(0.00)	15.25	941.01
(c) Interest Income	5,303.98	5,358.13	1,893.98	16,939.90	5,788.95
(d) Others (net)	436.16	258.56	218.47	1,213.14	979.68
	5,864.81	5,758.37	5,932.05	27,264.04	15,881.81

5. Exceptional item Consists of:

(₹ in lacs)

Particulars	Quarter ended			Year Ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited*	Unaudited	Audited*	Audited	Audited
(a) Net gain on sale of equity shares	-	-	1,614.63	-	57,271.67
(b) Provision of / Write off doubtful loans & advances to and trade receivables from subsidiaries	(1.11)	(1.68)	(2,954.14)	(5.92)	(3,883.13)
(c) Diminution in value / write off of long term investments in subsidiaries	(1,075.00)	(1,000.00)	(1,000.00)	(3,075.00)	(32,306.86)
	(1,076.11)	(1,001.68)	(2,339.51)	(3,080.92)	21,081.68

6. The Hon'ble Bombay High Court passed an ad interim order dated September 30, 2015 inter alia restraining the Company from distributing any dividend or depositing the same in the dividend distribution account in accordance with the provisions of the Companies Act, 1956 (to be read as Companies Act, 2013) pending the final hearing and disposal of the Notice of Motion. This Notice of Motion was filed in one of the suits. The matter is pending before the Hon'ble Bombay High Court. In compliance to the order, the Company has not distributed the final dividend for the financial year 2014-15 to the shareholders pursuant to the directions of the Hon'ble Bombay High Court and hence is not in default in compliance with the statutory provisions under the Companies Act, 2013. The Notice of Motions has not come on board and are pending for hearing. Next date in the matter as per the High Court website is 5th June, 2017.
7. The writ petition filed by the Company challenging the Forward Markets Commission's (FMC) alleged order on the Company inter alia declaring "not a fit & proper person" is pending for hearing before the Hon'ble Bombay High Court. The Company has filed civil appeals before Hon'ble Supreme Court challenging the Security Exchange Board of India (SEBI) Order and Central Electricity Regulatory Commission (CERC) order inter alia declaring the "Company not a fit and proper person to hold shares in recognized stock exchanges and power exchanges respectively", which are pending for hearing.
8. On February 12, 2016, Ministry of Corporate Affairs ("MCA") passed a final order of amalgamation (Final Order) of National Spot Exchange Limited (NSEL) with the Company under Section 396 (1) of the Companies Act. The Company has challenged the Final Order before the Hon'ble Bombay High Court on March 28, 2016 by filing an amended writ petition. The notification of the Final Order has been stayed by the Hon'ble Bombay High Court. The Company has concluded its arguments. However, there are other petitions challenging the Final Order. The arguments of the other Petitioners have not been concluded. The next date of the matter is 14th June, 2017.
9. The Union of India, through the Ministry of Corporate Affairs ("MCA"), has filed the Company Petition inter alia under Sections 397 and 398 read with Section 388B of the Companies Act, 1956 (the "Act") before the Principal Bench of the Company Law Board at New Delhi (the "CLB"), inter-alia seeking removal and supersession of the Board of Directors of the Company. Applications for dismissal of the Company Petition for want of cause of action have been filed. Due to the formation of the National Company Law Tribunal ("NCLT") the CLB has been dissolved. The matter has been transferred to NCLT, Chennai bench for disposal. The matter will come up now on 31st May, 2017 before the NCLT, Chennai bench. In the interim as per the order of the CLB dated 30th June, 2015 the company is restrained from selling/alienating or creating third party rights in its assets and investments. This order has been upheld by the Hon'ble Supreme Court of India vide its order dated 18th April, 2016. The NCLT has also by consent formed a committee to consider sale of the assets of the Company pursuant to regulatory directions / requirements, treasury management and funding requirements of the subsidiaries.
10. a) During the previous years, civil suits have been filed against the Company in relation to the event that occurred on the exchange platform of NSEL, wherein the Company has been made a party. In these proceedings certain reliefs have been claimed against the Company, inter-alia, on the ground that the Company is the holding company of NSEL. These matters are pending before the Hon'ble Bombay High Court for adjudication. The Company has denied all the claims and contentions in its reply. There is no privity of contract between the Company and the Plaintiffs. The management is of the view that the parties who have filed the Civil Suits would not be able to sustain any claim against the Company. The matters are pending for hearing before the Hon'ble Bombay High Court. In 2016 one more Civil Suit has been filed on similar grounds.



b) First Information Reports (FIRs) have been registered against various parties, including the Company, with the Economic Offences Wing of the Mumbai Police (EOW) and Central Bureau of Investigation (CBI) in connection with the events occurred on NSEL's trading platform. After investigation, EOW, Mumbai has presently filed 3 charge-sheets. It is pertinent to note that till date, no charge sheet has been filed against the Company by EOW. All investigations are presently pending. CBI has filed charge-sheet against the Company for alleged loss caused to PEC on NSEL platform.

11. During the previous years, Writ Petitions / Public Interest Litigations were also filed against the company and some agencies of the central and state government, inter alia, seeking a direction that action be taken against the company by the agencies. All these writs/PIL have been disposed off or withdrawn, as the case may be.
12. The Company has filed a writ petition before the Hon'ble Bombay High Court seeking quashing of the complaint and order dated April 21, 2015 passed by the Ld. Additional Chief Metropolitan Magistrate, 22nd Court, Andheri u/s 156(3) of the Code of Criminal Procedure, 1973 on the basis of criminal complaint filed by one Mr. Ketan Shah before the Metropolitan Magistrate Court, Andheri on the ground of alleged report being prepared by PwC on MCX at the direction of FMC, which highlighted alleged wrong doings at MCX, based on a limited one-sided information without verifying the authenticity of the data, without following the procedure in accordance with generally accepted auditing standards or attestation standards and without taking any responsibility towards any person who acts in reliance of the contents of the Report. In any event, after conducting its investigation the police filed a "C" summary report in the matter. Mr. Ketan Shah filed a Protest Petition before the Metropolitan Magistrate Court, Andheri challenging the "C" summary report filed by MIDC Police Station. The same has been dismissed and the "C" summary report has been accepted by the Hon'ble Court.
13. Vide order dated June 12, 2015 of the Hon'ble Bombay High Court, stay has been granted on February 28, 2015 letter of the EOW directing the Company, inter-alia, "not to dispose of, alienate, encumber, part with possession of, or create any third party right, title, and/or interest in, to, upon or in respect of any of assets of the Company, its subsidiaries, and its step down subsidiaries except for the payment of statutory dues, amounts for the preservation, maintenance and protection of their assets and wages and salaries under intimation to the Investigating agency and in the case of immovable properties, without the orders of the trial Court", on the condition that the Company shall deposit ₹ 84 crs from the sale proceeds of IEX within four weeks from completion of sale of IEX. Accordingly, the Company has deposited ₹ 84 crs with the Registrar, Criminal Appellate Side, High Court, Bombay. The matter is still pending before Hon'ble Bombay High Court.
14. On 18th July, 2016, the Company received a notice from the EOW Mumbai inter alia directing the Company not to dispose of, alienate, encumber, part with possession of or create any third party right, title and/ or interest, in, to, upon or in respect of any of the assets of the Company without permission of Hon'ble Designated Court under MPID Act, Mumbai. This letter has been challenged by the Company in a Writ Petition before the Bombay High Court and the same is pending for hearing. By virtue of an Affidavit filed by the EOW in the matter the Company is not prohibited from incurring day to day expenses. The Government of Maharashtra vide its Notification dated 21st September, 2016, notified the attachments of certain assets of the Company.

The Company has filed on 16th January, 2017 a Writ Petition before the Bombay High Court challenging *inter alia*, the notification attaching the assets of the Company under the provisions of the Maharashtra Protection of Interest of Depositors Act. The matter is pending.

15. EOW issued a letter dated 31st January, 2017 to NSDL directing it not to dispose of, alienate, encumber, part with possession of or create any third party right, title and / or interest in, to, upon, or in respect of any assets mentioned in the letter dated 31st January, 2017 of the Company without the permission of the Hon'ble Designated Court under the MPID Act, Mumbai. The Company challenged the letter dated 31st January, 2017 before the Hon'ble Bombay High Court, inter alia, on the ground that the EOW did not have the power to do so. The Hon'ble Court has been pleased to stay the same. The next date in the matter is 23rd March 2018 as per the court website.
16. Certain company's assets have been attached by the Enforcement Directorate under the provisions of the Prevention of Money Laundering Act, 2002. The Provisional Attachments Orders have been confirmed by the Adjudicating Authority. The Company has filed Appeals challenging the confirmation orders passed by the Adjudicating Authority, before the Hon'ble Appellate Tribunal. The Hon'ble Appellate Tribunal has granted status quo on orders passed by the Adjudicating Authority.



Additional assets of the Company have been attached by the Enforcement Directorate under the provisions of the Prevention of Money Laundering Act, 2002. The Complaint in respect thereof is pending and the next date in the matter is 31st May, 2017.

17. The Serious Frauds Investigation Office (SFIO) published a Public Notice during December, 2016 in a newspaper wherein it has been mentioned that the Central Government had directed the SFIO to investigate into the affairs of the Company and also inviting the members of the public to lodge their alleged grievances against the Company with them. And Company (upon becoming aware of the said public notice) through its advocates had addressed letters to SFIO thereby requesting SFIO to provide with copy of order/ direction in relation to the investigation. Having no response from SFIO despite of repeated reminders, Company filed a writ petition being WP (L) in the Hon'ble Bombay High Court, inter alia, seeking copies of the orders passed in this regard. On the basis of an order, the Company was provided copies of the said orders. The Company is exploring its options in relation to the SFIO orders in consultation with its attorneys and Counsel.
18. Modulus Financial Engineering filed a copyright infringement suit against the Company claiming that the Company had breached the license granted by Modulus to the Company in the use of its ODIN software. The Company has denied all these claims in its reply and written statement. The Notice of Motion seeking interim relief against the Company has been disposed of by a consent order. The suit is pending final hearing and disposal.
19. During the quarter ended March 31, 2017, the Company has made additional investments aggregating ₹ 1075.00 lacs in a subsidiary and on conservative basis same has been provided for.
20. The Company has a total MAT credit entitlement of ₹ 12,402.73 lacs as at March 31, 2017. The management of the Company is confident that the Company will be able to utilize unexpired MAT entitlement in future projected years.
21. The figures of the last quarter are the balancing figures between audited figures in respect of full Financial year and the published year to date figures up to the third quarter of the current Financial Year.
22. The Statutory Auditors vide their Independent Auditors Report dated May 26, 2017 issued the qualified opinion on the standalone audited financial results for the quarter and year ended March 31, 2017 and basis for qualified opinion and Management responses thereto are as under:-

As stated by the Management of the Company in Note 10 above, Civil Suits have been filed against the Company in relation to event occurred on NSEL's trading platform, wherein the Company has been made a party in the Civil Suits. These matters are pending at various stages of adjudication. As stated in the said note, the management of the Company does not foresee that the parties who have filed the Civil Suits would be able to sustain any claim against the Company. In addition, as stated by the management in note 10, 13, 14, 15 and 16 above, there are First Information Reports/ complaints/orders/ notice registered/received against various parties including the Company with the Economic Offences Wing of the Mumbai Police (EOW), Central Bureau of Investigation (CBI) and the Directorate of Enforcement. Above matters are pending at various stages of adjudication/investigation.

In this regard, the Management and those charged with Governance have represented to us that other than as stated in the said note to the Statement, there are no claims, litigations, potential settlements involving the Company directly or indirectly which require adjustments to/disclosures in the Statement and that the ability of the Company to carry out its day-to-day operations/activities are not seriously affected due to any such order/ notice as aforesaid.

In the light of the above representations regarding the ongoing investigations and matters, the outcome of which is not known and is uncertain at this stage, we are unable to comment on the consequential impact in respect of the same on the results for the quarter and year ended March 31, 2017.

Management Response: Refer Note 10, 13, 14, 15 and 16 above.



23. Statement of Consolidated audited financial results for the year ended March 31, 2017:

(₹ in lacs)

Sr. No.	PARTICULARS	Year Ended	
		31.03.2017	31.03.2016
		Audited	Audited
1	Operating Income		
	a) Revenue from Operations	21,715.71	20,396.47
	b) Other Operating Income	83.24	61.33
2	Other Income (net)	27,463.68	16,151.21
3	Total Income (1+2)	49,262.63	36,609.01
4	Expenses		
	a) Purchases of stock-in-trade	21.58	14.38
	b) Employee benefits expense	14,639.02	16,411.49
	c) Finance costs	2,302.12	4,290.70
	d) Legal and professional charges	7,641.45	9,028.43
	e) Net loss on foreign currency transactions and translations	3,377.53	3,201.21
	f) Depreciation and amortisation expense	3,273.88	4,101.23
	g) Other expenses	11,948.04	16,822.78
	Total expenses	43,203.62	53,870.22
5	Profit / (Loss) before Exceptional items (3-4)	6,059.01	(17,261.21)
6	Exceptional items -Net gain on sale of equity shares / warrants	-	60,442.65
7	Profit before tax (5+6)	6,059.01	43,181.44
8	Tax expense	3,763.64	10,411.97
9	Net Profit after taxes, but before minority interest and share of profit of associates (7-8)	2,295.37	32,769.47
10	Minority Interest	(16.07)	18.92
11	Net Profit after taxes, minority interest and share of profit of associates (9-10)	2,311.44	32,750.55
12	Other Comprehensive Income	(1,489.94)	(58.49)
13	Total Comprehensive Income (11+12)	821.50	32,692.06
14	Paid-up equity share capital (Face value ₹ 2/- per share)	921.57	921.57
15	Reserves excluding revaluation reserves	315,736.95	313,188.36
16	Earnings per share (Face Value ₹ 2/- per share)		
	(a) Basic / Diluted	5.02	71.08

SR No	PARTICULARS	As at	As at	SR No	PARTICULARS	As at	As at
		31.03.2017	31.03.2016			31.03.2017	31.03.2016
		Audited	Audited			Audited	Audited
	ASSETS				EQUITY AND LIABILITIES		
	Non-current assets				Equity		
1	Property, Plant and Equipment	27,414.28	28,464.26	1	Equity Share capital	921.57	921.57
2	Investment Properties	10,676.24	10,870.61	2	Other Equity	315,736.95	313,188.36
3	Other Intangible assets	140.71	155.21		Non-controlling interests	227.62	203.54
4	Financial Assets				Total Equity	316,886.15	314,313.47
	i) Investments	185,849.32	173,411.15		LIABILITIES		
	ii) Loans	101.06	115.56		Non-current liabilities		
	iii) Other Financial Assets	11,531.48	8,556.19		Financial Liabilities		
5	Other non-current assets	22,900.71	31,188.21	1	i) Borrowings	10,082.40	50,910.50
	Total Non-current assets	258,613.80	252,761.20		ii) Other financial liabilities	30.61	222.64
	Current assets				Provisions	638.28	488.01
1	Inventories	16.09	299.10	2	Deferred tax liabilities	390.53	5,039.68
2	Financial Assets			3	Other long term liabilities	96.94	788.35
	i) Investments	34,874.26	58,508.38		Total Non-current liabilities	11,238.76	57,449.18
	ii) Trade receivables	4,614.08	3,702.66		Current liabilities		
	iii) Cash and cash equivalents	31,860.16	25,844.62		Financial Liabilities		
	iv) Bank Balances other than (iii) above	12,645.84	13,075.85	1	i) Current Portion of Long Term Borrowings	39,681.22	-
	v) Loans	543.14	558.93		ii) Trade payables	5,361.37	2,669.75
	vi) Other Financial Assets	45,353.46	37,304.46		iii) Other financial liabilities	17,146.50	16,709.78
3	Other current assets	9,018.66	5,641.08		Provisions	544.14	495.53
	Total current assets	138,925.70	144,935.09	2	Current Tax Liabilities (Net)	134.31	350.83
				3	Other current liabilities	6,547.05	5,707.75
	Total assets	397,539.50	397,696.29		Total current liabilities	69,414.60	25,933.64
					Total equity and liabilities	397,539.50	397,696.29

24. Transition to Indian Accounting Standards (Ind AS)

The Company adopted Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 01, 2016 and the adoption of Ind AS was carried out in accordance with Ind AS 101, using April 1, 2015 as the transition date. Accordingly, these financial results, for the year ended March 31, 2017, have been prepared in compliance with Ind AS. The comparative figures for the previous period has been restated to conform to current period in accordance with the Ind AS.

(i) Reconciliations between the financial results as previously reported under previous Indian GAAP and Ind AS
(₹ in lacs)

Particulars	Year ended 31.03.2016
Net profit / (Loss) under Previous Indian GAAP	24,383.82
Ind AS Adjustments	
Effect of Change in fair valuation of Investments	6,912.50
Effect of change in interest income	10.78
Effect of Change in Other Expenses	49.19
Effect of Change in Finance Cost	201.85
Effect of Change in Exceptional Items (sale of Investment)	3,562.79
Effect of Change in Tax impact	(2,362.56)
Effect of Change in non controlling interest	30.16
Net effect on Ind AS Adjustments	8,404.73
Net Profit / (Loss) under Ind AS	32,788.55

(ii) Equity Reconciliations between as previously reported under Indian GAAP and Ind AS
(₹ in lacs)

Particulars	Year ended 31.03.2016
Equity reported under Previous Indian GAAP	310,907.46
Ind AS Adjustments	
Effect of Change in fair valuation of Investments	8,365.36
Effect of change in interest income	(148.38)
Effect of Change in Other Expenses	(24.40)
Effect of Change in Finance Cost	(272.36)
Effect of Change in Exceptional Items (sale of Investment)	(2,298.43)
Effect of Change in Tax impact	(3,338.96)
Effect of Change in non controlling interest	30.16
Net effect on Ind AS Adjustments	2,313.00
Equity reported under Ind AS	313,220.46

25. Other Income of consolidated financial statements consist of: (₹ in lacs)

Particulars	31.03.2017	31.03.2016
	Audited	Audited
(a) Change in fair valuation of Investments	9,182.18	8,232.23
(b) Dividend income	39.11	1,039.08
(c) Interest Income	17,206.47	5,994.33
(e) Others (net)	1,035.92	885.57
	27,463.68	16,151.21



26. Consolidated Segment wise Revenues and Results:

(₹ in lacs)

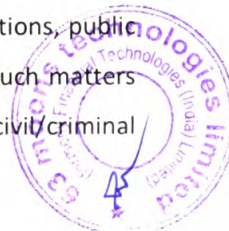
Sr. No.	Particulars	31.03.2017	31.03.2016
		Audited	Audited
1	Segment Revenue :		
	STP Technologies / Solutions	19,803.27	17,484.42
	Exchange Based	-	1,020.78
	Others	2,274.41	2,224.33
	Total	22,077.68	20,729.53
	Less: Inter segment Revenue	278.73	271.73
	Net Sales /Income From Operations	21,798.95	20,457.80
2	Segment Results :		
	STP Technologies / Solutions	4,845.64	2,618.34
	Exchange Based	(1,878.28)	(21,401.80)
	Others	(2,319.10)	(6,899.62)
	Total	648.26	(25,683.08)
	Less: Eliminations	(299.70)	(19,425.90)
	Net Segment Results	947.96	(6,257.18)
	Less: Finance Cost	2,302.13	4,290.71
	Add : Unallocable Income	27,463.69	16,151.21
	Less: Unallocable Expenses	20,050.51	22,864.53
	Add: Exceptional Item	-	60,442.65
	Profit/ (Loss) before tax	6,059.01	43,181.44

Notes:

- Segments have been identified in accordance with the Ind AS 17 "Segment Reporting" considering the organization structure and the return/risk profiles of the business.
- STP Technologies / Solutions segment represents straight through processing solutions and includes an integrated mix of various products, projects and activities incidental thereto. Exchange Based segment represents trading platform for multi assets class like commodity and forex based derivatives etc. Other segment represents trading, procurement, process management, risk consultancy activities, Shared Business Support Services, IT Infrastructure Sharing, NBFC related activities, internet telecommunication services, and Training, Certification & Franchise Fees
- Due to diversified nature of business, significant assets are interchangeably used between segments and the management believes that it is currently not practicable to provide segment disclosure relating to capital employed since a meaningful segregation is not possible.

27. The Statutory Auditors vide their Independent Auditors Report dated May 26, 2017 issued the qualified opinion on the Consolidated Audited Financial results for the year ended March 31, 2017 and basis for qualified opinion thereto are as disclosed:-

- Basis for Qualifications pertaining to the Company and management response thereto, Refer Note no 22 above.
- Basis for qualified opinion by the independent auditors of NSEL vide their audit report on the consolidated financial statements (CFS) of NSEL, are given as under, stating that as stated in the notes of consolidated financial statements of NSEL:
 - NSEL has been served with notices /letters /summons from various statutory authorities /regulators /government departments and some purported aggrieved parties, pertaining to the period prior to suspension of the exchange related operations from 31st July 2013. There are some writ petitions, public interest litigations, civil suits including in representative capacity filed by and against NSEL. Such matters against NSEL are either in progress or sub-judice before different forums. NSEL may have civil/criminal



liability arising out of one or more of the proceedings initiated against NSEL. We are unable to comment on the consequential impact, if any, in respect of the same in Financial Statement.

NSEL Management Response:

Investigating agencies are investigating genuineness of the warehouse receipts issued by the Exchange as well as the frauds perpetrated by the erstwhile senior officials of the Exchange. The Government by Gazette Notification SO 2529(E) dated 19 September, 2014 has withdrawn the Gazette Notification SO 906(E) dated 5 June, 2007 (by which NSEL was granted exemption u/s. 27 of the FCR Act, 1952 for trading of forward contracts of one day duration) with immediate effect and consequently the notification SO 228(E) dated 6 February, 2012 and notification SO 2406(E) dated 6 August, 2013 ceased to be in force w.e.f. 19 Sep, 2014, as informed to the Company by the FMC vide letter dated 5 November, 2014. As the reply to the said SCN has been given and actions, if any, required due to SCN has been taken, including withdrawal of the exemption itself, company do not foresee any further consequences on the SCN. Further, neither FMC nor MCrA has held NSEL guilty of having violated any of the conditions of the exemption notification dated 5 June, 2007, which was the subject matter of the SCN. All contracts traded on the Exchange platform were proper and in consonance with applicable laws, exemption notifications and there were no violations in this regard. NSEL had obtained a legal opinion on the legality of the contracts traded by the members on the Exchange platform. The Company is taking all steps to defend its position, however since all matters are sub judice, the Company is unable to quantify the impact, if any, of such legal proceedings on the financial statement of the Company.

- b) The trade receivables, other receivables, loans and advances and deposits are subject to confirmation and reconciliation. The management of NSEL, however, does not expect any material changes on account of such reconciliation/ confirmation from parties. In many cases legal notices have been sent to the parties; however we are unable to form any opinion on the recoverability of the outstanding balances of such parties.

NSEL Management Response:

Majority in value of the trade and other receivables, loans and advances etc. are confirmed and such confirmations are available on record. Some confirmations were received from debtors, which were not in agreement with the balances shown in the books of accounts. Reconciliation process has been undertaken for such accounts and completed. The differences between account balances were communicated to debtors but they have not agreed with the reconciliation hence the company has initiated process for legal cases for recovery of the amount where amount recoverable is above ₹ 5.00 lacs. Management is still contemplating for legal action for the matter (case wise) below ₹ 5.00 lacs.

- c) In earlier financial years, IBMA had rendered services to one M/s SNP Designs Pvt. Ltd (SNP) relating to trade in future commodity contracts. At the end of the year a sum of ₹ 7,747.18 lacs was due and receivable from SNP. The managing director and majority shareholder of SNP is Mrs. Shalini Sinha, wife of Mr. Anjani Sinha (Director and KMP at IBMA). Such relationship was not informed by Mr. Anjani Sinha. No



money has been received from SNP despite of substantial amounts due and outstanding. SNP denied having any liability to pay to the IBMA and the matter is under dispute. It has been informed by management of NSEL, that such transactions were carried out on the instruction issued by erstwhile-director of IBMA Mr. Anjani Sinha who was managing the affairs of NSEL.

NSEL Management Response:

The Board came to know about the relationship between Mr. Anjani Sinha and MD of M/s SNP Design Pvt. Ltd (SNP) as his wife only after the forensic audit completed by Grant Thornton India LLP. IBMA has initiated legal action towards recovery of amount in the current financial year. Although a provision of 75% of the outstanding amount is made in the previous years, however since the management is hopeful of recovery, no further provision is made in the current financial year.

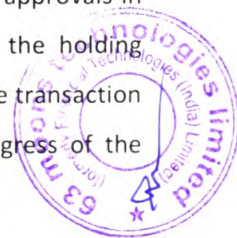
- d) IBMA has made provision for bad and doubtful debts for ₹ 45.96 lacs in case of receivables for sale and services entered by the IBMA. As per opinion formed by IBMA's Auditor, IBMA should have provided 100% of all its bad and doubtful debts and other receivables. In opinion formed by IBMA's Auditor, the unrealized outstanding debtors and receivables should also have been provided fully in the books of accounts. Accordingly, had this provided for entire amount as provision for bad and doubtful debts (including other receivables) the amount of provisions should have been higher by ₹ 2,008.79 lacs.

NSEL Management Response:

IBMA has taken steps towards recovery of the unrealised outstanding debtors and receivables. During current financial year 2016-17 IBMA has made the provision for doubtful debts (Excluding Other Receivable) of ₹ 45.96 lacs debtors other than SNP and Harley Carmbel Pvt. Ltd. (Harley) which is ₹ 2008.79 lacs. With regard to the SNP, IBMA has initiated legal action. For Harley, IBMA has initiated arbitration process towards recovery and the matter is currently sub-judice. Further, IBMA Management is hopeful of recovering the amount due from SNP and Harley, hence, in the current year no provision in respect of amount due from them is made.

- III. Basis for qualified opinion by the independent auditors of Financial Technologies Group Investment Pvt. Ltd. (FTGIPL) vide their audit report on the consolidated financial statements (CFS) of FTGIPL, are given as under, stating that as stated in the notes of consolidated financial statements of FTGIPL:

FTGIPL's subsidiary, Bourse Africa Limited (BAL), holds a Securities Exchange License issued by the Financial Services Commission (FSC) to operate as an Exchange. Further to issues affecting the company, a company incorporated in India, since the financial year 2014/2015, the FSC had requested the latter to dispose of its stake in BAL. As at the date of this report, the disposal has not yet taken place. However, the company being an Indian entity, the completion of the stake sale could be subject to certain regulatory/ judicial approvals in India. In the meantime BAL had entered into negotiation with a potential buyer to acquire the holding company's stake in BAL. However, due to some procedural reasons at the level of the acquirer, the transaction is still not yet completed as at the date of this report. The FSC is kept informed on the progress of the



negotiation and to that effect BAL has requested the FSC to maintain its license valid until the positive completion of the transaction.

Because of the significance of the license for BAL, we believe that any failure to maintain the validity of the license will deeply affect the very reason for existence of BAL in its capacity to act as a Multi-Asset Class Exchange and this ultimately will affect investment's carrying value of USD 8 million.

Management Response:

FTGIPL had entered into negotiation with a potential buyer to acquire it's stake in BAL and appropriate adjustment will be carried out on completion.

28. Previous year/period figures have been regrouped/reclassified, wherever necessary, to conform to current period's presentation.

For 63 moons technologies limited
(Formerly Financial Technologies (India) Limited)



S Rajendran

Managing Director & CEO
DIN- 02686150

Place : Mumbai

Date : May 26, 2017

To,
The Board of Directors,
63 moons technologies limited [*formerly* Financial Technologies (India) Limited]
Corporate office:
FT Tower, CTS no. 256 & 257,
Suren Road, Chakala,
Andheri (East),
Mumbai 400 093

Dear Sirs,

Sub: Independent Auditor's Report on Standalone Financial Results of 63 moons technologies limited [*formerly* Financial Technologies (India) Limited] for the quarter and year ended 31 March 2017

Introduction

1. We have audited the accompanying statement of standalone financial results of 63 moons technologies limited [*formerly* Financial Technologies (India) Limited] ('the Company'), for the quarter and year ended 31 March 2017 ('the statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 ('SEBI Regulation 2015'). This statement, which is the responsibility of the Company's Management and has been approved by the board of directors on 26 May 2017. The Statement has been prepared on the basis of related standalone Ind AS financial statements which is in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

Scope of Audit

2. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Statement.

Basis for Qualified Opinion

3. *Note no. 10, 13, 14, 15 and 16 form basis for our qualified opinion. As stated by the Management of the Company in Note 10 to the Statement, Civil Suits have been filed against the Company in relation to event occurred on NSEL's trading platform, wherein the Company has been made a party. These matters are pending at various stages of adjudication. As stated in the said note, the management of the Company does not foresee that the parties who have filed Civil Suits would be able to sustain any claim against the Company. In addition, as stated by the management in note 10, 13, 14, 15 and 16 to the Statement, there are First Information Reports/ complaints/ orders/ notice registered/ received against various parties including the Company from/ with the Economic Offences Wing of the Mumbai Police (EOW), Central Bureau of Investigation (CBI), and the Directorate of Enforcement. Above matters are pending at various stages of adjudication/investigation.*

In this regard, the Management and those charged with Governance have represented to us that other than as stated in the said notes to the Statement, there are no claims, litigations, potential settlements involving the Company directly or indirectly which require adjustments to/disclosures in the Statement and that the ability of the Company to carry out its day-to-day operations/activities is not seriously affected due to any such order/ notice as aforesaid.

In the light of the above representations regarding the ongoing investigations and matters, the outcome of which is not known and is uncertain at this stage, we are unable to comment on the consequential impact in respect of the same on the results for the quarter and year ended 31 March 2017.

Qualified Opinion

4. *Except for the possible effects of the matter specified under 'Basis for Qualified Opinion', based on our audit conducted as stated above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:*
- a) *is presented in accordance with the requirements of the Regulation 33 of SEBI Regulation, 2015; and*
 - b) *gives true and fair view in conformity with the Ind AS and other accounting principles generally accepted in India of the financial performance including other comprehensive income and other financial Information of the Company for the quarter and year ended 31 March 2017.*

Emphasis of Matter

5. We draw attention to Note 8 to the Statement, which describes the passing of the final order of amalgamation of National Spot Exchange Limited with the Company, by Ministry of Corporate Affairs, Government of India. The Company has filed a Writ Petition before the Honourable Bombay High Court challenging the said order and the Honourable Bombay High Court has stayed the notification of the said order and the matter is currently sub-judice.



6. We draw attention to Note 9 to the Statement. Government of India has filed the Company Petition before the Principal Bench of the Company Law Board, under the Companies Act, 1956, now pending with the National Company Law Tribunal ("NCLT") under the Act, seeking inter alia removal and supersession of the Board of Directors of the Company, which has been protested by the Company and the matter is pending before NCLT for consideration and the matter is currently sub-judice.
7. We draw attention to Note 20 to the Statement, regarding utilisation of unexpired MAT credit entitlement by the Company. The Company has a total MAT credit entitlement of Rs.12,403 Lakhs as at 31 March 2017. Based on the projections made by the Company's management regarding income-tax liability of the Company, Management is of the view that the Company will be able to utilise the unexpired MAT credit entitlement in eligible projected years.

Our opinion is not qualified in respect of these matters of emphasis.

Other matters

8. The comparative financial information of the Company for the year ended 31 March 2016 included in the Statement is based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 which were audited by us and on which we expressed a modified opinion dated 30 May 2016. The adjustments to this financial statement for the differences in the accounting principles adopted by the Company on transition to the Ind AS have been audited by us.
9. The Statement includes results for the quarter ended 31 March 2017, being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to nine months ended 31 December 2016 of the current financial year which was subjected to limited review by us.

Our opinion is not qualified in respect of these other matters.

Sharp & Tannan Associates
Chartered Accountants
Firm's registration no. 109983W



A handwritten signature in blue ink, appearing to read "Tirtharaj Khot".

Tirtharaj Khot
Partner

Membership No.(F) 037457

Mumbai, 26 May 2017

A small, circular handwritten mark or signature in blue ink, possibly containing the letters "DSC".

To,
The Board of Directors,
63 moons technologies limited [formerly Financial Technologies (India) Limited]
Corporate office:
FT Tower, CTS no. 256 & 257,
Suren Road, Chakala,
Andheri (East),
Mumbai 400 093

Dear Sirs,

Sub: Independent Auditors' Report on Consolidated Financial Results of 63 moons technologies limited [formerly Financial Technologies (India) Limited] for the year ended 31 March 2017

Introduction

1. We have audited the accompanying statement of consolidated financial results of 63 moons technologies limited [formerly Financial Technologies (India) Limited] ('the Holding Company') and its subsidiaries (together referred to as 'the Group'), for the year ended 31 March 2017 ('the statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015 ('SEBI Regulation 2015'). This Statement, which is the responsibility of the Holding Company's Management and has been approved by the board of directors on 26 May 2017. The statement has been prepared on the basis of related consolidated Ind AS financial statement, which is in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

Scope of Audit

2. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Directors, as well as evaluating the overall presentation of the Statement.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Statement.

Basis for Qualified Opinion

3. *Note no. 10, 13, 14, 15 and 16 form basis for our qualified opinion. As stated by the Management of the Company in Note 10 to the Statement, Civil Suits have been filed against the Company in relation to event occurred on NSEL's trading platform, wherein the Company has been made a party. These matters are pending at various stages of adjudication. As stated in the said note, the management of the Company does not foresee that the parties who have filed Civil Suits would be able to sustain any claim against the Company. In addition, as stated by the management in note 10, 13, 14, 15 and 16 to the Statement, there are First Information Reports/ complaints/ orders/ notice registered/ received against various parties including the Company from/ with the Economic Offences Wing of the Mumbai Police (EOW), Central Bureau of Investigation (CBI), and the Directorate of Enforcement. Above matters are pending at various stages of adjudication/investigation.*

In this regard, the Management and those charged with Governance have represented to us that other than as stated in the said notes to the Statement, there are no claims, litigations, potential settlements involving the Company directly or indirectly which require adjustments to/ disclosures in the Statement and that the ability of the Company to carry out its day-to-day operations/ activities is not seriously affected due to any such order/ notice as aforesaid.

In the light of the above representations regarding the ongoing investigations and matters, the outcome of which is not known and is uncertain at this stage, we are unable to comment on the consequential impact in respect of the same on the results for the year ended 31 March 2017.

4. We reproduce hereunder the 'Basis for Qualified Opinion' issued by the independent auditor(s) of a subsidiary viz. National Spot Exchange Limited ('NSEL') vide their audit report on the consolidated Ind AS financial statement of NSEL, which also forms the basis for qualified opinion in our audit report on the accompanying Statement of the Group:
- a) *"As stated in note no. 65 to the Financial Statement, the Company has been served with notices/ letters/ summons from various statutory authorities/ regulators/ government departments and some purported aggrieved parties, pertaining to the period prior to suspension of the exchange related operations from 31 July 2013. There are some writ petitions, public interest litigations, civil suits including in representative capacity filed by and against the Company. Such matters against the Company are either in progress or sub-judice before different forums. The Company may have civil / criminal liability arising out of one or more of the proceedings initiated against the Company. We are unable to comment on the consequential impact, if any, in respect of the same in the Financial Statement."*
- b) *"The trade receivables, other receivables, loans and advances and deposits are subject to confirmation and reconciliation. The management, however, does not expect any material changes on account of such reconciliation / confirmation from parties. In many cases legal notices have been sent to the parties; however we are unable to form any opinion on the recoverability of the outstanding balances of such parties."*



- c) "As stated in note no. 47(a) and 47(b) of Notes to Accounts, the subsidiary IBMA had rendered services to one M/s SNP Designs Pvt. Ltd (SNP) relating to trade in future commodity contracts in earlier financial years. At the end of the year a sum of Rs.7,747.18 lakhs was due and receivable from SNP. The managing director and majority shareholder of SNP is Mrs. Shalini Sinha, wife of Mr. Anjani Sinha (Director and KMP at IBMA). Such relationship was not informed by Mr. Anjani Sinha to the company. No money has been received from SNP despite of substantial amounts due and outstanding. SNP denied having any liability to pay to the subsidiary and the matter is under dispute. It has been informed by management that such transactions were carried out on the instruction issued by erstwhile director of the Company Mr. Anjani Sinha who was managing the affairs of the Company."
- d) "As stated in note no. 48 of Notes to Accounts the company has made provision for bad and doubtful debts, in case of receivables for sale and services entered by the company to the extent of Rs.45.96 lakhs. In our opinion the Company should have provided 100% of all its bad and doubtful debts and other receivables. In our view including the above other receivables and debtors as stated in paragraph 4(b) and 4(c) above, the unrealized outstanding debtors and receivables should also have been provided fully in the books of accounts. Accordingly, had the Company provided for the entire amount as provision for Bad and Doubtful Debts (including other receivables) the amount of provision should have been higher by Rs.2,008.79 lakhs.

The matters stated above could also have a consequential impact on the measurement and disclosure of information provided under, but not limited to statement of profit and loss, provision for tax, cash flow statement and earnings per share for the year ended 31 March, 2017 in these Financial Statements."

5. We reproduce hereunder the 'Basis for Qualified Opinion' issued by the independent auditor(s) of a subsidiary viz. FT Group Investments Private Limited ('FTGIPL') vide their audit report on the consolidated financial statement of FTGIPL, to the extent the same are found significant as per the guidance issued by the Institute of Chartered Accountants of India, from time to time and which also forms the basis for qualified opinion in our audit report on the accompanying Statement of the Group:

"Fair value of investment: The Company's subsidiary, Bourse Africa Limited (BAL) holds a Securities Exchange Licence issued by the Financial Services Commission (FSC) to operate as an Exchange.

Further to issues affecting the holding company, a company incorporated in India, since the financial year 2014 - 2015, the FSC had requested the latter to dispose of its stake in BAL. As at date of this report, the disposal has not yet taken place. However, the holding company being an Indian entity, the completion of the stake sale could be subject to certain regulatory/ judicial approvals in India.

In the meantime BAL had entered into negotiation with a potential buyer to acquire the holding company's stake in BAL. However, due to some procedural reasons at the level of the acquirer, the transaction is still not yet completed as at the date of this report.

The FSC is kept informed on the progress of the negotiation and to that effect BAL has requested the FSC to maintain its licence valid until the positive completion of the transaction.



Because of the significance of the licence for BAL, we believe that any failure to maintain the validity of the licence will deeply affect the very reason for existence of BAL in its capacity to act as a Multi-Asset Class Exchange and this ultimately will affect investment's carrying value of USD 8 million.

Qualified Opinion

6. *Except for the possible effects of the matter specified under 'Basis for Qualified Opinion' and based on our audit conducted as stated above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:*
- a) is presented in accordance with the requirements of the Regulation 33 of SEBI Regulations, 2015; and
 - b) gives true and fair view in conformity with Ind AS and other accounting principles generally accepted in India of financial performance including the other comprehensive income and other financial Information of the Group for the year ended 31 March 2017.

Emphasis of Matter

7. We draw attention to Note 8 to the Statement, which describes the passing of the final order of amalgamation of National Spot Exchange Limited with the Company, by Ministry of Corporate Affairs, Government of India. The Company has filed a Writ Petition before the Honourable Bombay High Court challenging the said order and the Honourable Bombay High Court has stayed the notification of the said order and the matter is currently sub-judice.
8. We draw attention to Note 9 to the Statement. Government of India has filed the Company Petition before the Principal Bench of the Company Law Board, under the Companies Act, 1956, now pending with the National Company Law Tribunal ("NCLT") under the Act, seeking inter alia removal and supersession of the Board of Directors of the Company, which has been protested by the Company and the matter is pending before NCLT for consideration and the matter is currently sub-judice.
9. We draw attention to Note 20 to the Statement, regarding utilisation of unexpired MAT credit entitlement by the Company. The Company has a total MAT credit entitlement of Rs.12,403 Lakhs as at 31 March 2017. Based on the projections made by the Company's management regarding income-tax liability of the Company, Management is of the view that the Company will be able to utilise the unexpired MAT credit entitlement in eligible projected years.

Our opinion is not qualified in respect of these matters of emphasis.

10. We reproduce hereunder the 'Emphasis of Matter' paragraphs issued by the independent auditors of a subsidiary viz. NSEL vide their audit report on the consolidated Ind AS financial statements of NSEL, which also forms the 'Emphasis of Matter' paragraphs in our audit report on the accompanying Statement of the Group:
- a) "As stated in note no. 2.3 of the Financial Statements. The Board of Directors of the Company is of the view that in the short term its main challenge is to recover the money from defaulting members. As explained by the management, the Company is making all out efforts in recovering the amounts from defaulter members for settlement as well as its trade



and other receivables. The holding company has committed to provide financial and other resources to NSEL for administrative and day to day expenses including legal and salary expense. The Company has continuing support from its holding company and on the basis of such support, business plans of the future & other factors, the accounts for the year ended 31 March 2017 are prepared on going concern basis. We have relied on the above mentioned explanations and information given by the Management.”

- b) “As stated in Note No. 65 (e) (iii), the Ministry of Corporate Affairs (MCA), Government of India has issued on 21 October 2014, a draft order of Amalgamation of the Company with its holding company, 63 moons technologies limited (formerly Financial Technologies (India) Limited), u/s. 396 of the Companies Act, 1956 and a final order dated 12 February 2016. The holding company has contested the same before the Bombay High Court and is currently *sub-judice*.”
- c) “As stated in note no. 65 of the Ind AS Financial Statements, there are some writ petitions, public interest litigations, civil suits including in representative capacity filed by and against the Company. In the light of some of the litigations made against the Company by seller members, trading and clearing members as also defaulter members, holding the Company responsible as third party/central party counter guarantor, for ensuring payments towards pending settlements on Spot Exchange, which have arisen during financial year. In this regard, the management and those charged with the governance, have represented to us that there are no claims/ litigations/ potential settlements involving the Company directly or indirectly, which may require adjustments in the Financial Statements. In this regards the management believes that as per legal advice received from an expert, no such third party/ central party counter guarantee was ever provided by the Company, and hence there shall not be any liability arising there from against the Company.”
- d) “The Subsidiary Company viz. Indian Bullion Market Association Limited (IBMA) and Westernghats Agro Growers Company Limited (WAGCL) has recorded losses over the years and the net worth of the companies has been eroded and is negative as at 31 March 2017. There has been discontinuation of most of the activities carried out by the Company after 31 July 2013. There have been ongoing litigations and civil proceedings initiated against the Company. The Company had defaulted in payments of dues to various tax authorities/ affiliated member’s constituents etc., as at 31 March 2017 due to lower cash inflows from existing receivable and virtual stoppage of major sources of income after 31 July 2013. The management of the holding Company has agreed to provide all the required financial help to both subject to compliance of Court/ regulatory requirements. Necessary adjustment may have to be made to the value of assets and liabilities in case the going concern concept is vitiated. This indicates that existence of a material uncertainty of that may cast significant doubt about the company’s ability to continue as going concern. However the financial statement of the company has been prepared on going concern basis. Our opinion is not modified in respect of this materiality. The accompanying Financial Statements have been prepared based on cumulative impact of various mitigating factors to consider the Company as a going concern despite the accumulated losses.”

Our opinion is not qualified in respect of matters stated above.



Other matters

11. The comparative financial information of the Group for the year ended 31 March 2016 included in the Statement, is based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 which were audited by us and on which we expressed a modified opinion dated 30 May 2016. The adjustments to this financial statement for the differences in the accounting principles adopted by the Company on transition to the Ind AS have been audited by us. The aforesaid adjustments to the financial statements/ consolidated financial statements of indian subsidiaries have been audited by their respective auditors and our opinion to that extent is based on the corresponding reports of the auditors of such companies.
12. We did not audit the Ind AS financial statements of fourteen subsidiaries and consolidated Ind AS financial statements of two subsidiaries included in the consolidated Ind AS financial statements of the Group, whose Ind AS financial statements/ consolidated Ind AS financial statements reflect total assets of Rs.80,051 lakhs and net assets of Rs.(21,288) lakhs as at 31 March 2017; as well as the total revenue of Rs.8,106 lakhs and net cash flow amounting to Rs.(1,996) lakhs for the year then ended.
- These Ind AS financial statements/consolidated Ind AS financial statements have been audited by other auditors whose reports have been furnished to us, and our opinion on the accompanying Statement, to the extent they have been derived from such Ind AS financial statements/consolidated Ind AS financial statements is based solely on the report of such auditors.
13. Certain subsidiaries are located outside India and their financial statements/ consolidated financial statements have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial statements of these subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of these subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.

Our opinion is not qualified in respect of other matters.

Sharp & Tannan Associates
Chartered Accountants
Firm's registration no. 109983W



A handwritten signature in blue ink, appearing to be "Tirtharaj Khot".

Tirtharaj Khot
Partner

Membership no. (F) 037457

Handwritten initials "TDSC" in blue ink.

Mumbai, 26 May 2017



the new digital ecology

Statement on Impact of Audit Qualifications on Annual Standalone Audited Financial Results for year ended March 31, 2017.

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2017.				
₹ Lacs				
I.	Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Total income	42,270.20	42,270.20
	2.	Total Expenses	30,549.22	30,549.22
	3.	Exceptional items	(3,080.92)	(3,080.92)
	4.	Net Profit/(Loss)	4,907.92	4,907.92
	5.	Earnings Per Share	10.65	10.65
	6.	Total Assets	345,830.89	345,830.89
	7.	Total Liabilities	345,830.89	345,830.89
	8.	Net Worth	284,341.63	284,341.63
II. Audit Qualification:				
A. Qualification				
Basis for Qualifications pertaining to the Company and management response thereto :				
1	<p>As stated by the Management of the Company in Note 10 to the Statement, Civil Suits have been filed against the Company in relation to event occurred on NSEL's trading platform, wherein the Company has been made a party in the Civil Suits. These matters are pending at various stages of adjudication. As stated in the said note, the management of the Company does not foresee that the parties who have filed the Civil Suits would be able to sustain any claim against the Company. In addition, as stated by the management in note 10, 13, 14, 15 and 16 above, there are First Information Reports/ complaints/orders/ notice registered/received against various parties including the Company with the Economic Offences Wing of the Mumbai Police (EOW), Central Bureau of Investigation (CBI) and the Directorate of Enforcement. Above matters are pending at various stages of adjudication/investigation.</p> <p>In this regard, the Management and those charged with Governance have represented to us that other than as stated in the said note to the Statement, there are no claims, litigations, potential settlements involving the Company directly or indirectly which require adjustments to/disclosures in the Statement and that the ability of the Company</p>			

63 moons technologies limited

(Formerly Financial Technologies (India) Ltd.)

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T: +91 22 66868010 | F: +91 22 66868050 | E: info@63moons.com | W: www.63moons.com

Registered Office: Shakti Tower - 1, 7th floor, Premises E, 766, Anna Salai, Thousand Lights, Chennai - 600 002.
T: +91 44 4395 0850 | F: +91 44 4395 0899 | CIN No.: L29142TN1988PLC015586



	<p>to carry out its day-to-day operations/activities are not seriously affected due to any such order/ notice as aforesaid.</p> <p>In the light of the above representations regarding the ongoing investigations and matters, the outcome of which is not known and is uncertain at this stage, we are unable to comment on the consequential impact in respect of the same on the results for the quarter and year ended March 31, 2017.</p>
B.	Type of Audit Qualification:
	Qualified Opinion
C.	Frequency of observation
	Qualification stated in paragraphs A 1 - since year 2012-13.
D.	For Audit Qualification(s) where the impact is not quantified by the auditor:
(i)	Management's reason for unable to estimation on the impact of audit qualification
	<p>For qualification referred in Sr. No. A 1 above,</p> <p>a) During the previous years, civil suits have been filed against the Company in relation to the event that occurred on the exchange platform of NSEL, wherein the Company has been made a party. In these proceedings certain reliefs have been claimed against the Company, inter-alia, on the ground that the Company is the holding company of NSEL. These matters are pending before the Hon'ble Bombay High Court for adjudication. The Company has denied all the claims and contentions in its reply. There is no privity of contract between the Company and the Plaintiffs. The management is of the view that the parties who have filed the Civil Suits would not be able to sustain any claim against the Company. The matters are pending for hearing before the Hon'ble Bombay High Court. In 2016 one more Civil Suit has been filed on similar grounds.</p> <p>First Information Reports (FIRs) have been registered against various parties, including the Company, with the Economic Offences Wing of the Mumbai Police (EOW) and Central Bureau of Investigation (CBI) in connection with the events occurred on NSEL's trading platform. After investigation, EOW, Mumbai has presently filed 3 charge-sheets. It is pertinent to note that till date, no charge sheet has been filed against the Company by EOW. All investigations are presently pending. CBI has filed charge-sheet against the Company for alleged loss caused to PEC on NSEL platform.</p> <p>b) Vide order dated June 12, 2015 of the Hon'ble Bombay High Court, stay has been granted on February 28, 2015 letter of the EOW directing the Company, inter-alia, "not to dispose of, alienate, encumber, part with possession of, or create any third party right, title, and/or interest in, to, upon or in respect of any of assets of the Company, its</p>



subsidiaries, and its step down subsidiaries except for the payment of statutory dues, amounts for the preservation, maintenance and protection of their assets and wages and salaries under intimation to the Investigating agency and in the case of immovable properties, without the orders of the trial Court”, on the condition that the Company shall deposit ₹ 84 crs from the sale proceeds of IEX within four weeks from completion of sale of IEX. Accordingly, the Company has deposited ₹ 84 crs with the Registrar, Criminal Appellate Side, High Court, Bombay. The matter is still pending before Hon’ble Bombay High Court.

c) On 18th July, 2016, the Company received a notice from the EOW Mumbai inter alia directing the Company not to dispose of, alienate, encumber, part with possession of or create any third party right, title and/ or interest, in, to, upon or in respect of any of the assets of the Company without permission of Hon’ble Designated Court under MPID Act, Mumbai. This letter has been challenged by the Company in a Writ Petition before the Bombay High Court and the same is pending for hearing. By virtue of an Affidavit filed by the EOW in the matter the Company is not prohibited from incurring day to day expenses. The Government of Maharashtra vide its Notification dated 21st September, 2016, notified the attachments of certain assets of the Company.

The Company has filed on 16th January, 2017 a Writ Petition before the Bombay High Court challenging *inter alia*, the notification attaching the assets of the Company under the provisions of the Maharashtra Protection of Interest of Depositors Act. The matter is pending.

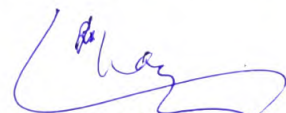
d) EOW issued a letter dated 31st January, 2017 to NSDL directing it not to dispose of, alienate, encumber, part with possession of or create any third party right, title and / or interest in, to, upon, or in respect of any assets mentioned in the letter dated 31st January, 2017 of the Company without the permission of the Hon’ble Designated Court under the MPID Act, Mumbai. The Company challenged the letter dated 31st January, 2017 before the Hon’ble Bombay High Court, inter alia, on the ground that the EOW did not have the power to do so. The Hon’ble Court has been pleased to stay the same. The next date in the matter is 23rd March 2018 as per the court website.

e) Certain company’s assets have been attached by the Enforcement Directorate under the provisions of the Prevention of Money Laundering Act, 2002. The Provisional Attachments Orders have been confirmed by the Adjudicating Authority. The Company has filed Appeals challenging the confirmation orders passed by the Adjudicating Authority, before the Hon’ble Appellate Tribunal. The Hon’ble Appellate Tribunal has granted status quo on



	<p>orders passed by the Adjudicating Authority.</p> <p>Additional assets of the Company have been attached by the Enforcement Directorate under the provisions of the Prevention of Money Laundering Act, 2002. The Complaint in respect thereof is pending and the next date in the matter is 31st May, 2017.</p> <p>In the light of the above ongoing investigations and matters, the outcome of which is not known and is uncertain at this stage, we are unable to quantify the impact.</p>
(ii)	Auditors' Comments :
	Quantification is not possible.

For 63 moons technologies limited
(formerly Financial Technologies (India) Limited)



Venkat R Chary
Chairman – Board of Directors and Audit Committee



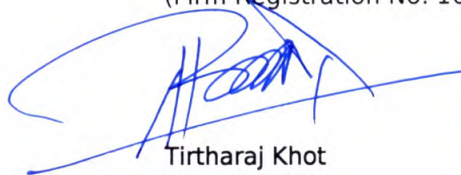
S. Rajendran
Managing Director & CEO



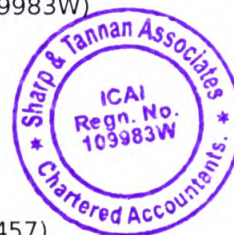
Devendra Agrawal
Chief Financial Officer

In terms of our Report issued under Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015.

For Sharp & Tannan Associates
Chartered Accountants
(Firm Registration No. 109983W)



Tirtharaj Khot
Partner
(Membership No. (F) 037457)



Date: May 26, 2017.

Statement on Impact of Audit Qualifications on Annual Consolidated Audited Financial Results for year ended March 31, 2017.

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2017.				
				₹ lacs
I.	Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Total income	49,262.64	49,262.64
	2.	Total Expenses	43,203.61	45,212.40
	3.	Exceptional items	-	-
	4.	Net Profit/(Loss)	2,311.44	302.65
	5.	Earnings Per Share	5.02	0.66
	6.	Total Assets	3,97,539.50	3,95,530.71
	7.	Total Liabilities	3,97,539.50	3,95,530.71
	8.	Net Worth	3,16,658.52	3,14,649.73
II. Audit Qualification:				
A. Qualification				
Basis for Qualifications pertaining to the Company and management response thereto :				
1	<p>As stated by the Management of the Company in Note 10 to the Statement, Civil Suits have been filed against the Company in relation to event occurred on NSEL's trading platform, wherein the Company has been made a party in the Civil Suits. These matters are pending at various stages of adjudication. As stated in the said note, the management of the Company does not foresee that the parties who have filed the Civil Suits would be able to sustain any claim against the Company. In addition, as stated by the management in note 10, 13, 14, 15 and 16 above, there are First Information Reports/ complaints/orders/ notice registered/received against various parties including the Company with the Economic Offences Wing of the Mumbai Police (EOW), Central Bureau of Investigation (CBI) and the Directorate of Enforcement. Above matters are pending at various stages of adjudication/investigation.</p> <p>In this regard, the Management and those charged with Governance have represented to us that other than as stated in the said note to the Statement, there are no claims, litigations, potential settlements involving the Company directly or indirectly which</p>			

63 moons technologies limited

(Formerly Financial Technologies (India) Ltd.)

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	<p>require adjustments to/disclosures in the Statement and that the ability of the Company to carry out its day-to-day operations/activities is not seriously affected due to any such order/ notice as aforesaid.</p> <p>In the light of the above representations regarding the ongoing investigations and matters, the outcome of which is not known and is uncertain at this stage, we are unable to comment on the consequential impact in respect of the same on the results for the year ended March 31, 2017.</p>
2	<p>We reproduce hereunder the 'Basis for Qualified Opinion' issued by the independent auditor(s) of a subsidiary viz. National Spot Exchange Limited ('NSEL') vide their audit report on the consolidated financial statement of NSEL, which also forms the basis for qualified opinion in our audit report on the accompanying Statement of the FTIL Group:</p>
	<p>a. "As stated in note nos. 65 to the Financial Statement, the Company has been served with notices /letters /summons from various statutory authorities /regulators /government departments and some purported aggrieved parties, pertaining to the period prior to suspension of the exchange related operations from 31st July 2013.. There are some writ petitions, public interest litigations, civil suits including in representative capacity filed by and against the Company. Such matters against the Company are either in progress or sub-judice before different forums. The Company may have civil/criminal liability arising out of one or more of the proceedings initiated against the Company. We are unable to comment on the consequential impact, if any, in respect of the same in the Financial Statement."</p> <p>b. "The trade receivables, other receivables, loans and advances and deposits are subject to confirmation and reconciliation. The management, however, does not expect any material changes on account of such reconciliation/ confirmation from parties. In many cases legal notices have been sent to the parties; however we are unable to form any opinion on the recoverability of the outstanding balances of such parties."</p> <p>c. "As stated in note no. 47 (a) and 47 (b) of Notes to Accounts, the Subsidiary (IBMA) had rendered services to one M/s SNP Designs Pvt. Ltd (SNP) relating to trade in future commodity contracts in earlier financial years. At the end of the year a sum of Rs.77,47,18,046/- was due and receivable from SNP. The managing director and majority shareholder of SNP is Mrs. Shalini Sinha, wife of Mr. Anjani Sinha (Director and KMP at IBMA). Such relationship was not informed by Mr.Anjani Sinha to the company. No money has been received from SNP despite of substantial amounts due and outstanding. SNP denied having any liability to pay to the Subsidiary and the matter is under dispute. It has been informed by management that such transactions were carried out on the instruction issued by erstwhile- director of the</p>



	<p>Subsidiary Mr. Anjani Sinha who was managing the affairs of the Subsidiary.”</p> <p>d. “As stated in note no. 48 of Notes to Accounts the company has made provision for bad and doubtful debts, in case of receivables for sale and services entered by the company to the extent of Rs.45,95,775/-. In our opinion the Company should have provided 100% of all its bad and doubtful debts and other receivables. In our view including the above other receivables and debtors as stated in paragraph 4(b) and 4(c) above, the unrealized outstanding debtors and receivables should also have been provided fully in the books of accounts. Accordingly, had the Company provided for the entire amount as provision for Bad and Doubtful Debts (including other receivables) the amount of provision should have been higher by Rs.20,08,79,071/-</p> <p>The matters stated above could also have a consequential impact on the measurement and disclosure of information provided under, but not limited to statement of profit and loss, provision for tax, cash flow statement and earnings per share for the year ended 31st March, 2017 in these Financial Statements..”</p>
<p>3</p>	<p>We reproduce hereunder the ‘Basis for Qualified Opinion’ issued by the independent auditor(s) of a subsidiary viz. FT Group Investments Private Limited (‘FTGIPL’) vide their audit report on the consolidated financial statement of FTGIPL, which also forms the basis for qualified opinion in our audit report on the accompanying Statement of the FTIL Group:</p>
	<p>The Company’s subsidiary, Bourse Africa Limited (BAL), holds a Securities Exchange Licence issued by the Financial Services Commission (FSC) to operate as an Exchange.</p> <p>Further to issues affecting the holding company, a company incorporated in India, since the financial year 2014/2015, the FSC had requested the latter to dispose of its stake in BAL. As at the date of this report, the disposal has not yet taken place. However, the holding company being an Indian entity, the completion of the stake sale could be subject to certain regulatory/ judicial approvals in India.</p> <p>In the meantime BAL had entered into negotiation with a potential buyer to acquire the holding company’s stake in BAL. However, due to some procedural reasons at the level of the acquirer, the transaction is still not yet completed as at the date of this report.</p> <p>The FSC is kept informed on the progress of the negotiation and to that effect BAL has requested the FSC to maintain its licence valid until the positive completion of the transaction.</p> <p>Because of the significance of the licence for BAL, we believe that any failure to maintain the validity of the licence will deeply affect the very reason for existence of BAL in its capacity to act as a Multi-Asset Class Exchange and this ultimately will affect</p>



	investment's carrying value of USD 8 million.
B.	Type of Audit Qualification:
	Qualified Opinion
C.	Frequency of observation
	Qualification stated in paragraphs A1, A2(a), A2(b), A2(c) and A2(d) above – since year 2012-13.
	Qualification stated in paragraphs A3 above – since financial year 2015-16.
D.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views
	<p>Management Response to qualification as per paragraph A 2 (d) above:</p> <p>IBMA has taken steps towards recovery of the unrealised outstanding debtors and receivables. During current financial year 2016-17 IBMA has made the provision for doubtful debts (Excluding Other Receivable) of ₹ 45.96 lacs debtors other than SNP and Harley Carmbel Pvt. Ltd. (Harley) which is ₹ 2008.79 lacs. With regard to the SNP, IBMA has initiated legal action. For Harley, IBMA has initiated arbitration process towards recovery and the matter is currently sub-judice. Further, IBMA Management is hopeful of recovering the amount due from SNP and Harley, hence, in the current year no provision in respect of amount due from them is made.</p>
E.	For Audit Qualification(s) where the impact is not quantified by the auditor:
(i)	Management's reason for unable to estimation on the impact of audit qualification
	<p>1) For qualification referred in Sr. No. A 1 above,</p> <p>a) During the previous years, civil suits have been filed against the Company in relation to the event that occurred on the exchange platform of NSEL, wherein the Company has been made a party. In these proceedings certain reliefs have been claimed against the Company, inter-alia, on the ground that the Company is the holding company of NSEL. These matters are pending before the Hon'ble Bombay High Court for adjudication. The Company has denied all the claims and contentions in its reply. There is no privity of contract between the Company and the Plaintiffs. The management is of the view that the parties who have filed the Civil Suits would not be able to sustain any claim against the Company. The matters are pending for hearing before the Hon'ble Bombay High Court. In 2016 one more Civil Suit has been filed on similar grounds.</p> <p>First Information Reports (FIRs) have been registered against various parties, including the Company, with the Economic Offences Wing of the Mumbai Police (EOW) and Central Bureau of Investigation (CBI) in connection with the events occurred on NSEL's trading</p>



platform. After investigation, EOW, Mumbai has presently filed 3 charge-sheets. It is pertinent to note that till date, no charge sheet has been filed against the Company by EOW. All investigations are presently pending. CBI has filed charge-sheet against the Company for alleged loss caused to PEC on NSEL platform.

b) Vide order dated June 12, 2015 of the Hon'ble Bombay High Court, stay has been granted on February 28, 2015 letter of the EOW directing the Company, inter-alia, "not to dispose of, alienate, encumber, part with possession of, or create any third party right, title, and/or interest in, to, upon or in respect of any of assets of the Company, its subsidiaries, and its step down subsidiaries except for the payment of statutory dues, amounts for the preservation, maintenance and protection of their assets and wages and salaries under intimation to the Investigating agency and in the case of immovable properties, without the orders of the trial Court", on the condition that the Company shall deposit ` 84 crs from the sale proceeds of IEX within four weeks from completion of sale of IEX. Accordingly, the Company has deposited ` 84 crs with the Registrar, Criminal Appellate Side, High Court, Bombay. The matter is still pending before Hon'ble Bombay High Court.

c) On 18th July, 2016, the Company received a notice from the EOW Mumbai inter alia directing the Company not to dispose of, alienate, encumber, part with possession of or create any third party right, title and/ or interest, in, to, upon or in respect of any of the assets of the Company without permission of Hon'ble Designated Court under MPID Act, Mumbai. This letter has been challenged by the Company in a Writ Petition before the Bombay High Court and the same is pending for hearing. By virtue of an Affidavit filed by the EOW in the matter the Company is not prohibited from incurring day to day expenses. The Government of Maharashtra vide its Notification dated 21st September, 2016, notified the attachments of certain assets of the Company.

The Company has filed on 16th January, 2017 a Writ Petition before the Bombay High Court challenging *inter alia*, the notification attaching the assets of the Company under the provisions of the Maharashtra Protection of Interest of Depositors Act. The matter is pending.

d) EOW issued a letter dated 31st January, 2017 to NSDL directing it not to dispose of, alienate, encumber, part with possession of or create any third party right, title and / or interest in, to, upon, or in respect of any assets mentioned in the letter dated 31st January, 2017 of the Company without the permission of the Hon'ble Designated Court under the MPID Act, Mumbai. The Company challenged the letter dated 31st January, 2017 before the Hon'ble Bombay High Court, inter alia, on the ground that the EOW did not have the power to do so. The Hon'ble Court has been pleased to stay the same. The next date in the matter is 23rd March 2018 as per the court website.



e) Certain company's assets have been attached by the Enforcement Directorate under the provisions of the Prevention of Money Laundering Act, 2002. The Provisional Attachments Orders have been confirmed by the Adjudicating Authority. The Company has filed Appeals challenging the confirmation orders passed by the Adjudicating Authority, before the Hon'ble Appellate Tribunal. The Hon'ble Appellate Tribunal has granted status quo on orders passed by the Adjudicating Authority.

Additional assets of the Company have been attached by the Enforcement Directorate under the provisions of the Prevention of Money Laundering Act, 2002. The Complaint in respect thereof is pending and the next date in the matter is 31st May, 2017.

In the light of the above ongoing investigations and matters, the outcome of which is not known and is uncertain at this stage, we are unable to quantify the impact.

2. a) For qualification referred in Sr. No. A 2(a) above,

Investigating agencies are investigating genuineness of the warehouse receipts issued by the Exchange as well as the frauds perpetrated by the erstwhile senior officials of the Exchange. The Government by Gazette Notification SO 2529(E) dated 19 September, 2014 has withdrawn the Gazette Notification SO 906(E) dated 5 June, 2007 (by which NSEL was granted exemption u/s. 27 of the FCR Act, 1952 for trading of forward contracts of one day duration) with immediate effect and consequently the notification SO 228(E) dated 6 February, 2012 and notification SO 2406(E) dated 6 August, 2013 ceased to be in force w.e.f. 19 Sep, 2014, as informed to the Company by the FMC vide letter dated 5 November, 2014. As the reply to the said SCN has been given and actions, if any, required due to SCN has been taken, including withdrawal of the exemption itself, company do not foresee any further consequences on the SCN. Further, neither FMC nor MCRA has held NSEL guilty of having violated any of the conditions of the exemption notification dated 5 June, 2007, which was the subject matter of the SCN. All contracts traded on the Exchange platform were proper and in consonance with applicable laws, exemption notifications and there were no violations in this regard. NSEL had obtained a legal opinion on the legality of the contracts traded by the members on the Exchange platform. The Company is taking all steps to defend its position, however since all matters are sub judice, the Company is unable to quantify the impact, if any, of such legal proceedings on the financial statement of the Company.

b) For qualification referred in Sr. No. A 2 (b) above:

Majority in value of the trade and other receivables, loans and advances etc. are

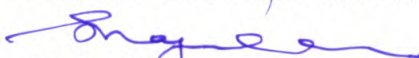


	<p>confirmed and such confirmations are available on record. Some confirmations were received from debtors, which were not in agreement with the balances shown in the books of accounts. Reconciliation process has been undertaken for such accounts and completed. The differences between account balances were communicated to debtors but they have not agreed with the reconciliation hence the company has initiated process for legal cases for recovery of the amount where amount recoverable is above ₹ 5.00 lacs. Management is still contemplating for legal action for the matter (case wise) below ₹ 5.00 lacs.</p> <p>c) For qualification referred in Sr. No. A 2 (c) above:</p> <p>The Board came to know about the relationship between Mr. Anjani Sinha and MD of M/s SNP Design Pvt. Ltd (SNP) as his wife only after the forensic audit completed by Grant Thornton India LLP. IBMA has initiated legal action towards recovery of amount in the current financial year. Although a provision of 75% of the outstanding amount is made in the previous years, however since the management is hopeful of recovery, no further provision is made in the current financial year.</p> <p>3. For qualification referred in Sr. No. A 3 above</p> <p>FTGIPL had entered into negotiation with a potential buyer to acquire it's stake in BAL and appropriate adjustment will be carried out on completion.</p>
(ii)	Auditors' Comments :
	Quantification is not possible except in Sr. No D above.

For 63 moons technologies limited
(formerly Financial Technologies (India) Limited)



Venkat R Chary
Chairman – Board of Directors and Audit Committee



S Rajendran
Managing Director & CEO

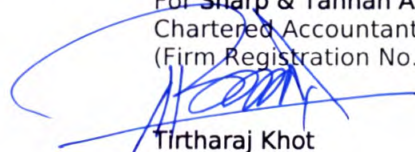


Devendra Agrawal
Chief Financial Officer

Date: May 26, 2017

In terms of our Report issued under Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015.

For **Sharp & Tannan Associates**
Chartered Accountants
(Firm Registration No. 109983W)



Tirtharaj Khot
Partner
(Membership No. (F) 037457)

