

**Registered Office :**  
1<sup>st</sup> Floor, Khivraj Complex 1  
No. 480, Anna Salai,  
Nandanam, Chennai 600035  
Phone : 24313094 to 97  
Fax : 24313093  
Email : registered@indbankonline.com  
CIN No. L65191TN1989PLC017883



Ref: Sec/2017-18/ 115

August 24, 2017

**Bombay Stock Exchange Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai 400 001  
**Scrip Code: 511473**

Dear Sir,

**Sub: Discrepancies in Financial Result of the Company for the Quarter ended June 2017**

Please refer to your email dated 17-08-2017 on the subject.

In response to your email cited above, we are herewith submitting the Financial results in PDF file as per IND-AS Format along with Reconciliation statement in accordance with Schedule III format of Companies Act, 2013

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,

*S.S. Deepthi*  
S.S. Deepthi  
Company Secretary



**INDBANK MERCHANT BANKING SERVICES LIMITED**

(A Subsidiary of Indian Bank)

Regd. Office : First Floor, Khivraj Complex 1, No. 480, Anna Salai, Nandanam, Chennai 600035

Phone No. 24313094-97

CIN No: L65191TN1989PLC017883

Email: investors@indbankonline.com

Website: www.indbankonline.com

**PART I**

**Statement of Un-Audited Financial Results for the quarter ended 30.06.2017**

Sl. No.	Particulars	Three months ended	Preceding three months ended	Corresponding three months ended in the previous year	Previous Accounting Year ended
		30-Jun-2017	31-Mar-2017	30-Jun-2016	31-Mar-2017
		Un- Audited	Audited	Un- Audited	Audited
Rs. Lakhs					
1	Revenue from Operations	323.08	234.91	236.03	920.21
2	Other Income	72.38	73.54	113.85	348.09
3	<b>Total Revenue (1+2)</b>	<b>395.47</b>	<b>308.45</b>	<b>349.88</b>	<b>1268.30</b>
4	<b>Expenditure</b>				
(a)	Cost of services	4.95	2.43	3.21	6.71
(b)	Purchases of Stock-in-Trade	0.00	0.00	0.00	0.00
(c)	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	0.00	0.00	0.00	0.00
(d)	Employee Benefits Expense	89.55	113.08	85.94	373.96
(e)	Finance Costs				
(i)	Payment under Right to Recompense	37.50	37.50	0.00	75.00
(ii)	Others	2.62	2.23	1.90	5.70
	<b>Finance Costs - Total</b>	<b>40.12</b>	<b>39.73</b>	<b>1.90</b>	<b>80.70</b>
(f)	Depreciation and Amortization expenses	10.33	12.91	13.61	52.81
(g)	Other expenses				
	Postage & Telephones	3.80	1.68	1.65	11.86
	Provision for Non Performing Assets/Write off	(3.70)	(3.53)	(4.16)	(2.01)
	Other expenditure	64.67	38.90	61.41	175.72
	<b>Total Other Expenses</b>	<b>64.77</b>	<b>37.05</b>	<b>58.90</b>	<b>185.57</b>
	<b>Total Expenses</b>	<b>209.71</b>	<b>205.20</b>	<b>163.56</b>	<b>699.76</b>
5	<b>Profit/(Loss) before exceptional items and tax (3-4)</b>	<b>185.76</b>	<b>103.25</b>	<b>186.32</b>	<b>568.54</b>
6	Exceptional items	0.04	0.00	1.82	5.86
7	<b>Profit/(Loss) before tax (5-6)</b>	<b>185.72</b>	<b>103.25</b>	<b>184.50</b>	<b>562.68</b>
8	Tax Expense				
(a)	Current Tax	0.00	0.00	0.00	0.00
(b)	Deferred Tax	0.74	(0.79)	3.66	0.00
(c)	Prior years	0.00	0.00	0.00	29.01
	<b>(d) Total</b>	<b>0.74</b>	<b>(0.79)</b>	<b>3.66</b>	<b>29.01</b>
9	<b>Profit/(Loss) for the period (7-8)</b>	<b>184.98</b>	<b>104.04</b>	<b>180.83</b>	<b>533.67</b>
10	<b>Other Comprehensive Income</b>				
10A	<b>Items that will not be reclassified to profit or loss</b>				
(a)	Remeasurements of the defined benefit plans	0.00	0.00	0.00	(2.72)
10B	<b>Items that may be reclassified to profit or loss</b>				
(b)	Others	0.00	0.00	0.00	0.00
11	<b>Total Other Comprehensive Income</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(2.72)</b>
12	<b>Total Comprehensive Income for the period (9+11)</b>	<b>184.98</b>	<b>104.04</b>	<b>180.83</b>	<b>530.95</b>
14	Paid up equity share capital (Face value per share - Rs. 10/-)	4437.82	4437.82	4437.82	4437.82
15	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)				997.76
16	Earnings Per Share (EPS) (Rs)				
(a)	Basic & diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualised)	0.42	0.23	0.41	1.20
(b)	Basic & diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	0.42	0.23	0.41	1.20

1. The Market value of quoted investments (Cost-Rs.5.43 crore) of the Company as on 30.06.2017 was Rs.0.95 Crore and the provisions held for the same was Rs.4.48 crore.

2. The unquoted shares and the bought out deals held by the company are valued at Fair value as at 30.06.2016 as required by Ind AS 109 and the increase in fair value of Rs.4.96 lakhs is included under the head 'Other Income'. The impact of such fair valuation was not considered by the management to be material as on 31.03.2017 and 30.06.2017.

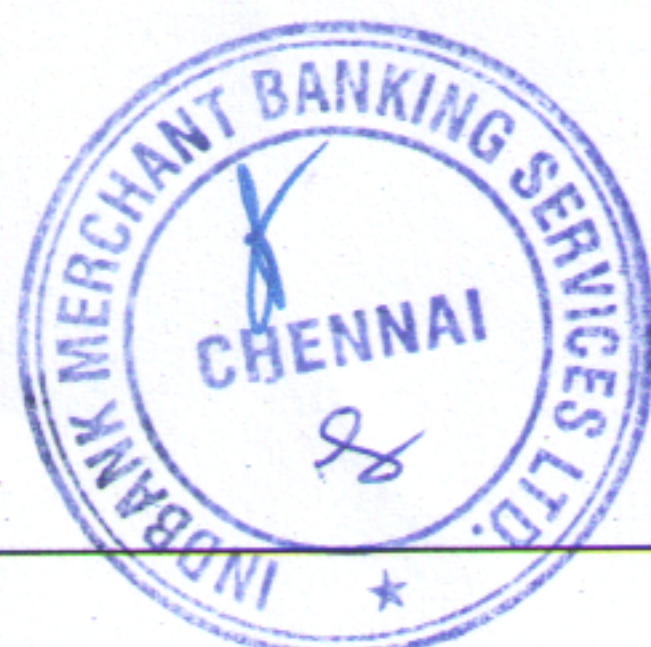
3. The previous year's figures have been regrouped and reclassified, wherever necessary, to conform to the current year's classification.

4. A provision of Rs.37.50 lakhs has been made in the accounts for the quarter ended 30.06.2017 payable to Indian Bank under the Right to Recompense.

5. Exceptional item for the quarter ended 30.06.2017 relates to expenses of previous years paid towards Lease Line charges paid to NSE amounting to Rs.0.04 lakhs.

6. The above financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors at their meeting held on 27.07.2017. The same have been subjected to a limited review by the Statutory Auditors of the company.

7. Under IND-AS it has been identified that the company operates only at one segment and hence the segment reporting has been found to be not applicable.



By the Order of the Board  
For Indbank Merchant Banking  
Services Ltd

A K BAJPAI  
PRESIDENT & WHOLE TIME DIRECTOR

Place: Chennai  
Date: 27.07.2017

**INDBANK MERCHANT BANKING SERVICES LIMITED**

Regd. Office : First Floor, Khivraj Complex 1, No. 480, Anna Salai, Nandanam, Chennai 600035

**Statement of reconciliation of profits for the Quarter and 3 months ended as on 30.06.2017**

Reconciliation	3 Months Ended 30.06.2017	Preceeding 3 Months Ended 31.03.2017	(Rs.in lakhs)	
			Correspondin g 3 Months ended in the Previous Year 30.06.2016	Previous year ended 31.03.2017
<b>Reconciliation of the financial results to those reported under previous Generally Accepted Accounting Principles (GAAP) are summarised as below:</b>				
<b>I. Profit after tax as reported under previous GAAP</b>	<b>184.98</b>	<b>104.04</b>	<b>175.88</b>	<b>530.95</b>
Adjustment due to increase in fair value of quoted investments at FVTPL			4.96	
Actuarial loss reclassified from Profit or loss to other comprehensive Income				2.72
<b>Profit after tax as reported under Ind AS</b>	<b>184.98</b>	<b>104.04</b>	<b>180.84</b>	<b>533.67</b>
<b>GAAP</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
Actuarial loss reclassified from Profit or loss to other comprehensive Income				-2.72
<b>Other Comprehensive Income under Ind AS</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>-2.72</b>
<b>GAAP</b>	<b>184.98</b>	<b>104.04</b>	<b>175.88</b>	<b>530.95</b>
Adjustment due to increase in fair value of quoted investments at FVTPL			4.96	
<b>Total Comprehensive Income under Ind AS</b>	<b>184.98</b>	<b>104.04</b>	<b>180.84</b>	<b>530.95</b>





# A V Deven & Co

CHARTERED ACCOUNTANTS

"NU-TECH JANAKI", Flat-E, Third Floor,  
No. 9, (Old No.1), 27th Street,  
Ashok Nagar, Chennai - 600 083.

Phone : 044-24743394 / 24743395

Fax : 044-24743392

E-mail : avd3@vsnl.com

**Limited Review Report on the accounts of Indbank Merchant Banking Services Limited, Chennai, for  
the Quarter ended 30<sup>th</sup> June, 2017.**

To

**The Board of Directors,  
Indbank Merchant Banking Services Limited,  
1<sup>st</sup> Floor, Khivraj Complex 1  
No.480, Anna Salai, Nandanam,  
Chennai 600 035.**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Indbank Merchant Banking Services Limited, Chennai ('the Company') for the quarter ended June 30, 2017 (the Statement), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC//62/2016 dated July 5, 2016 ('the Listing Regulations 2015').

2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.

4. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

for M/s. A V Deven & Co.,  
Chartered Accountants,  
(Firm Reg. No. 000726S)

Place : Chennai – 83

Date : 27.07.2017

(M.No: 201760)  
(CA. R. Raghuraman)  
Partner.

**Branch Offices at :**

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