

Microsec Financial Services Limited

Corporate Identity No. (CIN) - L65993WB1989PLC047002

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MICROSEC enterprises
MAKING LIFE SIMPLE AND HAPPY

Part - I

STATEMENT OF STANDALONE AUDITED RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2016

(Rs. In Lacs except for EPS)

| Particulars | Quarter Ended | | | Year Ended | |
|--|-----------------------------|---------------|-----------------------------|-----------------|----------------|
| | 31-Mar-16 [Refer Note 5] | 31-Dec-15 | 31-Mar-15 [Refer Note 5] | 31-Mar-16 | 31-Mar-15 |
| | (Audited) | (Unaudited) | (Audited) | (Audited) | (Audited) |
| 1 INCOME FROM OPERATIONS | | | | | |
| (a) Income from Operations | 4.20 | - | 4.20 | 4.20 | 4.20 |
| (b) Other Operating Income | 50.00 | 50.00 | 50.00 | 200.00 | 200.00 |
| Total Income from Operations (Net) | 54.20 | 50.00 | 54.20 | 204.20 | 204.20 |
| 2 EXPENSES | | | | | |
| (a) Employees benefits expense | 34.31 | 27.62 | 28.50 | 116.98 | 125.64 |
| (b) Depreciation and amortization expense | 10.84 | 7.00 | 10.23 | 33.89 | 40.97 |
| (c) Other Expenditure | 19.68 | 19.93 | 21.03 | 85.71 | 76.61 |
| Total Expenses | 64.83 | 54.55 | 59.76 | 236.58 | 243.22 |
| 3 Loss from Operations before Other Income, finance costs and exceptional items (1 - 2) | (10.63) | (4.55) | (5.56) | (32.38) | (39.02) |
| 4 Other Income | 2.54 | 2.05 | 2.84 | 17.27 | 40.63 |
| 5 Profit / (Loss) before finance costs and exceptional items (3 + 4) | (8.09) | (2.50) | (2.72) | (15.11) | 1.61 |
| 6 Finance Costs | - | - | - | - | - |
| 7 Profit / (Loss) before tax but before exceptional items (5 - 6) | (8.09) | (2.50) | (2.72) | (15.11) | 1.61 |
| 8 Exceptional Item [Refer Note 6] | 237.00 | - | - | 237.00 | - |
| 9 Profit / (Loss) before tax (7 - 8) | (245.09) | (2.50) | (2.72) | (252.11) | 1.61 |
| 10 Tax Expense | | | | | |
| (a) Current Tax | - | - | - | - | - |
| (b) Deferred Tax Charge | - | - | - | - | - |
| (c) Excess provision for taxation for earlier year no longer required written back | (44.82) | - | (103.60) | (44.82) | (103.60) |
| 11 Net Profit / (Loss) after tax (9 - 10) | (200.27) | (2.50) | 100.88 | (207.29) | 105.21 |
| 12 Paid up Equity Share Capital (Face Value per share Rs.10) | 3,181.05 | 3,181.05 | 3,181.05 | 3,181.05 | 3,181.05 |
| 13 Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year | | | | 19,207.69 | 19,414.98 |
| 14 Earnings per share (Basic and Diluted) | (0.63)* | (0.01)* | 0.32 * | (0.65) | 0.33 |
| See accompanying notes to the Financial Results | | | | | |

* Not annualised



Notes :-

1. STANDALONE STATEMENT OF ASSETS AND LIABILITIES.

(Rs. in Lacs)

| Particulars | As at 31-Mar-16 (Audited) | As at 31-Mar-15 (Audited) |
|--|---------------------------------|---------------------------------|
| A EQUITY AND LIABILITIES | | |
| 1 Shareholders' Funds | | |
| (a) Share Capital | 3,181.05 | 3,181.05 |
| (b) Reserves & Surplus | 19,207.69 | 19,414.98 |
| Sub Total - Shareholders' Funds | 22,388.74 | 22,596.03 |
| 2 Current Liabilities | | |
| (a) Trade Payables | 7.57 | 7.04 |
| (b) Other current liabilities | 16.90 | 6.29 |
| (c) Short-term provisions | 11.99 | 50.82 |
| Sub Total - Current Liabilities | 36.46 | 64.15 |
| Total - Equity and Liabilities | 22,425.20 | 22,660.18 |
| B. ASSETS | | |
| 1 Non-current assets | | |
| (a) Fixed Assets | 446.81 | 383.32 |
| (b) Non-current Investments | 18,992.20 | 21,965.74 |
| (c) Long-term loans and advances | 101.76 | 153.24 |
| Sub Total - Non-Current Assets | 19,540.77 | 22,502.30 |
| 2 Current assets | | |
| (a) Current Investment [Refer Note 7] | 2,736.54 | - |
| (b) Trade Receivables | - | 4.30 |
| (c) Cash, Cash Equivalents and Other Bank Balances | 137.80 | 135.45 |
| (d) Short-term Loans and Advances | 9.32 | 16.49 |
| (e) Other Current Assets | 0.77 | 1.64 |
| Sub Total - Current Assets | 2,884.43 | 157.88 |
| Total - Assets | 22,425.20 | 22,660.18 |

2. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 26th May, 2016.

3. The shareholders of the Company had approved conversion of the Company to a Core Investment Company (CIC) on 19th March 2013. During the previous year, the Company had applied to the Reserve Bank of India (RBI) for voluntary surrender of Certificate of Registration (CoR) as Non-Banking Financial Company. Vide intimation dated 16th July, 2015, the RBI has accepted the Company's application and cancelled the CoR.

A Company having an asset size of more than Rs. 100 crores and not accessing public funds is exempt from registration as CIC with RBI in terms of the notification no. DNBS.PD.CC.No.274/03.02.089/2011-12 dated 11th May, 2012.

4. The Company has only one reportable business segment, i.e., "Financial Services – Core Investment Company" and have only one reportable geographic segment in India.

5. The figures for the quarter ended 31st March, 2016 represent the derived figures between the audited figures in respect of the year ended 31st March, 2016 and the unaudited published "period to date" figures upto 31st December, 2015 being the date of the end of the third quarter of the current year end which were subjected to a limited review.

6. Represents provision for diminution, other than temporary, in value of the Company's investment in Microsec Technologies Limited based on the assessment done by the Company's management.



7. The Company's wholly owned subsidiary, Microsec Capital Limited (MCL) and MCL's wholly owned subsidiary Microsec Commerze Limited (MCZL) are engaged in various financial service businesses. With the objective of divesting certain financial service businesses of MCL and MCZL, the Board of Directors of the Company and MCL have approved the demerger of the Consultancy and Investments undertaking of their respective Companies into a resulting company w.e.f. the appointed date April 01, 2016 subject to the approvals from members and creditors of MCL and MCZL, approval of the Hon'ble High Court at Calcutta and other necessary regulatory approvals.

The Company has also entered into a Share Purchase Agreement dated April 19, 2016 for sale of its entire shareholding in MCL (the demerged Company). This sale is subject to the aforesaid approvals necessary for the demerger. Consequently, the Company's investments in Microsec Capital Limited have been reclassified from Non-current to current.

8. Figures for the previous periods have been regrouped/ rearranged where necessary.

Place: Kolkata

Date: 26th May, 2016

For Microsec Financial Services Limit



B.L. Mittal

Chairman cum Managing Director

