

METROPOLITAN CLEARING CORPORATION OF INDIA LIMITED

CIN-U67120MH2008PLC188032

Office at: Vibgyor Towers, 4th floor, Opposite Trident Hotel, Plot No. C-62, Bandra Kurla Complex, Bandra East, Mumbai-400098

Unaudited Standalone Financial Results for the Quarter and Half Year Ended September 30, 2020

(INR in Lacs)

Sr. No	Particulars	For the Quarter Ended			For the Six Month Ended		For the year Ended
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	a) Revenue from Operations	391.87	356.64	233.22	748.51	457.60	909.43
	b) Other Income	178.67	198.88	468.15	377.55	1,045.35	1,489.30
	Total Revenue	570.54	555.52	701.36	1,126.06	1,502.94	2,398.73
2	Expenses						
	a) Employees benefit expenses	154.74	151.83	124.06	306.57	207.37	495.47
	b) Finance Cost	8.64	5.03	7.48	13.67	7.48	20.09
	c) Depreciation and amortisation expense	71.55	80.49	59.93	152.04	109.71	252.57
	d) Other expenses	312.05	300.13	324.19	612.18	614.98	1,316.25
	Total Expenses	546.99	537.48	515.67	1,084.46	939.54	2,084.38
3	Profit before tax (1-2)	23.55	18.05	185.69	41.60	563.40	314.35
4	Tax Expenses						
	a) Current Tax	5.00	5.00	30.00	10.00	115.00	10.00
	b) Income Tax For Earlier years	-	-	-	-	8.09	8.09
	c) Deferred Tax	8.76	5.05	23.13	13.81	34.67	57.60
	Total Tax Expenses	13.76	10.05	53.13	23.81	157.76	75.69
5	Net Profit after tax (3-4)	9.79	8.00	132.57	17.79	405.65	238.66
6	Other comprehensive income, net of income tax						
	a) Items that will not be reclassified to profit or loss	(7.30)	-	-	(7.30)	-	(14.60)
	b) Income tax on items not reclassified to Profit or Loss	1.84	-	-	1.84		3.67
7	Total Comprehensive Income for the Period	4.33	8.00	132.57	12.33	405.65	227.73
8	Paid-up Equity Share Capital (Face value Rs. 10/- each)	12,537	12,537	12,537	12,537	12,537	12,537
9	Earning per share (EPS) in Rs. (Not annualised)						
	a. Basic EPS (Rs.)	0.01	0.01	0.13	0.01	0.13	0.12
	b. Diluted EPS (Rs.)	0.01	0.01	0.13	0.01	0.13	0.12

- 1 The above financial results for the quarter and period ended September 30,2020 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 6, 2020.
- 2 The Company is engaged in the business of Clearing & Settlement of Trades. This in the context of Ind AS 108 -" Operating Segments "is considered to constitute the only reportable segment.
- 3 SEBI in its order dated March 19, 2014 stated that 63 moons technologies limited (63 moons) (Formerly known as Financial Technologies (India) Limited) is not a 'fit and proper person' to acquire or hold any equity share or any instrument that provides for entitlement for equity shares or rights over equity shares at any future date, in a Recognized Stock Exchange or Clearing Corporation, either directly or indirectly and directed them to divest equity shares held in MCCIL, directly or indirectly, within 90 days of the order. In the same order, SEBI also stated that 63 moons and entities through whom it indirectly holds equity shares or any instrument entitling voting rights in MCCIL shall cease to be entitled to exercise voting rights in respect of those shares or instruments with immediate effect. The Securities Appellate Tribunal (SAT) has since its order dated July 09, 2014 upheld the decision of SEBI. SEBI had vide its letter dated September 29, 2014 directed the Company to comply with the shareholding requirements of SECC Regulations and SEBI's direction issued vide order dated March 19, 2014 with regard to entities which have been declared not 'fit and proper' person. Further the Company sent multiple letters to 63 moons regarding divestment of their stake in the Company; in reply to these letters 63 moons informed us that they are in search of the suitable buyer to acquire their stake in the Company. Further, SEBI vide letter no. SEBI/MRD/DRMNP/2019/15963 dated June 25, 2019 advised the Company to freeze the voting rights and corporate benefits of 63 moons technologies limited.
- 4 Securities & Exchange Board of India had issued norms related to the computation and contribution to the Core Settlement Guarantee Fund (Core SGF) as part of the SEBI circular
(A) Core SGF - For Segments other than Commodity Derivatives:
An amount of Rs. 41.65 crore is required to be maintained as the Minimum Required Corpus (MRC) of Core SGF for the segment other than commodity. As on September 30, 2020, an amount of Rs. 56.64 crore is maintained comprising of Rs. 23.35 crore contributed by the MCCIL, Rs. 10.41 crore contributed by MSEI, Rs. 4.26 crore as Penalties and Rs. 18.62 crore as Income earned / accrued on Core SGF Corpus.
(B) Core SGF- For Commodity Segment:
An amount of INR 10 crore is required to be maintained as the Minimum Required Corpus (MRC) of Core SGF in the Commodity Derivatives Segment. As on September 30, 2020, an amount of INR 47.01 crore is maintained comprising of INR 5 crore contributed by the MCCIL, INR 35.34 crore contributed by ICEX and INR 0.55 crore as Penalties , INR 6.12 crore as Income earned / accrued on Core SGF Corpus.
- 5 The Company has received letter dated September 15, 2020 from MSE for termination of existing Clearing & Settlement Agreement between MSE and MCCIL. As per Clause 15.1 of the existing agreement, it is effective until terminated giving six month notice period by either parties. The Company has raised C&S invoices in accordance with the aforesaid C&S Agreement which has been disputed by MSE.
- 6 For previous year (2019-20) figures have been re-grouped, re-arranged and re-classified wherever necessary, to make them comparable.

STATEMENT OF STANDALONE ASSETS & LIABILITIES

Sr. No	Particulars	As at September 30,2020	As at March 31,2020
I	<u>ASSETS</u>		
1	Non-current Assets		
	(a) Property, Plant and Equipment	412.18	404.88
	(b) Intangible assets	442.70	467.43
	(c) Intangible Assets under development	170.28	53.04
	(d) Right to use	529.54	282.90
	(e) Other Non - Current Financial Assets	1,830.54	9,839.36
	(f) Deferred tax assets	-	-
	(g) Other non - current assets	251.32	40.23
		3,636.56	11,087.84
2	Current assets		
	(a) Financial Assets	-	
	(i) Investments	962.69	1,612.21
	(ii) Trade receivables	488.62	61.90
	(iii) Cash and cash equivalents	76.73	36.98
	(iv) Bank balances other than above	22,149.38	14,237.19
	(v) Other Current Financial Assets	391.84	16.16
	(b) Current Tax Assets (Net)	985.23	1,173.21
	(c) Other current assets	257.56	79.08
		25,312.04	17,216.74
	TOTAL ASSETS	28,948.60	28,304.58
II	<u>EQUITY AND LIABILITIES</u>		
1	Equity		
	(a) Equity share capital	12,537.10	12,537.10
	(b) Other equity	1,433.80	1,421.47
		13,970.90	13,958.57
2	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Lease Liability	389.38	76.75
	(ii) Other Financial Liabilities	10,095.16	9,758.87
	(b)Provisions	49.08	31.95
	(c) Deferred Tax Liability	66.59	54.62
		10,600.21	9,922.19
3	Current liabilities		
	(a) Financial Liabilities		
	(i) Trade payables		
	MSME	-	-
	Others	19.01	8.67
	(ii) Lease Liability	130.21	191.35
	(iii) Other Financial Liabilities	3,255.56	3,771.42
	(b) Other Current Liabilities	954.25	434.98
	(c) Provisions	18.47	17.40
		4,377.49	4,423.82
		14,977.70	14,346.01
	TOTAL EQUITY AND LIABILITIES	28,948.60	28,304.58

STANDALONE STATEMENT OF CASH FLOWS

(INR in Lacs)

Particulars	Half Year Ended September 30,2020	Year Ended March 31, 2020
A. Cash Flow from Operating Activities		
Net Profit Before Tax	41.59	314.35
Adjustments for:		
Depreciation and Amortisation Expense	152.04	75.01
Finance cost	13.67	20.09
Dividend from Current Investments	(0.10)	(16.99)
Interest Income	(521.48)	(1,620.11)
Remeasurement of Post-Employment Benefit Obligations	(7.30)	(14.60)
Adjustment for MTM Investment measured at FVTPL	(14.46)	(92.03)
Operating Loss Before Working Capital Changes	(377.63)	(1,648.62)
Adjustments for:	(336.04)	(1,334.27)
(Increase)/Decrease in Trade Receivables	(426.72)	28.67
(Increase)/Decrease in Other Current Financial Assets	(7,638.34)	25,369.95
(Increase)/Decrease in Other Current Assets	9.51	(455.40)
Increase/(Decrease) in Trade Payables	10.34	5.36
Increase/(Decrease) in Other Current Financial Liabilities	(57.73)	358.31
Increase/(Decrease) in Short Term Provisions	1.07	7.48
Cash (used in) / generated from Operating Activities	(8,101.88)	25,314.38
Taxes Paid (Net)	(8,437.92)	23,980.10
Net Cash (used in) / generated from Operating Activities	(23.81)	(75.69)
	(8,461.73)	23,904.41
B. Cash Flow from Investing Activities		
Sale / (Purchase) of Current Investments (Net)		
Purchase of Property, Plant & Equipment	(169.55)	(1,046.49)
Investment in Deposits	8,010.72	(9,824.35)
Maturity of Deposits	(1.91)	1,367.41
Changes in Other advances	(211.08)	351.47
Increase in other financial liabilities	365.39	823.42
Dividend Income	0.10	16.99
Interest Income	521.48	1,620.11
Net Cash (used in) / generated from Investing Activities	8,515.15	(6,691.44)
C. Cash Flow from Financing Activities		
Dividend Distribution Tax paid		(269.23)
Lease Liability Payment	(14.70)	76.76
Proceeds towards Capital Reduction		(17,000.00)
Net Cash (used in) / generated from Financing Activities	(14.70)	(17,192.47)
Net (Decrease) / Increase in Cash and Cash Equivalents	39.74	21.10
Cash and Cash Equivalents at the beginning of the year	36.98	15.88
Cash and Cash Equivalents at the end of the year	76.73	36.98
	39.74	21.10

Sd/-

Alok Mittal

Public Interest Director

DIN:00008577

Sd/-

Balu Nair

Managing Director

DIN: 07027100

Sd/-

Krishna J. Wagle

Chief Financial Officer

Place: Mumbai

Date: November 6,2020