

**iStreet Network Limited**

CIN L51900MH1986PLC040232



513, Palm Spring, Link Road, Malad West, Mumbai - 400 064; Website : www.istreetnetwork.com

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2017**

Sr. No.	Particulars	Rs.in Lakhs except EPS	
		Quarter Ended	
		30.06.2017 Un-Audited	30.06.2016 Un-Audited
I	Revenue from Operations	8.49	1,028.07
II	Other Income	11.83	4.75
III	<b>Total Income (I+II)</b>	<b>20.32</b>	<b>1,032.82</b>
IV	<b>Expenses</b>		
	Purchase of Stock in Trade	4.04	964.09
	Change in inventories OF Finished goods, Stock-In-Trade	4.22	20.66
	Employee Benefit Expense	14.82	15.01
	Finance Costs	-	-
	Depreciation & Amortisation expenses	4.14	4.08
	Other Expenditure	168.51	72.90
	<b>Total Expenses (IV)</b>	<b>195.72</b>	<b>1,076.74</b>
V	<b>Profit/(Loss) before exceptional items and Tax. (III-IV)</b>	<b>(175.39)</b>	<b>(43.92)</b>
VI	Exceptional Items		
VII	<b>Profit/(Loss) before Tax (V-VI)</b>	<b>(175.39)</b>	<b>(43.92)</b>
VIII	Tax Expenses		
	- Current Tax	-	-
	- Deferred Tax	-	-
IX	<b>Profit/(Loss) for the period from Continuing Operations (VII-VIII)</b>	<b>(175.39)</b>	<b>(43.92)</b>
X	<b>Other Comprehensive Income</b>		
	A(i) Items that will not be reclassified to Profit or Loss	-	-
	(ii) Income Tax relating to Items that will not be reclassified to Profit or Loss	-	-
	B(i) Items that will be reclassified to Profit or Loss	-	-
	(ii) Income Tax relating to Items that will be reclassified to Profit or Loss	-	-
	<b>Total Other Comprehensive Income</b>	-	-
XI	<b>Total Comprehensive Income for the Period (IX+X)</b>	<b>(175.39)</b>	<b>(43.92)</b>
X	Earnings per Share(EPS) face value Rs. 4 each (Not annualised)		
	Basic	(0.82)	(0.21)
	Diluted	(0.82)	(0.21)

**Notes :**

- The above result has been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 11.08.2017
- With effect from 1st April, 2017, the company has discontinued its Internet Retail Business which required huge resources for promotion, marketing and shipping (please refer the detailed note herein below) and has modified its model from 'virtual inventory Internet Retail Store' to 'Partial Inventory Internet Retail Store'. The new model shall continue to leverage company's strength of partnering with small neighbourhood Retailers.
- The company has been investing huge resources in developing technology, infrastructure, marketing, promotions, business process and fulfillment over the last three years in order to expand its retail network and customer base. Since it is an innovative process of Retailing where the company orchestrates 3rd party physical retail stores with virtual inventory, the business model requires continuous investments till it reaches the breakeven point and turns profitable. Hence, the company has to raise money in small tranches on a continuous basis to fund its operations and expansion. In March 2017, the company has been classified into the Graded Surveillance Measure (GSM) list by BSE. The criteria for classifying the company into GSM and now into Stage 3 are not very clear to us. The impact of classifying company in GSM by BSE has led to trade restrictions and a complete 'roadblock' in terms of raising additional capital from new investors. Thus new fund raising has become an extremely challenging and a daunting task. Consequently, the company stopped its virtual Inventory Retail Store model with effect from April 2017. The company has already started working on its new business strategy to create internal resources to fund the project and focus on 'profitability'.

- 4 Other expenses include a provision made during the quarter for a doubtful receivable of Rs. 150 lacs.
- 5 This statement has been prepared in accordance with the Companies (Indian Accounting standards (Ind AS) ) Rules 2015 prescribed under section 133 of the Companies Act, 2013 read with rules made there under and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2017 the Company has for the first time adopted Ind AS with transition date of April 1, 2016 and accordingly quarterly result for the period April - June 2016 has been restated.
- 6 The Statement does not include Ind AS Compliant results for the preceding quarter and previous year ended March 2017 as it is not mandatory as per SEBI Circular dated July 05, 2016.
- 7 The Reconciliation of net profit reported under Indian GAAP for the quarter ended June 30, 2016 with Ind AS is given below :

Particulars	(Rs. In Lakhs)
Net Profit as per previous GAAP (Indian GAAP)	(43.92)
Adjustment on account of Ind AS:	
Provision for Expected Loss on Financial Asset	-
Net Profit / (Loss) as per Ind AS	(43.92)
Other Comprehensive Income net of Income Tax	-
<b>Total Comprehensive Income for the Period</b>	<b>(43.92)</b>

- 8 Previous quarter figures have been regrouped, wherever necessary.

Place : Mumbai  
Dated : 11.08.2017



By Order of the Board  
*Pradeep Malu*  
Pradeep Malu  
Managing Director  
DIN:00001959