

# PRIME

January 14, 2016

**Corporate Relationship Department**  
**Bombay Stock Exchange Limited**  
Phiroze Jeejeebhoy Towers, Dalal Street,  
Fort, Mumbai 400001

**Capital Markets-Listing**

**National Stock Exchange of India Ltd**  
Exchange Plaza, 5<sup>th</sup> Floor, Plot No. C/1,  
G Block, Bandra Kurla Complex, Bandra (East),  
Mumbai 400051

Dear Sir,

**Sub: Unaudited Financial Results for the Quarter ended December 31, 2015**

**Re: Stock Code: 500337 (BSE) / PRIMESECU (NSE)**

Pursuant to the provisions of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the board of directors of the Company, at their meeting held today, have taken on record the **Unaudited Financial Results of the Company for the Quarter ended December 31, 2015**.


The text of Unaudited Financial Results of the Company and Limited Review Report is enclosed herewith.

Please note that the Unaudited Financial Results will be published in the newspapers as per the provisions of Regulation 47 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is for your information and records.

Thanking you,

Yours faithfully,  
For **Prime Securities Limited**

  
**Ajay Shah**  
**Company Secretary**

**Prime Securities Limited**  
1109 / 1110, Maker Chambers V,  
Nariman Point, Mumbai 400 021.  
CIN: L67120MH1982PLC026724

Tel : +91-22-6184 2525  
Fax: +91-22-2497 0777

# PRIME SECURITIES LIMITED

Regd. Office : 1109/1110, Maker Chambers V, Nariman Point, Mumbai 400021 (CIN: L67120MH1982PLC026724)  
Tel: +91-22-61842525 Fax: +91-22-24970777 Website: www.primesec.com Email: prime@primesec.com

**PRIME**

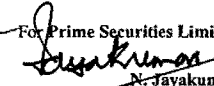
## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2015

	Amt Rs. Lacs					
	Quarter ended 31-Dec-15	Quarter ended 30-Sep-15	Quarter ended 31-Dec-14	Period ended 31-Dec-15	Period ended 31-Dec-14	Year ended 31-Mar-15 (Audited)
<b>PART - I</b>						
1. <b>Income from Operations</b>						
Income from Operations	188	215	146	466	200	232
Other Operating Income	-	-	-	-	-	-
<b>Total Income from Operations</b>	<b>188</b>	<b>215</b>	<b>146</b>	<b>466</b>	<b>200</b>	<b>232</b>
2. <b>Expenses</b>						
Employee Benefit Expense	16	16	13	48	54	128
Depreciation & Amortisation Expense	14	21	6	57	29	35
Fixed Assets Written-off	72	-	-	72	-	-
Other Expenses	66	35	50	140	150	201
<b>Total Expenses</b>	<b>168</b>	<b>72</b>	<b>69</b>	<b>317</b>	<b>233</b>	<b>364</b>
3. <b>Profit / (Loss) from Operations before Other Income, Interest &amp; Exceptional Items</b>	<b>20</b>	<b>143</b>	<b>77</b>	<b>149</b>	<b>(33)</b>	<b>(132)</b>
4. <b>Other Income</b>	<b>406</b>	<b>299</b>	<b>-</b>	<b>1,063</b>	<b>323</b>	<b>591</b>
5. <b>Profit / (Loss) before Interest and Exceptional Items</b>	<b>426</b>	<b>442</b>	<b>77</b>	<b>1,212</b>	<b>290</b>	<b>(459)</b>
6. Finance Cost	-	-	-	-	1	23
7. Diminution in Value of Investments	-	-	-	-	-	-
8. Loss on Sale of Investments	-	-	-	165	874	928
9. <b>Profit / (Loss) from Ordinary Activities before Tax</b>	<b>426</b>	<b>442</b>	<b>77</b>	<b>1,047</b>	<b>(585)</b>	<b>(492)</b>
10. <b>Provision for Tax</b>						
- Current Tax	85	88	-	209	-	-
- Income Tax of Earlier Years	-	-	-	-	-	-
11. <b>Net Profit / (Loss) for the Period</b>	<b>341</b>	<b>354</b>	<b>77</b>	<b>838</b>	<b>(585)</b>	<b>(492)</b>
12. Paid-up Equity Share Capital (Face Value Rs. 5/- each)	1,328	1,328	1,328	1,328	1,328	1,328
13. Reserves (excluding Revaluation Reserves)	-	-	-	-	-	3,898
14. <b>Earnings per Share (in Rs. not annualised)</b>						
- Basic EPS before and after Extraordinary Items	1.29	1.34	0.29	3.17	(2.21)	(1.86)
- Diluted EPS before and after Extraordinary Items	1.29	1.34	0.29	3.17	(2.21)	(1.86)

\* Provision/Diminution will be made at the year end

### Notes:

- The above results were reviewed by the audit committee and taken on record by the board of directors at the meeting held on January 14, 2016.
- The statutory auditors of the Company have carried out a limited review of the results.
- Income from operations includes fees received during the period.
- Other income includes amount written-back (net of write-offs).
- The statutory auditors of the Company in their limited review report for the quarter ended December 31, 2015, September 30, 2015, June 30, 2015 and audit report for the year ended March 31, 2015 have recorded their views about the following:
  - The financial statements are prepared on a going concern basis and the valuation of assets and liabilities are in accordance with that principle. *Management clarification: The Company has earned adequate revenues and generated surpluses. The management is confident of maintaining this trend.*
  - The Company proposes to capitalise share application money advanced to subsidiary, and accordingly no provision has been made in the carrying value of financial exposure in the subsidiary. *Management clarification: The management is in the process of re-capitalising the subsidiary.*
  - In respect of certain secured loans no provision of interest has been made, which otherwise would have increased the amount of secured loans. *Management clarification: The Company is in the process of renegotiating terms with the secured lenders.*
  - In respect of certain outstanding inter-corporate deposits received by the Company, in the absence of confirmation of balances, terms of repayment & charges of interest, we are unable to ascertain the impact. *Management clarification: These are unsecured advances; terms of which the Company is in the process of renegotiating.*
  - Write-back of an unsecured loan. *Management clarification: The part of the said unsecured loan is no longer payable based on the assessment of the management.*
- The Company operates in only one segment i.e. corporate advisory services and there are no reportable segments as required by accounting standard 17 issued by ICAI.
- Previous period figures have been re-grouped / re-classified wherever necessary.

For Prime Securities Limited  
  
 N. Jayakumar  
 Managing Director

Mumbai  
 January 14, 2016

**LIMITED REVIEW REPORT**

To,  
**The Board of Directors**  
**Prime Securities Limited**

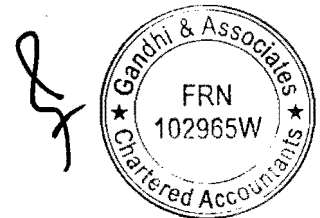
We have reviewed the accompanying statement of standalone unaudited financial results of Prime Securities Limited for the quarter ended 31<sup>st</sup> December 2015. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



Attention is invited to the following:

- (a) *The Company's financial statements are prepared on going concern basis, notwithstanding doubts as regards the Company's ability to meet its financial obligations as and when they fall due. The appropriateness of the said basis is interalia dependent on the Company's ability to generate cash from revenue streams and disposing-off investments to meet its liabilities in normal course of business. Relying on the management's representation on the above, no adjustments have been made to the carrying value of the assets and liabilities in the accompanying financial statements.*
- (b) *The Company has substantial financial exposure in its subsidiary Primesec Investments Limited whose net worth has been eroded; but having regard to the proposed capitalization of share application monies advanced by the Company; no provision/adjustment is made to the carrying amount of financial exposure in the subsidiary.*
- (c) *The Company has not provided for interest of Rs. 234.40 Lacs for the quarter on certain secured loans as in the opinion of the management the same would not be payable in view of ongoing negotiations with the lenders. Had the Company made such provision, the profit for the quarter would have been lower by that amount.*
- (d) *During the quarter, the Company has written-back Rs. 525.00 Lacs being part of an unsecured loan based on the management's assessment of the situation. Had the Company not made such write-back, the profit for the quarter would have been lower by that amount.*
- (e) *As per the Company's policy, diminution in value of investments is determined only at financial year-end. Consequently, diminution of Rs. 1150.38 Lacs as on 31<sup>st</sup> December 2015 is not accounted.*



Based on our review conducted as above and ***subject to clauses (a) to (e) above*** nothing has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For GANDHI & ASSOCIATES**  
**Chartered Accountants**  
*[FRN: 102965W]*



**Milind Gandhi**  
**Partner**  
**Membership No. 043194**



Place: Mumbai  
Dated: 14<sup>th</sup> January 2016