

Independent Auditor's Limited Review Report on Standalone Unaudited Financial Results of Prime Securities Limited for the Quarter and Nine months ended December 31, 2024, Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**TO THE BOARD OF DIRECTORS OF
Prime Securities Limited**

Introduction

1. We have reviewed the accompanying statement of unaudited standalone financial results of Prime Securities Limited ("the Company") for the quarter and nine months period ended December 31, 2024 ("the statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
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 recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial results based on our review.

Scope of the Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Conclusion

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of 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.

Emphasis of matter

5. We draw attention to Note 4 to the statement read together with the Basis for Qualification para of predecessor Auditor's report dated April 25, 2024 for the Quarter ended March 31, 2024 which states that the management has recognised a reduction in fair value in investment amounting to INR 1,243 Lakhs in quarter ended March 31, 2024, but has not restated its financial information for the previous quarters ended December 31, 2023. Accordingly, the comparative information for the previous Quarter and Nine Months period ended December 31, 2023, is not comparable to that extent.

Our opinion is not modified with respect to this emphasis of matter

Other Matters

6. The numbers and details pertaining to quarter and nine months period ended December 31, 2023, have been traced from the review report of the predecessor auditor who has issued a modified conclusion vide his report dated January 19, 2024, in terms of Regulation 33 the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
7. The numbers and details pertaining to year ended as at March 31, 2024 and notes related thereto in the statement have been traced from the Financial Statements of the Company audited by the predecessor auditor who has issued an unmodified audit report dated April 25, 2024.

Our report is not modified in respect of these other matters.

For Sharp & Tannan Associates

Chartered Accountants

ICAI Firm Reg. No. 109983W

By the hand of



CA Tirtharaj Khot

Partner

Membership No.(F)037457

UDIN:25037457BMMBDU7751

Place: Mumbai

Date: January 21, 2025

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

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED DECEMBER 31, 2024

(Rs. in Lakhs, unless otherwise stated)

Particulars	Quarter ended			Period ended		Year ended
	31-Dec-24 (Unaudited)	30-Sep-24 (Unaudited)	31-Dec-23 (Unaudited)	31-Dec-24 (Unaudited)	31-Dec-23 (Unaudited)	31-Mar-24 (Audited)
I Revenue from Operations						
Fee and commission income	1,254	2,393	1,220	4,449	2,612	3,090
II Other Income						
i) Interest income	48	53	66	162	189	255
ii) Dividend income	-	0	0	101	0	0
iii) Net gain on fair value changes						
- Realised	47	29	2	119	6	8
- Unrealised	-	158	21	446	5	12
iv) Others	4	-	0	4	0	0
Total Other Income	99	240	89	832	200	275
III Total income (I+II)	1,353	2,633	1,309	5,281	2,812	3,365
Expenses						
i) Finance cost	1	2	9	9	42	49
ii) Fee and commission expense	-	100	40	100	70	183
iii) Net loss on fair value changes						
- Unrealised	79	-	-	-	-	-
iv) Impairment on financial instruments	150	76	58	285	29	34
v) Employee benefit expenses	286	630	287	1,398	1,019	1,378
vi) Depreciation and amortisation expense	22	24	21	68	61	82
vii) Other expenses	86	67	115	284	491	623
IV Total expenses	624	899	530	2,144	1,712	2,349
V Profit before exceptional items and tax (III-IV)	729	1,734	779	3,137	1,100	1,016
VI Exceptional items (net)	-	-	-	368	-	-
VII Profit / (loss) before tax (V) + (VI)	729	1,734	779	3,505	1,100	1,016
VIII Tax expenses / (credits)						
- Current tax charge / (credit)	153	314	145	657	196	183
- Earlier year tax charge / (credit)	(4)	-	-	(4)	-	-
- Impact on deferred tax liability due to change in tax rate	(5)	(316)	-	(321)	-	-
- Deferred tax liability on temporary differences	(28)	50	(1)	60	(31)	(29)
IX Profit / (loss) after tax (VII-VIII)	613	1,686	635	3,113	935	862
X Other comprehensive income						
a) I) Items that will not be reclassified to profit or loss						
(a) Remeasurement of defined employee benefit plans	(8)	(8)	7	(32)	(9)	(11)
(b) Remeasurement gain / (loss) on fair valuation of investments in equity instruments	-	497	123	497	123	1,396
II) Income tax relating to items that will not be reclassified to profit or loss	2	(70)	(31)	(63)	(26)	(322)
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	-	-	-	-	-	-
Other comprehensive income (a+b)	(6)	419	99	402	88	1,063
XI Total comprehensive income for the quarter / year (IX + X)	607	2,105	734	3,515	1,023	1,925
XII						
i) Paid-up equity share capital (face value Rs. 5 each)	1,681	1,677	1,648	1,681	1,648	1,664
ii) Other equity						11,961
XIII Earnings / (loss) per equity share (Rs. not annualised for the quarters and year ended)						
- Basic (amount in Rs.)	1.83	5.03	1.93	9.29	2.86	2.63
- Diluted (amount in Rs.)	1.78	4.88	1.86	9.02	2.74	2.52

Standalone Notes:

- 1 The above standalone financial results, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind-AS") 34 "Interim Financial Reporting" as notified under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India, have been reviewed and recommended by the Audit Committee and approved and taken on record by the Board of Directors at their respective meetings held on January 21, 2025. The results for the Quarter and Nine Months ended December 31, 2024 have been reviewed by the Statutory Auditors of the Company and they have expressed an unmodified audit conclusion on these financial results. The results are available on the stock exchanges websites at www.bseindia.com / www.nseindia.com and on the website of the Company at www.primesec.com.
- 2 Exceptional item for the nine months ended December 31, 2024 represent the net gain on sale of a residential flat during the quarter ended June 30, 2024, calculated on the basis of realisation of sale price as reduced by the cost of flat appearing as receivable, related directly allocatable expenses.
- 3 Pursuant to the amendment approved by the shareholders at their meeting held on June 13, 2023, to the object clause for the utilization of funds received against the issue of equity shares in November 2021 to specified investors on a preferential basis, the Company have utilised part of the proceeds in terms of the permitted objects and the balance unutilized proceeds have been invested in the fixed deposits with bank pending utilisation in terms of the objects of the issue.
- 4 The audit report for the quarter ended March 31, 2024 was qualified in respect of the impact of the fair value change in the quarter ended March 31, 2024 and earlier quarters ended September 30, 2023 and December 31, 2023, in respect of the investment in an entity engaged in online gaming platform service business, on which the Company had recognised a reduction in fair value of the investment amounting to INR 1,243 lakhs in the quarter ended March 31, 2024. The Company had not made any adjustment in the financial information for the preceding quarters ended September 30, 2023 and December 31, 2023 as the regulatory changes in the gaming industry were in effect from October 1, 2023 and adequate data, such as consumer reaction and the legal status of demands for the previous years, were not available for appropriate evaluation and hence its impact on the fair valuation was unascertainable to that extent.
- 5 The Company, on December 12, 2024, acquired 41.68% equity stake in Ark Neo Financial Services Private Limited ("Ark Neo"), from the Promoters of Ark Neo for consideration of INR 200 lakhs and subscribed to Optionally Convertible Debentures of INR 200 lakhs into Ark Neo.
- 6 During the quarter and nine months ended December 31, 2024, the Company allotted 65,000 and 3,24,000 equity shares respectively, pursuant to the exercise of employee stock options.
- 7 The Company has subsidiaries and associates as at December 31, 2024 and accordingly, the unaudited consolidated financial results of the Company for the quarter and nine months ended December 31, 2024, prepared in accordance with the applicable provisions of law, are also submitted to the concerned stock exchanges along with these unaudited standalone financial results.
- 8 The Company has only one segment of business i.e. Financial Advisory and Intermediation services. There are no separate reportable segments in terms of Ind-AS 108.
- 9 The amounts reflected as "0" in the financial information are values with less than rupees one lakh.
- 10 Previous quarter and period / year ended figures have been regrouped / reclassified, wherever necessary, to confirm to the current quarter / period presentation, the impact of such restatements / regroupings are not material to Financial Statements.

Mumbai
January 21, 2025

For Prime Securities Limited
JAYAKUMAR
NARAYANSW
AMI
N. Jayakumar
Managing Director and Group CEO
(DIN: 00046048)

Digitally signed by JAYAKUMAR NARAYANSWAMI
DN: cn=JK, o=Primesec,
presId=JK, email=jayakumar@primesec.com,
serialNumber=1, c=IN
2.5.4.20=6a1e88288c12926508024ad48b2e935e1
446baa5d402992b6e15d4f30d61,
postalCode=400006, st=Maharashtra
serialNumber=815CCEE3EA2099D43F3CBA54FE75
59923CA448B8E5D7A5D9798EBC9FFCFA887,
cn=JAYAKUMAR NARAYANSWAMI
Date: 2025.01.21 10:23:28 +05'30'