

# PRIME SECURITIES LIMITED - CONSOLIDATED

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**

## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2019

### STATEMENT OF PROFIT AND LOSS (CONSOLIDATED)

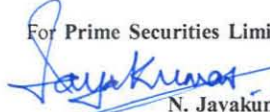
Amt Rs. Lacs

PARTICULARS	Quarter ended 31-Mar-19	Quarter ended 31-Dec-18	Quarter ended 31-Mar-18	Year ended 31-Mar-19	Year ended 31-Mar-18
I. Revenue from Operations	1,344	1,341	267	4,586	2,311
II. Other Income	40	9	22	109	91
III. Total Revenue ( I+II )	1,384	1,350	289	4,695	2,402
IV. Expenses					
Employee Benefits Expense	435	319	81	1,240	354
Finance Costs	3	6	1	17	2
Depreciation and Amortisation Expense	16	12	4	39	15
Professional Fees	50	173	8	701	108
Other Expenses	99	126	111	395	313
Total Expenses	603	636	205	2,392	792
V. Profit / (Loss) before Exceptional, Extraordinary Items & Tax ( III-IV )	781	714	84	2,303	1,610
VI. Exceptional Items	-	-	-	-	-
VII. Profit / (Loss) before Extraordinary Items & Tax ( V-VI )	781	714	84	2,303	1,610
VIII. Extraordinary Items	(138)	-	186	(138)	106
IX. Profit / (Loss) before Tax ( VII+VIII )	643	714	270	2,165	1,716
X. Tax Expense					
(i) Current Tax	162	152	64	478	373
(ii) Deferred Tax	(9)	-	(89)	(9)	(89)
XI. Profit / (Loss) for the Period ( IX-X )	490	562	295	1,696	1,432
XII. Other Comprehensive Income (Net)	(8)	15	6	(56)	(16)
XIII. Total Comprehensive Profit / (Loss) for the Period ( XI+XII )	482	577	301	1,640	1,416
XIV. Paid-up Equity Share Capital (FV Rs. 5/- each)	1,330	1,330	1,330	1,330	1,330
XV. Other Equity	-	-	-	2,238	(318)
XVI. Earnings per Equity Share (Rs. not annualised) (FV Rs. 5/- each)					
- Basic	1.85	2.18	1.15	6.40	5.34
- Diluted	1.81	2.18	1.15	6.27	5.34

#### Notes:

- The above Results are in compliance with Indian Accounting Standards (Ind-AS) notified by the Ministry of Corporate Affairs. The Results were reviewed by Audit Committee and taken on record by the Board of Directors at its Meeting held on May 18, 2019.
- The figures for the Quarter ended March 31 are the balancing figures between the Audited figures in respect of the full Financial Year and the published year-to-date figures upto the Third Quarter ended December 31 of the respective Financial Year.
- Extraordinary Items represents amount written-off net of write-backs.
- Other Comprehensive Income represents net actuarial gain / (loss) on employee defined benefit obligation.
- The Independent Auditors of the Company in their Audit Report for the Year ended March 31, 2019 have recorded their opinion about the following:
  - Write-back of an advance written-off in earlier year. *Management clarification: The said advance has been written-back as receivable on receipt of a confirmation from the concerned party.*
  - Non receipt of confirmation of account from certain debtors and advances. *Management clarification: Management is confident of receiving the amounts in the ordinary course of business.*
  - Write-back of amount payable. *Management clarification: The said amount is no longer payable in the opinion of the management.*
  - Accounting of revenue pending satisfaction of performance obligation as per Ind AS 115. *Management clarification: Management is of the opinion that company has fulfilled its performance obligation.*
- The Company has only one segment i.e. Financial Advisory & Intermediation services. There are no separate reportable segments as required by Accounting Standard 17 issued by ICAI.
- Previous period figures have been re-grouped / re-classified wherever necessary.

Mumbai  
May 18, 2019

For Prime Securities Limited  
  
N. Jayakumar  
Managing Director & Group CEO

**INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED  
QUARTERLY AND ANNUAL FINANCIAL RESULTS OF  
PRIME SECURITIES LIMITED**

**The Board of Directors  
Prime Securities Limited**

1. We have audited the accompanying the annual consolidated financial results of **PRIME SECURITIES LIMITED** ('the Company') and its subsidiaries (collectively, 'the Group') for the year ended March 31, 2019 attached herewith ('the Statement') being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board India (Listing Obligations and Disclosure Requirements) Regulations 2015 ('Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been compiled from the related consolidated AS financial statements which has been prepared in accordance with the Indian Accounting Standards 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 express an opinion on the Statement based on our audit of such consolidated financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.





4. We did not audit the financial statement of one subsidiary included in the Statement, whose annual financial statements reflect total assets of Rs. 356.98 Lacs as at March 31, 2019, total revenues of Rs. 39.66 Lacs, total net profit after tax of Rs. 2.42 Lacs and total comprehensive income of Rs. 2.42 Lacs for the year ended on that date. These financial statements have been audited by other auditor whose reports have been furnished to us by the management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the reports of the other auditor.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor.

5. Basis for qualified opinion:

- (a) *The Group has accounted for revenue of Rs. 500.00 Lacs pending satisfaction of performance obligations mandated by the Accounting Standard on Revenue from Contract with Customers (Ind AS 115). Accordingly, the Profit for the year and Trade Receivables are higher by the said amount.*
- (b) *The Group had, in an earlier financial year, written-back an outstanding payable of Rs. 219.07 Lacs as in the opinion of the management the same was no longer payable. Accordingly, the loss in Surplus (Profit & Loss) under Other Equity and Other Current Liabilities are both lower by the said amount.*
- (c) *The Group had, in an earlier financial year, re-instated an advance of Rs. 327.50 Lacs which was previously written-off as not recoverable. Accordingly, the loss in Surplus (Profit & Loss) under Other Equity is lower, and Other Non-Current Assets is higher, by the said amount.*

6. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors referred to in paragraph 4 above, the Statement:

- (i) includes the annual financial results of the following wholly-owned subsidiaries:

No.	Name of the Entity
1	Prime Research & Advisory Limited
2	Prime Commodities Broking (India) Limited
3	Primesec Investments Limited
4	Prime Funds Management Limited

- (ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and,
- (iii) *subject to clauses 5 (a) to (c), gives a true and fair view of the consolidated net profit, total comprehensive income and other financial information for the quarter ended March 31, 2019 and the year ended March 31, 2019.*



7. Emphasis of Matter: Our opinion is not modified in respect of the following:

- (a) *The Group has not received confirmation of account from certain debtors whose aggregate balance outstanding is Rs. 1,312.70 Lacs at the year-end. No provision for doubtful debt is considered necessary by the Group as in the opinion of its management the amount will be fully realized in ordinary course of business.*
- (b) *The Group has not received confirmation of account from certain parties to whom advances are given whose aggregate balance outstanding is Rs. 234.90 Lacs at the year-end. No provision for doubtful advances is considered necessary by the Group as in the opinion of its management the amount will be fully realized in ordinary course of business.*

**For GANDHI & ASSOCIATES LLP**

**Chartered Accountants**

(FRN: 102965W/W100192)



**Milind Gandhi**

**Partner**


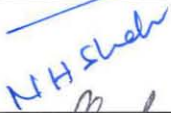

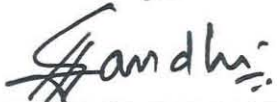

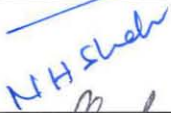

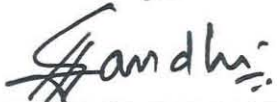

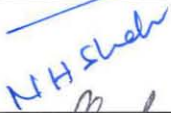

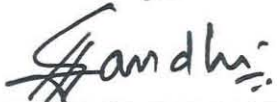
Membership No. 043194

Place: Mumbai

Dated: May 18, 2019

**Statement of Impact of Audit Qualifications (for Audit Report with Modified Opinion) submitted along-with Annual Audited Financial Results for the Financial Year ended March 31, 2019 (Consolidated)**

<b>I.</b>	<b>Sr. No.</b>	<b>Particulars</b>	<b>Audited Figures (as reported before adjusting for qualifications)</b>	<b>Adjusted Figures (audited figures after adjusting for qualifications)</b>
	1.	Turnover / Total Income	4,694.90	4,194.90
	2.	Total Expenditure	2,998.80	2,998.80
	3.	Net Profit / (Loss)	1,696.10	1,196.10
	4.	Earnings Per Share	6.40	4.51
	5.	Total Assets	4,635.39	3,807.89
	6.	Total Liabilities	1,067.68	1,286.75
	7.	Net Worth	3,567.71	2,521.14
	8.	Any other financial item(s) (as felt appropriate by management)	---	---
<b>II.</b>	<b>Audit Qualification:</b>			
	1)	<p>a) <b>Details of Audit Qualification:</b> The Group has accounted for revenue of Rs. 500 Lacs pending satisfaction of performance obligations mandated by the Accounting Standard on Revenue from Contract with Customers (Ind AS 115). Accordingly, the Profit for the year and Trade Receivables are higher by the said amount.</p> <p>b) <b>Type of Audit Qualification:</b> Qualified Opinion.</p> <p>c) <b>Frequency of Qualification:</b> First mention.</p> <p>d) <b>For Audit Qualification where the impact is quantified by auditor, Management's views:</b> The management is confident of receipt of revenues shortly in due course as the underlying transaction has been completed and is awaiting regulatory approval.</p> <p>e) <b>For Audit Qualification where the impact is not quantified by the auditor:</b></p> <p>i) <b>Management's estimation on the impact of audit qualification:</b> Not Applicable.</p> <p>ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Not Applicable.</p> <p>iii) <b>Auditor's comments on (i) or (ii) above:</b> Not Applicable.</p>		
	2)	<p>a) <b>Details of Audit Qualification:</b> The Group had, in an earlier financial year, written-back an outstanding payable of Rs. 219.07 Lacs as in the opinion of the management the same was no longer payable. Accordingly, the loss in surplus (Profit &amp; Loss) under Other Equity and Other Current Liabilities are both lower by the said amount.</p> <p>b) <b>Type of Audit Qualification:</b> Qualified Opinion.</p> <p>c) <b>Frequency of Qualification:</b> Appearing since FY ended March 31, 2018.</p> <p>d) <b>For Audit Qualification where the impact is quantified by auditor, Management's views:</b> The management has written-back the said liability as it was no longer payable in the opinion of the management.</p> <p>e) <b>For Audit Qualification where the impact is not quantified by the auditor:</b></p> <p>i) <b>Management's estimation on the impact of audit qualification:</b> Not Applicable.</p> <p>ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Not Applicable.</p> <p>iii) <b>Auditor's comments on (i) or (ii) above:</b> Not Applicable.</p>		

	<p>3) a) <b>Details of Audit Qualification:</b> The Group had, in an earlier financial year, re-instated an advance of Rs. 327.50 Lacs which was previously written-off as not recoverable. Accordingly, the loss in surplus (Profit &amp; Loss) under Other Equity is lower and Other Non-Current Assets is higher by the said amount.</p> <p>b) <b>Type of Audit Qualification:</b> Qualified Opinion.</p> <p>c) <b>Frequency of Qualification:</b> Appearing since FY ended March 31, 2017.</p> <p>d) <b>For Audit Qualification where the impact is quantified by auditor, Management's views:</b> The management is in receipt of confirmation from the party and is confident of recovery of the said amount in due course.</p> <p>e) <b>For Audit Qualification where the impact is not quantified by the auditor:</b></p> <p>i) <b>Management's estimation on the impact of audit qualification:</b> Not Applicable.</p> <p>ii) <b>If management is unable to estimate the impact, reasons for the same:</b> Not Applicable.</p> <p>iii) <b>Auditor's comments on (i) or (ii) above:</b> Not Applicable.</p>								
III.	<p><b>Signatories:</b></p> <table border="1"> <tr> <td data-bbox="279 712 858 831">Mr. N. Jayakumar (Managing Director):</td><td data-bbox="858 712 1431 831"></td></tr> <tr> <td data-bbox="279 831 858 949">Mr. Nikhil Shah (Chief Financial Officer):</td><td data-bbox="858 831 1431 949"></td></tr> <tr> <td data-bbox="279 949 858 1068">Mr. Pradip Dubhashi (Audit Committee Chairman)</td><td data-bbox="858 949 1431 1068"></td></tr> <tr> <td data-bbox="279 1068 858 1180">Mr. Milind Gandhi, Gandhi &amp; Associates LLP, Chartered Accountants (Auditor of the Company)</td><td data-bbox="858 1068 1431 1180"></td></tr> </table>	Mr. N. Jayakumar (Managing Director):		Mr. Nikhil Shah (Chief Financial Officer):		Mr. Pradip Dubhashi (Audit Committee Chairman)		Mr. Milind Gandhi, Gandhi & Associates LLP, Chartered Accountants (Auditor of the Company)	
Mr. N. Jayakumar (Managing Director):									
Mr. Nikhil Shah (Chief Financial Officer):									
Mr. Pradip Dubhashi (Audit Committee Chairman)									
Mr. Milind Gandhi, Gandhi & Associates LLP, Chartered Accountants (Auditor of the Company)									



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## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2019

### STATEMENT OF ASSETS AND LIABILITIES

Amt Rs. Lacs

PARTICULARS	Standalone		Consolidated	
	Year ended 31-Mar-19	Year ended 31-Mar-18	Year ended 31-Mar-19	Year ended 31-Mar-18
<b>A. ASSETS</b>				
1. Non-Current Assets				
a) Property, Plants & Equipment	293.05	279.33	443.07	284.60
b) Other Intangible Assets	0.96	1.21	0.96	1.21
c) Financial Assets				
(i) Investments	1,766.04	881.18	167.59	136.17
d) Deferred Tax Assets	99.08	89.23	99.68	89.23
e) Non -Current Advance tax Assets (Net)	171.38	157.44	-	96.57
f) Other Non-Current Assets	347.48	347.43	379.51	356.33
<b>Total Non-Current Assets</b>	<b>2,677.99</b>	<b>1,755.82</b>	<b>1,090.81</b>	<b>964.11</b>
2. Current Assets				
a) Financial Assets				
(i) Investments	39.42	28.10	107.43	28.10
(ii) Trade receivables	561.46	64.73	2711.74	129.63
(iii) Cash & Cash equivalents	19.60	5.76	86.84	10.74
(iv) Bank Balance other than (iii) above	-	-	347.36	525.00
(v) Loans	4,604.04	5,067.08	100.00	200.00
(vi) Others Financial Assets	-	3.58	128.80	140.45
b) Other Current Assets	26.21	87.61	62.40	169.77
<b>Total Non-Current Assets</b>	<b>5,250.73</b>	<b>5,256.86</b>	<b>3544.57</b>	<b>1,203.69</b>
<b>TOTAL ASSETS</b>	<b>7,928.72</b>	<b>7,012.68</b>	<b>4635.39</b>	<b>2,167.80</b>
<b>B. EQUITY &amp; LIABILITIES</b>				
1. Equity				
a) Equity Share Capital	1,329.94	1,329.94	1,329.94	1,329.94
b) Other Equity	6,038.48	4,943.69	2,237.77	(317.83)
<b>Total Equity</b>	<b>7,368.42</b>	<b>6,273.63</b>	<b>3,567.71</b>	<b>1,012.11</b>
2. Non-Current Liabilities				
a) Financial Liabilities				
(i) Borrowings	23.02	7.13	88.18	7.13
b) Deferred Tax Liability (Net)	-	-	1.33	-
c) Provisions	211.78	186.20	213.66	193.99
<b>Total Non-Current Liabilities</b>	<b>234.80</b>	<b>193.33</b>	<b>303.18</b>	<b>201.12</b>
3. Current Liabilities				
a) Financial Liabilities				
(i) Borrowings	173.18	250.00	273.18	587.36
(ii) Trade Payables	23.49	31.77	43.05	34.15
(iii) Other Financial liabilities	5.88	204.17	21.92	204.17
b) Other Current Liabilities	77.71	25.85	376.09	94.11
c) Provisions	45.24	33.93	45.44	34.78
d) Current tax Liabilities (Net)	-	-	4.84	-
<b>Total Current Liabilities</b>	<b>325.50</b>	<b>545.72</b>	<b>764.51</b>	<b>954.57</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>7,928.72</b>	<b>7,012.68</b>	<b>4635.39</b>	<b>2,167.80</b>

Mumbai  
May 18, 2019

For Prime Securities Limited  
  
N. Jayakumar  
Managing Director & Group CEO

# PRIME SECURITIES LIMITED

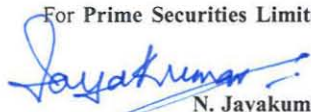
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## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2019 SEGMENTWISE REVENUES, RESULTS AND CAPITAL EMPLOYED (CONSOLIDATED)

PARTICULARS	Amt Rs. Lacs	
	Year ended 31-Mar-19	Year ended 31-Mar-18
<b>1. Segement Revenue</b>		
a) Merchant Banking	4,149.01	2,311.42
b) Brokerage Mutual Fund	436.70	-
c) Unallocated	-	-
<b>Total</b>	<b>4,585.71</b>	<b>2,311.42</b>
Less: Inter Segment Revenue	-	-
<b>Net Income from Operations</b>	<b>4,585.71</b>	<b>2,311.42</b>
<b>2. Segement Results [Profit/(Loss) before Tax &amp; Finance Cost]</b>		
a) Merchant Banking	2,330.34	1,536.07
b) Brokerage Mutual Fund	(80.61)	-
c) Unallocated	-	-
<b>Total</b>	<b>2,249.73</b>	<b>1,536.07</b>
Less: i) Finance Cost	(17.43)	(1.87)
ii) Depreciation	(38.55)	(14.97)
iii) Unallocable Income	109.19	91.06
iv) Extraordinary Item	(137.74)	104.70
<b>Total Profit / (Loss) before Tax</b>	<b>2,165.20</b>	<b>1,714.99</b>
<b>3. Capital Employed [Segment Assets - Segment Liabilities]</b>		
a) Merchant Banking	3,287.51	847.84
b) Brokerage Mutual Fund	5.18	-
c) Unallocated	275.02	164.27
<b>Total Capital Employed in Segments</b>	<b>3,567.71</b>	<b>1,012.11</b>

Mumbai  
May 18, 2019

For Prime Securities Limited  
  
N. Jayakumar  
Managing Director & Group CEO