

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF PREBON YAMANE (INDIA) LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **PREBON YAMANE (INDIA) LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the period 1st January, 2014 to 31st March, 2015, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs) and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 financial statements 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

kw
22

Deloitte Haskins & Sells

policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2015;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the period ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order for the period ended 31st March, 2015, to the extent the same are applicable to the Company.
2. As required by Section 227(3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Act (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs).
 - (e) Since the provisions of Section 274(1) (g) of the Act are not in effect from April 1, 2014, the reporting requirement under Section 227(3) (f) of the Act is not applicable as of the balance sheet date.

Law
23

Deloitte Haskins & Sells

3. Other Matters

The Ministry of Corporate Affairs had on 01st April, 2014, vide its General Circular No. 07/2014, Dissemination of Information with Regards to the Provisions of the Companies Act, 2013 as Notified Till date vis a vis Corresponding Provisions of the Companies Act, 1956, identified such sections of the Companies Act, 1956 that would cease/ continue to have effect from 01st April 2014.

Accordingly, in terms of the aforesaid Circular, our reporting in respect of section 227(3)(f) of the Companies Act, 1956, and clauses (iii), (v)(a) and (b), (vi), (viii), (xiv), (xviii) of the Companies (Auditor's Report) Order, 2003 (dealing with sections 49, 58A, 58AA, 209(1)(d) and 301 of the Companies Act, 1956) is only for the period beginning from i.e. 1st January, 2014 till 31st March, 2014 since as per the aforementioned MCA Circular these sections have ceased to have effect from 01st April, 2014.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm Registration No. 117364W)



R. Salivati
Partner
(Membership No. 34004)

MUMBAI,

05-MAY-2015



Deloitte Haskins & Sells

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) Having regard to the nature of the Company's business / activities / result, clauses ii, vi, viii, xi, xii, xiii, xiv, xvi, xviii, xix, xx of paragraph 4 of the Order are not applicable to the Company.
- (ii) In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
 - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) The fixed assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the Company and such disposal has, in our opinion, not affected the going concern status of the Company.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956, during the period the said Section was applicable.
- (iv) In our opinion and according to the information and explanations given to us, having regard to the explanations that some of the items purchased are of special nature and suitable alternative sources are not readily available for obtaining comparable quotations, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of fixed assets and with sale of services. The Company's operations do not involve purchase and sale of goods. During the course of our audit, we have not observed any major weakness in such internal control system.
- (v) To the best of our knowledge and belief and according to the information and explanations given to us, there are no contracts or arrangements that needed to be entered in the Register maintained in pursuance of Section 301 of the Companies Act, 1956, during the period the said Section was applicable.
- (vi) In our opinion, the internal audit functions carried out during the year by firm of Chartered Accountants appointed by the Management have been commensurate with the size of the Company and the nature of its business.
- (vii) According to the information and explanations given to us in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed dues, Provident Fund, Income Tax, Wealth Tax, Service Tax, Cess and other material statutory dues applicable to it with appropriate authorities. Provisions relating to Investor Education and Protection Fund, Sales Tax, Employees' State Insurance and Excise Duty are not applicable to the Company.

kan
AS

Deloitte Haskins & Sells

- (b) There were no undisputed amounts payable in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom duty, Cess and other material statutory dues in arrears as at 31st March, 2015 for a period of more than six months from the date they became payable.
- (c) Details of dues of Income-tax, which have not been deposited as on 31st March, 2015 on account of disputes are given below:

Statute	Nature of Dues	Forum where Dispute is pending	Period to which the amount relates	Amount involved (Rs. in 000)
Income Tax Act	Income Tax	Commissioner of Income Tax, Appeals	A.Y. 2012-13	5,83,070

There are no dues in respect of Sales tax, Wealth Tax, Service Tax and Custom Duty which have not been deposited on account of disputes.

- (viii) The Company does not have accumulated losses as at the end of the financial period and the Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (ix) According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks and financial institutions.
- (x) In our opinion and according to the information and explanations given to us and on an overall examination of the Balance Sheet, we report that funds raised on short-term basis have, *prima facie*, not been used during the period for long-term investment.
- (xi) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the period.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Registration No.117364W)

R SALIVATI
Partner
(Membership No. 34004)

MUMBAI,

05-MAY-2015

kw

PREBON YAMANE (INDIA) LIMITED
CIN - U65990MH1995PLC091626
Balance Sheet as at March 31, 2015

	Note No.	As at 31-Mar-15 (In ₹)	As at 31-Dec-13 (In ₹)
A. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	2,94,83,330	2,94,83,330
(b) Reserves and surplus	4	10,63,73,096	10,28,38,709
		13,58,56,426	13,23,22,039
2 Non - current liabilities			
(a) Long - term provisions	5	79,31,775	54,43,349
		79,31,775	54,43,349
3 Current liabilities			
(a) Trade payables	6	1,60,21,592	93,41,377
(b) Other current liabilities	7	6,87,03,077	6,59,99,802
(c) Short - term provisions	8	4,67,01,813	3,83,10,409
		13,14,26,482	11,36,51,588
TOTAL		27,52,14,683	25,14,16,976
B. ASSETS			
1 Non - current assets			
(a) Fixed assets	9		
(i) Tangible assets		21,20,446	35,05,916
(ii) Intangible assets		69,329	92,055
		21,89,775	35,97,971
(b) Deferred tax assets (net)	10	39,23,655	30,76,390
(c) Long - term loans and advances	11	3,16,65,192	2,98,48,071
(d) Other non-current assets	12	8,83,93,594	7,94,26,758
		12,39,82,441	11,23,51,219
		12,61,72,216	11,59,49,190
2 Current assets			
(a) Trade receivables	13	1,97,41,301	2,25,80,980
(b) Cash and cash equivalents	14	11,89,41,580	10,06,78,383
(c) Short - term loans and advances	15	21,00,405	22,76,921
(d) Other current assets	16	82,59,181	99,31,502
		14,90,42,467	13,54,67,786
TOTAL		27,52,14,683	25,14,16,976

See accompanying notes forming part of the financial statements

In terms of our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants



R. Salivati
Partner

Place : Mumbai

Date: 05-MAY-2015

For and on behalf of the Board of Directors

Sheetal Kapadia
DIN - 3317767
Wholetime Director
Mumbai



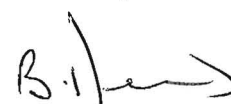
Date: 04-May-2015

Navroze Talati
DIN - 3486070
Wholetime Director
Mumbai



Date: 04-May-2015

Barry Dennaahy
DIN - 2946522
Director
Singapore



Date: 05-MAY-2015

kan

**PREBON YAMANE (INDIA) LIMITED**

CIN - U65990MH1995PLC091626

Statement of Profit and Loss for the period January 1, 2014 to March 31, 2015

	Note No.	For the period 01-Jan-14 to 31-Mar-15 (In ₹)	For the year ended 31-Dec-13 (In ₹)
1 Revenue from operations	17	26,96,32,525	19,37,20,805
2 Other income	18	2,21,05,859	1,66,19,077
Total revenue		29,17,38,384	21,03,39,882
3 Expenses			
(a) Employee benefits expense	19	9,36,05,663	6,21,68,791
(b) Administration and Other expenses	20	10,78,05,017	8,45,39,542
(c) Brokerage expenses		5,72,77,150	3,17,66,649
(d) Finance costs	21	53,422	27,522
(e) Depreciation and amortisation expense	9	21,15,840	19,03,672
Total expenses		26,08,57,091	18,04,06,176
4 Profit before tax		3,08,81,293	2,99,33,706
5 Tax expense			
(a) Current tax		1,40,00,000	1,02,00,000
(c) Deferred tax		(8,47,265)	(61,319)
		1,31,52,735	1,01,38,681
6 Profit for the year		1,77,28,558	1,97,95,025
7 Earnings per equity share of ₹10/- each: -			
Basic and diluted (₹)	27	6.01	6.71

See accompanying notes forming part of the financial statements

In terms of our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants**R. Salivati**
Partner

Place : Mumbai

Date: 05-MAY-2015

For and on behalf of the Board of Directors

Sheetal Kapadia
DIN - 3317767
Wholtime Director
Mumbai
Date: 04-May-2015**Navroze Talati**
DIN - 3486070
Wholtime Director
Mumbai
Date: 04-May-2015**Barry Dennaahy**
DIN - 2946522
Director
Singapore
Date: 05-MAY-2015

ken

**PREBON YAMANE (INDIA) LIMITED**

CIN - U65990MH1995PLC091626

Cash Flow Statement for the period January 1, 2014 to March 31, 2015

	31-Mar-15 (In ₹)	31-Dec-13 (In ₹)
A. Cashflow from operating activities		
Net Profit before tax	3,08,81,293	2,99,33,706
<i>Adjustments for:</i>		
Depreciation and amortisation	21,15,840	19,03,672
(Profit) / Loss on sale of fixed assets (net)	13,687	(1,500)
Interest income	(2,10,17,297)	(1,64,53,973)
Debit balances written off	3,25,987	1,36,872
Provision for gratuity	30,58,767	2,05,449
Provision for compensated leave absences	9,64,599	13,315
Provision for contingencies	69,42,044	55,81,156
Operating profit before working capital changes	<u>2,32,84,919</u>	<u>2,13,18,697</u>
<i>Changes in working capital:</i>		
<i>Adjustment for (increase)/ decrease in operating assets / liabilities :</i>		
Trade and other receivables	(74,43,438)	(1,58,41,771)
Trade payable/Other Liabilities/Provisions (including SEBI refund received)	<u>89,01,347</u>	<u>(26,12,320)</u>
Cash generated from operations	2,47,42,828	28,64,606
Income tax (paid) net of refunds	(1,21,93,481)	(1,00,68,934)
Net cash flow from / (used in) operating activities (A)	<u><u>1,25,49,347</u></u>	<u><u>(72,04,328)</u></u>
B. Cash flow from investing activities		
Purchase of fixed assets	(7,39,331)	(13,02,736)
Proceeds from sale of fixed assets	18,000	1,500
Interest received	2,02,32,790	1,66,58,395
Bank balance not considered as cash & cash equivalents	(1,15,51,780)	1,25,34,875
Net cash flow from / (used in) investing activities (B)	<u><u>79,59,679</u></u>	<u><u>2,78,92,034</u></u>
C. Cash flow from Financing activities		
Final Dividend paid (including corporate dividend tax)	(1,37,97,609)	(2,06,96,413)
Net cash flow from / (used in) financing activities (C)	<u><u>(1,37,97,609)</u></u>	<u><u>(2,06,96,413)</u></u>
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	67,11,417	(8,708)
Cash and cash equivalents at the beginning of the year	<u>39,74,384</u>	<u>39,83,092</u>
Cash and cash equivalents at the end of the year	<u>1,06,85,801</u>	<u>39,74,384</u>

See accompanying notes forming part of the financial statements

In terms of our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants**R. Salivati**
Partner

Place : Mumbai

Date: 05-MAY-2015

For and on behalf of the Board of Directors

Sheetal Kapadia
DIN - 3317767
Wholtime Director
Mumbai

Date: 04-May-2015

Navroze Talati
DIN - 3486070
Wholtime Director
Mumbai

Date: 04-May-2015

Barry Dennahy
DIN - 2946522
Director
Singapore

Date: 05-MAY-2015

ken

PREBON YAMANE (INDIA) LIMITED

CIN - U65990MH1995PLC091626

Notes forming part of the financial statements
1. Corporate information

Prebon Yamane (India) Limited (PYIL) is a joint venture between ITI Capital Holdings Private Limited (earlier known Intime Spectrum Finmart Private Limited), wholly owned subsidiary of Crest Ventures Limited (Formerly known as *Sharyans Resources Limited*) and Prebon Holdings B.V. of Netherlands (PHBV).

PYIL commenced operations in April, 1999 and is an active intermediary in the Wholesale Debt Market, Foreign Exchange Markets and Rupee Options. PYIL is empanelled with counter parties comprising of Scheduled Commercial Banks (Nationalized, Private Sector and Foreign), Co-operative Banks, Financial Institutions, Mutual Funds, Corporate Treasuries and Foreign Institutional Investors (FIIs).

PYIL has an integrated derivatives desk which intermediates on Interest Rate Swaps and Currency Options. The company is an approved Foreign Exchange Broker and has more than a decade long operations in the interbank foreign market. The operations are conducted from the registered office at Mumbai. It is among top five brokers operating in the markets and is an accredited member of the Foreign Exchange Dealers Association of India (FEDAI). PYIL's forex desk offers broking services in the INR/USD short and long swaps and outright forward segments.

PYIL is well known player and a leading funds mobilizer for large Mutual Funds for their various schemes. The mutual fund distribution business started in 2001 and actively services large institutional investors, corporate clients and high net worth individuals through its compact and skilled AMFI certified sales team.

2. Significant accounting policies
2.1 Basis of accounting and preparation of financial statements

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the Accounting Standards of the Companies Act, 1956 ("the 1956 Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of General Circular 15/2013 dated 13 September, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 1956 Act/ 2013 Act, as applicable.

2.2 Use of estimates

The presentation of financial statements in conformity with the Generally Accepted Accounting Principles requires estimates and assumptions to be made, that affect the reported amount of assets and liabilities on the date of the Financial Statements and the reported amount of revenues and expenses during the reported period. Difference between the actual result and estimates are recognized in the year in which the results are known/ materialized.

2.3 Fixed assets

(a) Tangible Assets and Depreciation : The depreciation has been provided on Straight Line Method basis as per useful life prescribed in Schedule II to the Companies Act, 2013.

(b) Intangible Assets and Amortization:

An intangible asset is recognized, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. The depreciable amount of intangible assets is allocated over the best estimate of its useful life on a straight-line basis or a basis that reflects the pattern in which the asset's economic benefits are consumed.

Intangible Assets	Amortization period	Method
Goodwill / Know How	7 / 10 years	Straight line
Software	5 Years	Straight line

2.4 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Handwritten signatures and initials in blue ink at the bottom left of the page.

**PREBON YAMANE (INDIA) LIMITED**

CIN - U65990MH1995PLC091626

Notes forming part of the financial statements

2.5 Revenue recognition

(a) Brokerage income is recorded net of service tax (except for distribution income) for on an accrual basis on the day of execution of the order.

(b) Forward Foreign Exchange broking income is accounted for on an accrual basis at the point of time when the deal is struck, although invoices are raised at the time when the forward contract is finally settled, thereby recognizing the income when it becomes due though not receivable. Further, in the opinion of the management no significant uncertainty exists at the point of time when the deal is struck regarding the amount of the consideration that will be derived from rendering the service.

(c) Interest income is accounted for on an accrual basis.

(d) Dividends are recorded when the right to receive payment is established.

2.6 Foreign currency transactions

Foreign currency transactions are recorded at the rate of exchange prevailing on the date of the transaction. Exchange difference, if any arising out of transactions settled during the year is recognized in the Statement of Profit and Loss.

Monetary assets and liabilities denominated in foreign currencies as at the Balance Sheet date are translated at the closing exchange rate on that date. The exchange differences, if any, are recognised in the Statement of Profit and Loss and related assets and liabilities are accordingly re-stated in the Balance Sheet.

2.7 Employee benefits

(a) The Company contributes to Government provident fund as required by the statute, which is a defined contribution plan. The same is charged to Statement of the Profit and Loss.

(b) Short term employee benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

(c) Post employment and other long term employee benefits are recognised as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognised at the present value of the amounts payable determined on the basis of actuarial valuation, using projected unit credit method carried out at end of the year, is charged to Statement of Profit and Loss. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.

2.8 Leases

Operating Lease:

Assets acquired on lease where significant portions of the risks and rewards incidental to ownership are retained by the lessors, are classified as operating leases. Operating lease payments are recognised as expenditure in the profit and loss account on a straight-line basis, which is representative of the time pattern of benefits received from the use of the assets taken on lease.

2.9 Earning per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

kan
AS

8





**PREBON YAMANE (INDIA) LIMITED**

CIN - U65990MH1995PLC091626

Notes forming part of the financial statements**2.10 Taxation**

Current tax is determined as the amount of tax payable in respect of taxable income for the year. Current income tax expense comprises taxes on income from operations in India. Income tax payable in India is determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is calculated at current income tax rate enacted or substantively enacted by the balance sheet date and is recognised on timing differences; being the difference between taxable income and accounting income that originates in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets subject to the consideration of prudence, are recognised and carried forward only to the extent that there is a reasonable/virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Minimum alternative tax (MAT) paid in accordance to the tax laws, which gives rise to future economic benefits in the form of adjustments of future income tax liability, is considered as an asset if there is convincing evidence that the company will pay normal income tax in the future period. Accordingly, MAT is recognised as an asset in the balance sheet when it is probable that the future economic benefit associated with it will flow to the company and the asset can be measured reliably.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid and income tax provisions arising in the same tax jurisdiction and where the Company intends to settle the asset and liability on a net basis.

The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

2.11 Provisions, Contingent liabilities and Contingent assets

Provisions involving substantial degree of estimation in measurement are recognised when there is present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

3. Share capital

As at 31-Mar-2015		As at 31-Dec-2013	
No. of shares	(In ₹)	No. of shares	(In ₹)
(a) Authorised			
Equity shares of ₹10/- each			
1,00,00,000	10,00,00,000	1,00,00,000	10,00,00,000
1,00,00,000	10,00,00,000	1,00,00,000	10,00,00,000
(b) Issued, Subscribed and fully paid up			
Equity shares of ₹10/- each			
29,48,333	2,94,83,330	29,48,333	2,94,83,330
29,48,333	2,94,83,330	29,48,333	2,94,83,330

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Closing Balance
Equity shares with voting rights		
Period ended 31 Mar., 2015		
- Number of shares	29,48,333	29,48,333
- Amount (₹)	2,94,83,330	2,94,83,330
Equity shares with voting rights		
Year ended 31 Dec., 2013		
- Number of shares	29,48,333	29,48,333
- Amount (₹)	2,94,83,330	2,94,83,330

Handwritten signatures and initials in blue ink.

PREBON YAMANE (INDIA) LIMITED
 CIN - U65990MH1995PLC091626

Notes forming part of the financial statements

(ii) Details of shares held by shareholders holding more than 5% shares:

	As at 31-Mar-2015		As at 31-Dec-2013	
	No. of shares held	% holding in that class of shares	No. of shares held	% holding in that class of shares
ITI Capital Holdings Pvt. Ltd.	15,33,003	52	15,33,003	52
Prebon Holdings B.V	14,15,300	48	14,15,300	48
	29,48,303	100	29,48,303	100

(iii) Rights, preferences and restrictions attached to shares

Equity Shares

The Company has one class of equity shares having a par value of ₹ 10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

4. Reserves and surplus

	(In ₹)	(In ₹)
	As at 31-Mar-2015	As at 31-Dec-2013
(a) General reserve		
Opening balance	67,41,873	47,62,370
Add: Transferred from surplus in Statement of Profit and Loss	17,72,856	19,79,503
	85,14,729	67,41,873
(b) Surplus in Statement of Profit and Loss		
Opening balance	9,60,96,836	9,20,78,923
Add : Profit for the year	1,77,28,558	1,97,95,025
	11,38,25,394	11,18,73,948
Less : Appropriations		
(a) Proposed final dividend on equity shares ₹ 4/- per share (₹ 4/- per share)	1,17,93,332	1,17,93,332
(b) Tax on dividend	24,00,839	20,04,277
(c) Transferred to General reserve	17,72,856	19,79,503
	9,78,58,367	9,60,96,836
	10,63,73,096	10,28,38,709

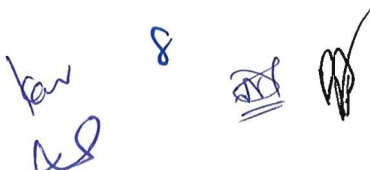
5. Long-term provisions

	As at 31-Mar-2015	As at 31-Dec-2013
Provision for employee benefits		
Provision for Gratuity	79,31,776	54,43,349
	79,31,776	54,43,349

6. Trade payables

	As at 31-Mar-2015	As at 31-Dec-2013
Trade payables		
Acceptances		
Other than Acceptances	75,72,991	66,33,581
Bonus Payable	84,48,601	27,07,796
	1,60,21,592	93,41,377

The Company has not received any intimation from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given.



**PREBON YAMANE (INDIA) LIMITED**
CIN - U65990MH1995PLC091626**Notes forming part of the financial statements****7. Other current liabilities**

	As at 31-Mar-2015	As at 31-Dec-2013
Other payables		
SEBI liability (Refer note 29)	6,20,12,878	6,20,12,878
Statutory remittances	25,01,874	20,11,892
Others	33,19,814	13,00,563
Advance from customers	8,68,511	6,74,469
	6,87,03,077	6,59,99,802

8. Short-term provisions

	As at 31-Mar-2015	As at 31-Dec-2013
(a) Provision for employee benefits		
(i) Provision for compensated absences	13,71,641	4,07,042
(ii) Provision for Gratuity	4,19,358	3,31,159
	17,90,999	7,38,201
(b) Provision - Others		
(i) Provision for tax (net of advance tax of ₹ 4,36,86,092/-) (As at 31 Dec, 2013 ₹ 4,36,86,092/-)	65,63,908	65,63,908
(ii) Provision for Contingencies (Refer note below)	2,41,52,735	1,72,10,691
(iii) Provision for proposed equity dividend	1,17,93,332	1,17,93,332
(iv) Provision for Tax on proposed dividend	24,00,839	20,04,277
	4,49,10,814	3,75,72,208
	4,67,01,813	3,83,10,409

Note : Details of provisions

Particulars	As at 1-Jan-2014	Additions	Utilisation/ Reversal (withdrawn as no	As at 31-Mar- 2015
Provision for contingent liability - SEBI registration fees	1,72,10,691	69,42,044	-	2,41,52,735
	(1,16,29,535)	(55,81,156)	-	(1,72,10,691)

Provision for contingencies represents amount provided towards contingent liability on account of interest payable (if any) as described in note no.29.

Previous year figures are shown in brackets

10. Deferred tax asset (net)

	As at 31-Mar-2015	As at 31-Dec-2013
(a) Depreciation and amortisation	12,13,712	12,02,562
(b) Employee benefits	27,09,943	18,73,828
	39,23,655	30,76,390

Note : Deferred tax asset is not considered on provision for contingencies on conservative basis.

11. Long-term loans and advances

	As at 31-Mar-2015	As at 31-Dec-2013
(a) Security deposits (Unsecured, considered good)	1,18,21,890	1,17,72,250
(b) Prepaid expenses (Unsecured, considered good)	1,44,207	1,83,244
(c) Advance tax (net of provisions of ₹ 7,12,26,097/-) (As at 31 Dec, 2013 ₹ 4,95,26,097/-)	1,96,32,219	1,78,25,701
(d) FBT Advance tax (Net) (Unsecured, considered good)	66,876	66,876
	3,16,65,192	2,98,48,071

low
8
[Handwritten signatures]

Note 9 Fixed assets

(Amounts In ₹)

A. Tangible assets	Gross block				Accumulated depreciation and impairment				Net block	
	Balance as at 1-Jan-2014	Additions	Disposals/ Adjustments	Balance as at 31-Mar-2015	Balance as at 1-Jan-2014	Additions	Disposals/ Adjustments	Balance as at 31-Mar-2015	Balance as at 31-Mar-2015	Balance as at 31-Dec-2013
(a) Leasehold improvements	21,87,187	-	-	21,87,187	21,87,187	-	-	21,87,187	-	-
(Previous year)	(21,87,187)	-	-	(21,87,187)	(21,87,187)	-	-	(21,87,187)	-	-
(b) Furniture and fixtures	19,49,707	39,656	1,05,019	18,84,344	11,12,366	1,46,632	1,05,019	11,53,979	7,30,365	8,37,341
(Previous year)	(17,75,225)	(1,74,482)	-	(19,49,707)	(8,29,791)	(2,82,575)	-	(11,12,366)	(8,37,341)	(9,45,434)
(c) Office equipment	14,80,368	1,42,790	1,19,080	15,04,078	11,13,508	2,15,294	87,392	12,41,410	2,62,668	3,66,859
(Previous year)	(14,22,995)	(21,778)	(35,595)	(14,80,368)	(8,27,462)	(2,50,453)	(35,595)	(11,13,510)	(3,66,859)	(5,95,533)
(d) Computer equipment	1,02,17,271	5,56,885	1,88,141	1,05,86,015	79,15,556	17,31,187	1,88,141	94,58,602	11,27,413	23,01,716
(Previous year)	(91,10,795)	(11,06,476)	-	(1,02,17,271)	(66,04,910)	(13,10,645)	-	(79,15,555)	(23,01,716)	(25,05,885)
Total	1,58,34,533	7,39,331	4,12,240	1,61,61,624	1,23,28,617	20,93,114	3,80,552	1,40,41,178	21,20,446	35,05,916
(Previous year)	(1,44,96,202)	(13,02,736)	(35,595)	(1,58,34,533)	(1,04,49,350)	(18,43,672)	(35,595)	(1,23,28,617)	(35,05,916)	
B. Intangible assets	Gross block				Accumulated depreciation and impairment				Net block	
	Balance as at 1-Jan-2014	Additions	Disposals	Balance as at 31-Mar-2015	Balance as at 1-Jan-2014	Additions	Disposals	Balance as at 31-Mar-2015	Balance as at 31-Mar-2015	Balance as at 31-Dec-2013
(a) Godwill/Know How	1,25,00,000	-	-	1,25,00,000	1,25,00,000	-	-	1,25,00,000	-	-
(Previous year)	(1,25,00,000)	-	-	(1,25,00,000)	(1,25,00,000)	-	-	(1,25,00,000)	-	-
(b) Computer Software	3,00,000	-	-	3,00,000	2,07,945	22,726	-	2,30,671	69,329	92,055
(Previous year)	(3,00,000)	-	-	(3,00,000)	(1,47,945)	(60,000)	-	(2,07,945)	(92,055)	(1,52,055)
Total	1,28,00,000	-	-	1,28,00,000	1,27,07,945	22,726	-	1,27,30,671	69,329	92,055
(Previous year)	(1,28,00,000)	-	-	(1,28,00,000)	(1,26,47,945)	(60,000)	-	(1,27,07,945)	(92,055)	-

Depreciation and amortisation relating to continuing operations:

(Amounts In ₹)

Particulars	As at	As at
	31-Mar-2015	31-Dec-2013
Depreciation for the year on tangible assets	20,93,114	(18,43,672)
Amortisation for the year on intangible assets	22,726	(60,000)
Depreciation and amortisation	21,15,840	(19,03,672)

kar 8
48





PREBON YAMANE (INDIA) LIMITED
CIN - U65990MH1995PLC091626

Notes forming part of the financial statements

12. Other non-current assets

	As at 31-Mar-2015	As at 31-Dec-2013
(a) Accruals		
Interest accrued on deposits	2,20,921	17,54,493
(b) Earmarked Bank Deposits (Refer note below)		
(i) Under lien with The Foreign Exchange Dealers' Asso. of India	57,30,032	48,63,473
(ii) Under lien with Fixed Income Money Market & Derivatives Asso.	17,75,174	17,75,174
(iii) Under lien against issue of guarantee	8,06,67,467	7,10,33,618
	8,83,93,594	7,94,26,758

Note:-

Balances with banks / deposits which are restricted from being exchanged or used to settle a liability for more than 12 months from the balance sheet date.

13. Trade receivables (Unsecured considered good)

	As at 31-Mar-2015	As at 31-Dec-2013
(a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment	13,88,268	16,17,929
(b) Others Trade receivables	1,83,53,033	2,09,63,051
	1,97,41,301	2,25,80,980

14. Cash and cash equivalents

	As at 31-Mar-2015	As at 31-Dec-2013
A. Cash and cash equivalents (as per AS 3 Cash Flow Statements)		
(a) Cash on hand	51,170	8,235
(b) Cheque on hand	-	1,92,562
(c) Stamps on hand	98,177	1,25,079
(d) Balances with banks		
(i) In current accounts	1,05,36,454	36,48,508
	1,06,85,801	39,74,384
B. Other bank balances		
(i) Deposit Accounts-Original maturity more than 3 months	10,81,74,659	9,65,70,172
(ii) Other Bank Balances in earmarked account		
Exchange Dues Account	81,120	1,33,827
	10,82,55,779	9,67,03,999
	11,89,41,580	10,06,78,383

15. Short-term loans and advances

	As at 31-Mar-2015	As at 31-Dec-2013
Unsecured, considered good		
(a) Loans and advances to employees	3,375	48,000
(b) Prepaid expenses	14,03,071	21,00,546
(c) Balances with Government authorities (Service Tax)	6,54,136	-
(c) Other loans and advances	29,823	1,18,375
(d) Superannuation fund	10,000	10,000
	21,00,405	22,76,921

16. Other current assets

	As at 31-Mar-2015	As at 31-Dec-2013
(a) Unbilled revenue	47,39,387	71,60,772
(b) Interest accrued on deposits	35,19,794	27,70,730
	82,59,181	99,31,502

Handwritten signatures and initials in blue ink.

PREBON YAMANE (INDIA) LIMITED

CIN - U65990MH1995PLC091626

Notes forming part of the financial statements
17. Revenue from operations

	For the period 01-Jan-14 to 31-Mar-15	For the year ended 31-Dec-2013
(a) Sale of Services (Brokerage)	26,55,41,723	19,06,07,956
(b) Other Operating Income (Information & Services)	40,90,802	31,12,849
	26,96,32,525	19,37,20,805

18. Other income

	For the period 01-Jan-14 to 31-Mar-15	For the year ended 31-Dec-2013
(a) Interest from bank on deposits	2,10,17,297	1,64,53,973
(b) Miscellaneous income	1,286	6,331
(c) Net Profit on sale of asset	-	1,500
(d) Advances written-back	3,07,201	1,57,273
(e) Excess remuneration recovery (Refer Note No. 26)	7,80,075	-
	2,21,05,859	1,66,19,077

19. Employee benefits expense

	For the period 01-Jan-14 to 31-Mar-15	For the year ended 31-Dec-2013
(a) Salaries, allowances and bonus	8,55,95,238	5,86,50,501
(b) Contributions to Provident and other funds	27,86,597	18,33,009
(c) Provision for Gratuity	30,58,767	2,05,449
(d) Staff welfare expenses	21,65,061	14,79,832
	9,36,05,663	6,21,68,791

20. Administration and other expenses

	For the period 01-Jan-14 to 31-Mar-15	For the year ended 31-Dec-2013
Lease Rent	1,04,74,125	83,79,300
Repairs and maintenance	23,60,245	20,93,453
Insurance	3,55,244	2,76,659
Rates and taxes	6,21,194	6,67,907
Service tax	8,68,529	1,80,346
Stamp Duty	1,49,74,889	1,21,96,728
Communication expenses	42,18,578	35,15,195
Commission	74,15,904	72,73,888
Business promotion expenses	49,78,630	26,57,404
Donations	50,000	5,000
Professional fees	4,01,98,875	3,12,38,829
Payments to auditors (Refer note (i) below)	12,04,263	9,56,031
Debit balances written-off	3,25,987	1,36,872
Net Loss on foreign currency transaction (other than considered as finance cost)	1,85,071	85,219
Net Loss on sale of assets	13,687	-
Electricity expenses	16,20,415	10,97,581
Entertainment expenses	24,97,780	17,39,563
Sebi turnover fees	5,04,832	6,05,009
Subscription	51,72,362	37,24,107
Provision for contingencies (Refer note 29)	69,42,044	55,81,156
Other expenses	28,22,363	21,29,295
	10,78,05,017	8,45,39,542



PREBON YAMANE (INDIA) LIMITED
CIN - U65990MH1995PLC091626

Notes forming part of the financial statements

Notes:

(i) Payments to the auditors (net of service tax input credit, where applicable):	01-Jan-14 to 31-Mar-15	31-Dec-2013
As auditors - statutory audit	12,00,000	9,50,000
Reimbursement of expenses	4,263	6,031
Total	12,04,263	9,56,031

21. Finance costs

	For the period 01-Jan-14 to 31-Mar-15	For the year ended 31-Dec-2013
Interest expense others:		
Interest on delayed payment of Tax Deducted at Source/ Service Tax	53,422	27,522
	53,422	27,522

Additional information to the Financial Statements

22. Foreign currency transactions

Expenditure incurred	01-Jan-14 to 31-Mar-15	31-Dec-2013
Travel	3,56,890	37,254
Subscription	13,66,054	10,01,359
Internet Charges	-	1,95,403
Total	17,22,944	12,34,016

Income earned	01-Jan-14 to 31-Mar-15	31-Dec-2013
Information & Services	40,90,802	31,12,849
Total	40,90,802	31,12,849

Remittance in foreign currencies on account of dividends:

The particulars of non-resident shareholders and the amount of dividends paid to them are as under:

	No. of Non- resident Shareholders	No of Shares held by them	Aggregate amount of dividend (₹) 31-Mar-2015	Aggregate amount of dividend (₹) 31-Dec-2013
a) Final Dividend for the year 2013	1	14,15,300	56,61,200	-
b) Final dividend for the year 2012	1	14,15,300	-	84,91,800

Disclosures under Accounting Standards

23. Lease rentals

The Company has taken various commercial premises under operating leases. These lease agreements are generally renewed on expiry.

	31-Mar-2015	31-Dec-2013
Future minimum lease payments		
not later than one year	82,46,775	78,13,550
later than one year and not later than five years	45,26,000	18,55,350
later than five years	-	-

24. Segment reporting

The Company's principal business activity is to earn brokerage income from Foreign Currency Dealing (Forex), Wholesale Debt Market (WDM), Non-SLR securities and Mutual Fund distribution. Accordingly the Company operates in a single segment.

Handwritten signatures and initials:





PREBON YAMANE (INDIA) LIMITED
 CIN - U65990MH1995PLC091626

Notes forming part of the financial statements
25. Related party transactions

A. Details of related parties

Name of related parties	Description of relationship
(i) Crest Ventures Limited (Formerly known as Sharyans Resources Ltd.)	Ultimate Holding Company
(ii) ITI Capital Holdings Private Ltd. (Formerly known as Intime Spectrum Finmart Private Ltd.)	Holding Company
(iii) Prebon Holding B V	Associate Company/Shareholder
(iv) Tullett Prebon Information Ltd.	Associate Company
(v) Sheetal Kapadia	Key Management Personnel
(vi) Navroze Talati	Key Management Personnel

Note: Related parties have been identified by the management.

 (B) Details of related party transactions for the period from 1st January 2014 to 31st March 2015 and balance outstanding as at 31st March, 2015.

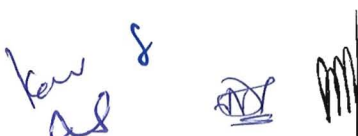
(Figures in ₹)

Nature of Transactions	Holding Company	Associate Company	Key Management Personnel
Remuneration:			
(i) Ms. Sheetal Kapadia	-	-	58,10,508 (47,23,321)
(i) Ms. Sheetal Kapadia Excess Remuneration Recovery (Refer Note No. 26)	-	-	- 7,80,075 (NIL)
(ii) Mr. Navroze Talati	-	-	88,62,653 (80,87,190)
Reimbursement of Expenses:			
Tullett Prebon Information Ltd.	-	28,14,516 (10,25,478)	-
Information & Services Income:			
Tullett Prebon Information Ltd.	-	40,90,802 (31,12,849)	-
Final Dividend on Equity Shares - 2013			
(i) ITI Capital Holdings Pvt. Ltd.	61,32,012 (NIL)	-	-
(ii) Prebon Holdings B.V.	-	56,61,200 (NIL)	-
Final Dividend on Equity Shares - 2012			
(i) ITI Capital Holdings Pvt. Ltd.	-	-	-
(ii) Prebon Holdings B.V.	(91,98,018)	-	-
Balances outstanding at the end of the year			
Amount Receivable :			
Tullett Prebon Information Ltd.	-	12,08,568	-
Tullett Prebon Information Ltd.	-	(10,25,478)	-

26. The company had applied for Central Government (CG) approval for excess managerial remuneration paid for the calendar year 2011. During the current period, the CG has responded disallowing the excess remuneration. Accordingly, an amount of ₹7,80,075/- has been recovered from the director being excess remuneration for the period from 01.01.2011 to 13.07.2011; CG approval is no longer required for directors having professional qualification as per the circular dated 13.07.2011.

27. Earning per shares
Particulars

	31-Mar-2015	31-Dec-2013
Profit after tax for equity shareholders	1,77,28,558	1,97,95,025
Weighted average number of equity shares	29,48,333	29,48,333
Basic / Diluted Earnings Per Share of ₹ 10/- each	6.01	6.71



28. Employee Benefit Plans
Short term employee benefits:

(i) The Company offers its employees defined contribution plan in the form of provident fund. Provident fund covers regular employees, including those who have opted for the scheme. The contributions are based on a certain proportion of the employee's salary. A sum of ₹ 27,57,672/- (P.Y. ₹ 1,819,238/-) has been charged to the Statement of Profit and Loss in this respect.

(ii) A sum of ₹ 9,64,599/- (P.Y. ₹ 13,315/-) has been charged to Statement of Profit and Loss in respect of compensated absences.

Post employment and long term benefits:

The Company offers its employees defined-benefit plans in the form of a gratuity scheme (a lump sum amount). Benefits under the defined benefit plans are typically based either on years of service and the employee's compensation (immediately before retirement). The gratuity scheme covers all regular employees. Actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to the profit and loss account. Gratuity scheme is not funded. However, provision as per revised (AS-15) has been made in the financial statements.

		GRATUITY (NON- FUNDED)	
I	Assumptions as at 31-03-2015	31-Mar-15	31-Dec-13
			Figures in ₹
	Mortality	LIC(1994-96) Ult.	
	Interest/ Discount Rate	7.77%	9.20%
	Rate of increase in compensation	15.00%	15.00%
	Rate of return (expected) on plan assets		
	Employee Attrition Rate (Past Service (PS))	PS: 0 to 5 : 20% PS: 5 to 40: 3%	PS: 0 to 5 : 20% PS: 5 to 40: 3%
	Expected average remaining services	11.43	
II	Changes in present value of obligations		
	PVO at beginning of period	57,74,508	57,74,508
	Interest cost	6,34,602	4,70,787
	Current Service Cost	19,85,269	12,18,878
	Past Service Cost - (non vested benefits)	-	-
	Past Service Cost - (vested benefits)	-	-
	Benefits Paid	(4,82,141)	(1,38,220)
	Actuarial (Gain)/Loss on obligation	4,38,896	(14,84,216)
	PVO at end of period	83,51,134	57,74,508
III	Changes in fair value of plan assets		
	Fair Value of Plan Assets at beginning of period	-	-
	Expected Return on Plan Assets	-	-
	Contributions	4,82,141	1,38,220
	Benefit Paid	(4,82,141)	(1,38,220)
	Actuarial Gain/(Loss) on plan assets	-	-
	Fair Value of Plan Assets at end of period	-	-
IV	Fair Value of Plan Assets		
	Fair Value of Plan Assets at beginning of period	-	-
	Actual Return on Plan Assets	-	-
	Contributions	4,82,141	1,38,220
	Benefit Paid	(4,82,141)	(1,38,220)
	Fair Value of Plan Assets at end of Period	-	-
	Funded Status (including unrecognised past serve cost)	(83,51,134)	(57,74,508)
	Excess of actual over estimated return on Plan Assets	-	-
V	Experience History		
	(Gain)/Loss on obligation due to change in Assumption	14,26,937	(7,05,995)
	Experience (Gain)/Loss on obligation	(9,88,041)	(7,78,221)
	Actuarial Gain/(Loss) on plan assets	-	-
VI	Actuarial Gain/ (Loss) Recognized		
	Actuarial Gain/(Loss) for the period (Obligation)	(4,38,896)	14,84,216
	Actuarial Gain/(Loss) for the period (Plan Assets)	-	-
	Total Gain/(Loss) for the period	(4,38,896)	14,84,216
	Actuarial Gain/(Loss) recognized for the period	(4,38,896)	14,84,216
	Unrecognized Actuarial Gain/(Loss) at end of Period	-	-





VII	Past Service Cost Recognised		
	Past Service Cost - (non vested benefits)	-	-
	Past Service Cost - (vested benefits)	-	-
	Average remaining future service till vesting of the benefit	-	-
	Recognised Past service Cost-non vested benefits	-	-
	Recognised Past service Cost- vested benefits	-	-
	Unrecognised Past Service Cost-non vested benefits	-	-
VIII	Amounts to be recognized in the balance sheet and statement of profit & loss		
	PVO at the end of period	83,51,134	57,74,508
	Fair Value of Plan Assets at end of period	-	-
	Funded Status	(83,51,134)	(57,74,508)
	Unrecognized Actuarial Gains/(Loss)	-	-
	Unrecognised Past Service Cost-non vested benefits	-	-
	Net Asset/(Liability) recognized in the balance sheet	(83,51,134)	(57,74,508)
IX	Expense recognized in the statement of P&L A/C		
	Current Service Cost	19,85,269	12,18,878
	Interest cost	6,34,602	4,70,787
	Past Service Cost - (non vested benefits)	-	-
	Past Service Cost - (vested benefits)	-	-
	Unrecognised Past Service Cost-non vested benefits	-	-
	Expected Return on Plan Assets	-	-
	Net Actuarial (Gain)/Loss recognized for the period	4,38,896	(14,84,216)
	Expense recognized in the statement of P & L A/C	30,58,767	2,05,449
X	Movements in the Liability recognized in Balance Sheet		
	Opening Net Liability	57,74,508	57,07,279
	Expenses as above	30,58,767	2,05,449
	Benefits paid	(4,82,141)	(1,38,220)
	Closing Net Liability	83,51,134	57,74,508
XI	Revised Schedule VI		
	Current Liability	4,19,358	3,31,159
	Non-Current Liability	79,31,776	54,43,349

Gratuity Experience History	31-03-2015	31-12-2013	31-12-2012	31-12-2011	31-12-2010
(Gain)/Loss on obligation due to change in Assumption	14,26,937	(7,05,995)	(6,71,696)	(12,53,456)	(15,10,161)
Experience (Gain)/Loss on obligation	(9,88,041)	(7,78,221)	(23,55,808)	22,13,818	10,77,835


29. SEBI liability

Regulation 10 read with Schedule III of SEBI (Stock Brokers & Sub-Brokers) Regulations, 1992 specifies the levy of annual registration fee for stock brokers at one hundredth of one percent of turnover. As per the R. S. Bhatt Committee recommendations (constituted and report submitted to the "Securities and Exchange Board of India" (SEBI)), prior to the existence of the wholesale debt market (WDM) of "the National Stock Exchange of India Limited" (NSE), which have been accepted by SEBI and the Supreme Court of India, a concessional rate of one thousandth of one percent is to be levied on the brokers' turnover of government securities, public sector unit bonds and units. The said fee is payable for a period of 5 years from the date of 'initial registration' and thereafter @ ₹ 5,000/- for a block of 5 years. Pursuant to the joint venture agreement between the Prebon Group and ITI Securities Limited (ITI) [formerly known as Intime Spectrum Securities Ltd.(Intime)]

Intime (Formerly M/s. Oracle Stocks and Shares Limited (Oracle), the WDM membership of ITI was assigned to M/s. Prebon Yamane (India) Limited (PYIndia).

The NSE has confirmed that assignment of the WDM segment to PYIndia has been treated as a continuation of the WDM segment membership granted to ITI.

The Company's representation that the said membership is with effect from May 1994 was accepted by the NSE. This confirmation of NSE has been submitted to the SEBI. Hence, the Company is of the view that the period of 5 years for the purpose of SEBI registration fees at the prescribed rate should be reckoned with effect from May 1994.



PREBON YAMANE (INDIA) LIMITED
 CIN - U65990MH1995PLC091626

Notes forming part of the financial statements

Further, the definition of "annual turnover" contained in the Explanation to Paragraph 3 of Section I of Schedule III to the said Regulations provides that 'For the purposes of paragraphs 1, 2 and 3, "annual turnover" means the aggregate of the sale and purchase prices of the securities received and receivable by the stock-broker on his own account as well as on account of his clients in respect of sale or purchase or dealing in securities during any financial year.' In the WDM, as per RBI guidelines, transactions are merely negotiated through brokers acting as intermediaries wherein the role of the brokers is restricted to matching a buyer and a seller. Unlike equity brokers, no monies or securities pass through the WDM brokers at any stage and are thus not reflected in the brokers' accounts. Therefore, the volume transacted by WDM brokers does not form part of "annual turnover" as per the definition contained in the said Explanation.

Based on the above contentions, the Company had not provided for any liability in respect of SEBI registration fees till the year ended December 31, 2004. However, the Company was intimated in July 2004 vide NSE's letters that SEBI had not approved the change in Director (appointment of Ms. Yvonne Murayama) and the Company's application for registration as a trading member on the Futures and Options (F and O) segment for nonpayment of registration fees amounting to ₹ 43,720,256/- and interest thereon. The Company had subsequently remitted the principle amount of SEBI registration fee as aforesaid and 20% interest thereon (amounting to ₹ 2,696,590/-) under the SEBI (Interest Liability Regularization) Scheme, 2004 under protest and without any prejudice to its rights and claims. The same was also expensed out. Thereafter, the Company filed an appeal in the Securities Appellate Tribunal (SAT) against the fee demand of SEBI and for refund of the said payments made. SAT, vide its order dated August 17, 2005 upheld the Company's contention that the fee continuity benefit was available to the Company and directed SEBI to refund the said amount paid by the Company. Thereafter SEBI filed an appeal to the Supreme Court on October 26, 2005. The Supreme Court on December 16, 2005 admitted the appeal of SEBI whilst granting an ad interim stay on the SAT order directed SEBI to deposit the said amount with SAT pending hearing of the appeal. The company has filed a counter affidavit with the Supreme Court on 3rd March 2006. Supreme court also vide its interim relief order dated 28th March 2006 stated that the Company has the liberty to withdraw the deposited amount subject to furnishing a bank guarantee from a nationalized bank for an equivalent amount, it further states as and when the final order is passed against the Company, it shall repay the entire amount withdrawn along with interest. The Company has obtained, refund of the deposited amount (alongwith interest) on furnishing the bank guarantee amounting of ₹ 46,416,846/-. Credit for the refund would be taken as and when Supreme Court passes the final order. Provision for contingent liability on account of interest payment in the event of final order being passed against the Company is made during the year.

30. During the year the Company has revised the estimated useful life of the fixed assets to align the useful life with those specified in Schedule II of the Companies Act, 2013. The details of change in useful lives are as follows:

Tangible Assets	Useful Lives Schedule II	Useful Lives previously applied
Furniture and Fixtures	10 Years	6 Years
Office Equipment	5 years	5 Years
Computers		
Server	6 Years	4 Years
Others	3 Years	4 Years

The depreciation expense in the statement of profit and loss for the year is higher by Rs.1,22,730/- consequent to the change in the useful life of the assets.

31. Disclosure regarding derivatives instruments

Category-wise quantitative data about derivative instrument that are outstanding at the balance sheet date: - Nil

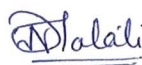
The purpose, viz., hedging or speculation, for which such derivative instrument have been acquired and:- Nil

The Foreign currency exposures that are not hedged by a derivative instrument or otherwise as of balance sheet date in respect of other liability NIL (Previous year NIL) and receivables of USD 19,678 ₹ 12,08,568/-(Previous year USD 14,860 ₹ 1,025,478/-).

32. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure. The current period figures are for fifteen months and the corresponding previous year figures are for twelve months and hence they are not comparable.

For and on behalf of the Board of Directors


Sheetal Kapadia
 DIN - 3317767
 Wholetime Director



Navroze Talati
 DIN - 3486070
 Wholetime Director



Barry Dennahy
 DIN - 2946522
 Director

Place : Mumbai
 Date : 4th May, 2015

Place : Mumbai
 Date : 4th May, 2015

Place : Singapore
 Date : 05-May-2015

