

PRIME

January 3, 2017

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, 5th Floor, Plot No. C/1,
G Block, Bandra Kurla Complex, Bandra (East),
Mumbai 400051

Dear Sirs,

Sub: Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

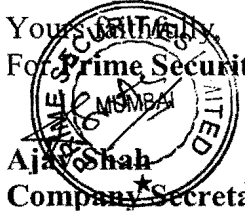
Pursuant to the provisions of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company, at their Meeting held today, have taken on record the Unaudited Financial Results of the Company for the Quarter ended December 31, 2016.

Please find attached the following:

1. Unaudited Financial Results (Standalone) for the Quarter ended December 31, 2016;
2. Limited Review Report by the Statutory Auditors on Unaudited Financial Results (Standalone) for the Quarter ended December 31, 2016;
3. Unaudited Financial Results (Consolidated) for the Quarter ended December 31, 2016.
4. Limited Review Report by the Statutory Auditors on Unaudited Financial Results (Consolidated) for the Quarter ended December 31, 2016;

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.

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 - 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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2016

[Rs. Lacs]

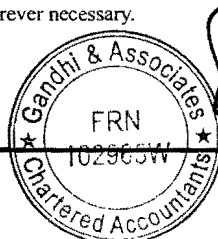
	Quarter ended 31-Dec-16	Quarter ended 30-Sep-16	Quarter ended 31-Dec-15	Nine Months ended 31-Dec-16	Nine Months ended 31-Dec-15	Year ended 31-Mar-16 (Audited)
1. Income from Operations						
Income from Operations	332	316	188	966	466	1,041
Other Operating Income	-	-	-	-	-	-
Total Income from Operations	332	316	188	966	466	1,041
2. Expenses						
Employee Benefit Expense	18	20	16	60	48	149
Depreciation & Amortisation Expense	3	3	14	9	57	85
Fixed Asset Written-off	-	-	72	-	72	70
Other Expenses	42	41	67	138	142	225
Total Expenses	63	64	169	207	319	529
3. Profit / (Loss) from Operations before Other Income, Finance Cost & Exceptional Items	269	252	19	759	147	512
4. Other Income	24	10	15	228	(242)	150
5. Profit / (Loss) from Ordinary Activities before Finance Cost and Exceptional Items	293	262	34	987	(95)	662
6. Finance Cost	(1)	(1)	-	(2)	-	(1)
7. Profit / (Loss) from Ordinary Activities after Finance Cost but before Exceptional Items	292	261	34	985	(95)	661
8. Diminution in Value of Investments	*	*	*	*	*	-
9. Other Write-backs / (Provisions / Write-offs)	523	611	397	1,233	1,045	823
10. Profit / (Loss) from Ordinary Activities before Tax	815	872	431	2,218	950	1,484
11. Tax Expenses						
- Current Tax	169	179	87	458	212	64
12. Net Profit / (Loss) for the Period	646	693	344	1,760	738	1,420
13. Paid-up Equity Share Capital (Face Value of Rs. 5/- each)	1,328	1,328	1,328	1,328	1,328	1,328
14. Reserves (excluding Revaluation Reserves)	-	-	-	-	-	(40.29)
15. Earnings per Share (In Rs. not annualised) (Equity Shares of FV of Rs. 5/- each)						
- Basic EPS before and after Extraordinary Items	2.44	2.62	1.30	6.65	2.79	5.36
- Diluted EPS before and after Extraordinary Items	2.44	2.62	1.30	6.65	2.79	5.36

* 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 its Meeting held on January 3, 2017.
- Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Statutory Auditors have carried out a Limited Review of the Financial Results.
- Other Income includes Gain / (Loss) on Investments.
- The Auditors of the Company in their Limited Review Report for the Quarter ended December 31, 2016 have recorded their views 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 the confirmation from the said party.*
 - Non-provision for diminution in the value of non-current investments. *Management clarification: No provision for diminution is required as the same is of temporary nature.*
- The Auditors of the Company in their Audit Report for the Year ended March 31, 2016 have recorded their views about the following:
 - No adjustments have been made in the carrying value of the assets and liabilities in the financial statements prepared on a going concern basis. *Management clarification: The management has since, successfully concluded discussions with lenders and has restructured the obligations. This observation, is therefore, no longer valid.*
 - Unable to ascertain impact of outstanding inter-corporate deposits received by the Company, in respect of which confirmation of balances, terms of repayment & charges of interest are not available. *Management clarification: The Company has written-back outstanding inter-corporate deposits, as the same is no longer payable in the opinion of the management.*
 - Non-provision of interest on certain secured loans, which would have increased the amount of secured loans had the provision been made. *Management clarification: The management has since, successfully concluded discussions with lenders and has restructured the obligations and therefore, there is no interest obligation.*
 - Write-back of an unsecured loan. *Management clarification: The said unsecured loan is no longer payable in the of the opinion of the management.*
- Previous period figures have been re-grouped / re-classified wherever necessary.

Mumbai
January 3, 2017

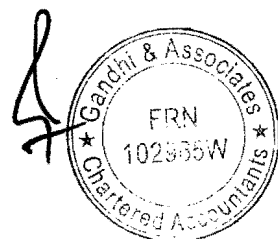


For Prime Securities Limited
N. Jayakumar
Managing Director

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF
INTERIM CONSOLIDATED FINANCIAL RESULTS**

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

1. We have reviewed the accompanying statement of consolidated unaudited financial results of **Prime Securities Limited** ('Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as the 'Group'), for the quarter ended 31st December 2016 (the 'Statement') being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. This Statement is the responsibility of the Holding 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.
3. 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 the Holding 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.
4. The Statement includes the results of subsidiaries viz. Primesec Investments Limited, Prime Research & Advisory Limited and Prime Commodities Broking (India) Limited.
5. Attention is invited to the following:
(a) An advance of Rs. 327.50 Lacs earlier written-off as not recoverable from a party has been written-back as receivable during the quarter based on management's assessment of the situation including confirmation of



balance by the party. Had the amount not been written-back, the profit for the quarter would have been lower by that amount.

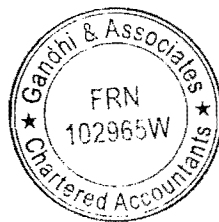
- (b) *As per the Group's policy, diminution in value of investments is determined only at financial year-end. Consequently, diminution of Rs. 882.69 Lacs as on 31st December 2016 is not accounted.*

6. (a) The Statement includes interim financial results of three subsidiaries which have not been reviewed/audited by their auditors, whose interim financial results reflect total revenues of Rs. 313.00 Lacs and Rs. 513 Lacs for the quarter and nine months ended 31st December 2016 respectively; and total profit after tax of Rs. 753 Lacs and Rs.1,122 Lacs for the quarter and nine months ended 31st December 2016 respectively, as considered in the Statement.
- (b) The Statement does not include interim financial results of one subsidiary viz. Prime Broking Company (India) Limited since in opinion of the management the subsidiary operates under severe long-term restrictions which significantly impairs its ability to transfer funds to the Holding Company.
- (c) Our conclusion on the Statement is not modified in respect of the above matters.
7. Based on our review conducted as stated above and **subject to paragraph 5(a) & (b)** above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards notified under section 133 of the Companies Act 2013 read with relevant rules issued thereunder 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: 3rd January 2017

PRIME SECURITIES LIMITED - STANDALONE

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, 2016

[Rs. Lacs]

	Quarter ended 31-Dec-16	Quarter ended 30-Sep-16	Quarter ended 31-Dec-15	Nine Months ended 31-Dec-16	Nine Months ended 31-Dec-15	Year ended 31-Mar-16 (Audited)
1. Income from Operations						
Income from Operations	19	116	188	453	466	1,041
Other Operating Income	-	-	-	-	-	-
Total Income from Operations	19	116	188	453	466	1,041
2. Expenses						
Employee Benefit Expense	17	19	16	58	48	118
Depreciation & Amortisation Expense	3	3	14	9	57	63
Fixed Asset Written-off	-	-	72	-	72	70
Other Expenses	41	39	66	136	140	212
Total Expenses	61	61	168	203	317	463
3. Profit / (Loss) from Operations before Other Income, Finance Cost & Exceptional Items	(42)	55	20	250	149	578
4. Other Income	9	1	9	204	(147)	(104)
5. Profit / (Loss) from Ordinary Activities before Finance Cost and Exceptional Items	(33)	56	29	454	2	474
6. Finance Cost	-	-	-	-	-	(1)
7. Profit / (Loss) from Ordinary Activities after Finance Cost but before Exceptional Items	(33)	56	29	454	2	473
8. Diminution in Value of Investments	*	*	*	*	*	-
9. Other Write-backs / (Provisions / Write-offs)	(101)	350	397	348	1,045	995
10. Profit / (Loss) from Ordinary Activities before Tax	(134)	406	426	802	1,047	1,468
11. Tax Expenses						
- Current Tax	(27)	83	85	164	209	63
12. Net Profit / (Loss) for the Period	(107)	323	341	638	838	1,405
13. Paid-up Equity Share Capital (Face Value of Rs. 5/- each)	1,328	1,328	1,328	1,328	1,328	1,328
14. Reserves (excluding Revaluation Reserves)	-	-	-	-	-	5,302
15. Earnings per Share (In Rs. not annualised)						
(Equity Shares of FV of Rs. 5/- each)						
- Basic EPS before and after Extraordinary Items	(0.40)	1.22	1.29	2.41	3.17	5.31
- Diluted EPS before and after Extraordinary Items	(0.40)	1.22	1.29	2.41	3.17	5.31

* Provision/Diminution will be made at the year end

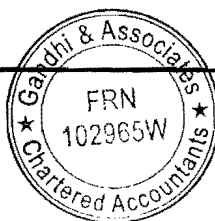
Notes :

- The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at its Meeting held on January 3, 2017.
- Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Statutory Auditors have carried out a Limited Review of the Financial Results.
- Other Income includes Gain / (Loss) on Investments.
- The Auditors of the Company in their Limited Review Report for the Quarter ended December 31, 2016, September 30, 2016, June 30, 2016 and Audit Report for the Year ended March 31, 2016 have recorded their views about the following:
 - No provision has been made in the carrying value of financial exposure in the subsidiary having regard to the erosion in the net worth. *Management clarification: The subsidiary has started generating income and the management is confident of generating sufficient income to restore its network.*
 - Write-back of an advance written-off in earlier year. *Management clarification: The said advance has been written-back as receivable on receipt of the confirmation from the said party.*
 - Non-provision for diminution in the value of non-current investments. *Management clarification: No provision for diminution is required as the same is of temporary nature.*
- The Auditors of the Company in their Audit Report for the Year ended March 31, 2016 have recorded their views about the following:
 - No adjustments have been made in the carrying value of the assets and liabilities in the financial statements prepared on a going concern basis. *Management clarification: The management has since, successfully concluded discussions with lenders and has restructured the obligations. This observation, is therefore, no longer valid.*
 - Assignment of loan to subsidiary company pending consent of lender. *Management clarification: The Company is in the process of negotiating terms with the lender.*
 - Unable to ascertain impact of outstanding inter-corporate deposits received by the Company, in respect of which confirmation of balances, terms of repayment & charges of interest are not available. *Management clarification: The Company has written-back outstanding inter-corporate deposits, as the same is no longer payable in the opinion of the management.*
 - Non-provision of interest on certain secured loans, which would have increased the amount of secured loans had the provision been made. *Management clarification: The management has since, successfully concluded discussions with lenders and has restructured the obligations and therefore, there is no interest obligation.*
 - Write-back of an unsecured loan. *Management clarification: The said unsecured loan is no longer payable in the of the opinion of the management.*
- The Company does not have any identifiable segment as required by Accounting Standard 17 issued by ICAI.
- Previous period figures have been re-grouped / re-classified wherever necessary.

Mumbai
January 3, 2017

For Prime Securities Limited

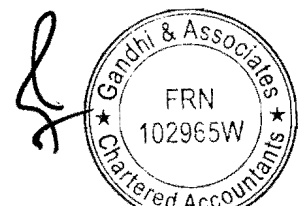
N. Jayakumar
N. Jayakumar
Managing Director



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF
INTERIM STANDALONE FINANCIAL RESULTS**

To,
The Board of Directors
Prime Securities Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results of **Prime Securities Limited** (the 'Company') for the quarter ended 31st December 2016 being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. 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.
3. 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 the 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.
4. Attention is invited to the following:
 - (a) An advance of Rs. 327.50 Lacs earlier written-off as not recoverable from a party has been written-back as receivable during the quarter based on management's assessment of the situation including confirmation of balance by the party. Had the amount not been written-back, the profit for the quarter would have been lower by that amount.
 - (b) The Company has substantial financial exposure in its subsidiary Primesec Investments Limited whose net worth has been eroded; but having regard to the negotiations with lender and realization of investments by the subsidiary;



no provision/adjustment is made to the carrying amount of financial exposure in the subsidiary.

- (c) *As per the Company's policy, diminution in value of investments is determined only at financial year-end. Consequently, diminution of Rs. 882.69 Lacs as on 31st December 2016 is not accounted.*

5. Based on our review conducted as above and **subject to paragraphs 4 (a) to (c)** 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 notified under section 133 of the Companies Act 2013 read with relevant rules issued there under 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

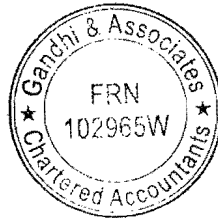
[FRN: 102965W]



Milind Gandhi

Partner

Membership No. 043194



Place: Mumbai

Dated: 3rd January 2017