

PRIME

August 14, 2015

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 Sir,

Re: Unaudited Financial Results for the Quarter ended June 30, 2015

We wish to inform you that the Board of Directors of the Company, at its meeting held today, have taken on record the **Unaudited Financial Results of the Company for the Quarter ended June 30, 2015.**

The text of Unaudited Financial Results of the Company and Limited Review Report is enclosed for your information and records.

The financial results will be published in the newspaper as required under the terms of listing agreement.

Thanking you,

Yours faithfully,

For **Prime Securities Limited**



Company Secretary

Prime Securities Limited

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

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

PRIME SECURITIES LIMITED

Regd. Office : 1109/1110, Maker Chambers V, Nariman Point, Mumbai 400021 (CIN: L67120MH1982PLC026724)

Tel: +91-22-61842525 Fax: +91-22-24970777 Website: www.primesec.com Email: prime@primesec.com

PRIME

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2015

Amt Rs. Lacs				
	Quarter ended 30-Jun-15	Quarter ended 31-Mar-15	Quarter ended 30-Jun-14	Year ended 31-Mar-15 (Audited)
PART - I				
1. Income from Operations				
Income from Operations	63	32	20	232
Other Operating Income	-	-	-	-
Total Income from Operations	63	32	20	232
2. Expenses				
Employee Benefit Expense	16	74	12	128
Depreciation & Amortisation Expense	21	6	6	35
Other Expenses	39	51	21	201
Total Expenses	76	131	39	364
3. Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items	(13)	(99)	(19)	(132)
4. Other Income	7	6	-	23
5. Profit / (Loss) before Interest and Exceptional Items	(6)	(93)	(19)	(109)
6. Finance Cost	-	22	-	23
7. Diminution in Value of Investments	-	-	-	-
8. Loss on Sale of Investments	165	55	735	928
9. Other Provision / Write-offs / (Write-backs)	(350)	(263)	(463)	(568)
10. Profit / (Loss) from Ordinary Activities before Tax	179	93	(291)	(492)
11. Provision for Tax				
- Current Tax	36	-	-	-
- Income Tax of Earlier Years	-	-	-	-
12. Net Profit / (Loss) for the Period	143	93	(291)	(492)
13. Paid-up Equity Share Capital #	1,328	1,328	1,328	1,328
14. Reserves (excluding Revaluation Reserves)	-	-	-	3898
15. Earnings per Share (in Rs. not annualised) (Equity Shares of FV of Rs. 5/- each)				
- Basic EPS before and after Extraordinary Items	0.54	0.35	(1.10)	(1.86)
- Diluted EPS before and after Extraordinary Items	0.54	0.35	(1.10)	(1.86)
* Provision/Diminution will be made at the year end				
PART - II				
A. Particulars of Shareholding				
1. Public Shareholding				
- Number of Shares	26,473,525	26,473,525	26,473,525	26,473,525
- Percentage of Shareholding	100.00	100.00	100.00	100.00
2. Promoter and Promoter Group Shareholding				
a) Pledged / Encumbered				
- Number of Shares	-	-	-	-
- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter Group)	-	-	-	-
- Percentage of Shares (as a % of the total share capital of the Company)	-	-	-	-
b) Non-encumbered				
- Number of Shares	-	-	-	-
- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter Group)	-	-	-	-
- Percentage of Shares (as a % of the total share capital of the Company)	-	-	-	-
B. Investor Complaints				
Pending at the beginning of the Quarter	Nil	Received during the Quarter	2	
Disposed of during the Quarter	2	Remaining unresolved at the end of the Quarter	Nil	

Notes:

- The above results were reviewed by Audit Committee and taken on record by the Board of Directors at its Meeting held on August 14, 2015.
- Pursuant to Clause 41 of the Listing Agreement, the Statutory Auditors have carried out a Limited Review of the results.
- Income from Operations includes fees received during the period.
- The Auditors of the Company in their Limited Review Report for the Quarter ended June 30, 2015 and Audit Report for the Year ended March 31, 2015 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 is confident of generating adequate funds through corporate finance based revenue streams and sale of investments.*
 - No provision has been made in the carrying value of financial exposure in the subsidiary having regard to the proposed capitalisation of share application money advanced to subsidiary. *Management clarification: The management is in the process of re-capitalising the subsidiary.*
 - 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 Company is in the process of renegotiating terms with the secured lenders.*
 - 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: These are unsecured advances, terms of which the Company is in the process of renegotiating.*
 - Unable to ascertain the impact of a capital advance. *Management clarification: The management is confident of recovering the amount in the normal course of business.*
 - Write-back of part of an unsecured loan. *Management clarification: The part of the said unsecured loan is no longer payable based on the assessment of the management.*
- The Company operates in only one segment i.e. corporate advisory services and there are no reportable segments as required by Accounting Standard 17 issued by ICAI.
- Previous period figures have been re-grouped / re-classified wherever necessary.

LIMITED REVIEW REPORT

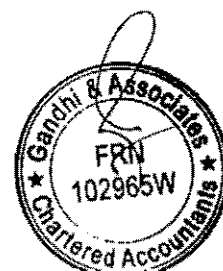
To,
The Board of Directors
Prime Securities Limited

We have reviewed the accompanying statement of standalone unaudited financial results of Prime Securities Limited for the quarter ended 30th June 2015 except for the disclosures in Part II of the statement regarding 'Public Shareholding', 'Promoter and Promoter Group Shareholding' & 'Investor Complaint' which have been traced from disclosures made by the Company's management. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

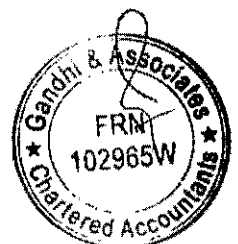
Attention is invited to the following:

- (a) *The Company's financial statements are prepared on going concern basis, notwithstanding significant doubts as regards the Company's ability to meet its*



financial obligations as and when they fall due. The appropriateness of the said basis is interalia dependent on the Company's ability to generate cash from disposing-off investments and from new revenue streams to meet its liabilities in normal course of business. Relying on the management's representation on the above, no adjustments have been made to the carrying value of the assets and liabilities in the accompanying financial statements.

- (b) The Company has substantial financial exposure in its subsidiary Primesec Investments Limited whose net worth has been eroded; but having regard to the proposed capitalization of share application monies advanced by the Company; no provision/adjustment is made to the carrying amount of financial exposure in the subsidiary.*
- (c) The Company has not provided for interest of Rs. 267.93 Lacs for the quarter on certain secured loans as in the opinion of the management the same would not be payable in view of ongoing negotiations with the lenders. Had the Company made such provision, the profit for the quarter would have been lower by that amount.*
- (d) During the quarter, the Company has written-back Rs. 350.00 Lacs being part of an unsecured loan based on the management's assessment of the situation. Had the Company not made such write-back, the profit for the quarter would have been lower by that amount.*
- (e) The management is hopeful of recovery of a capital advance of Rs. 327.50 Lacs in respect of which we are unable to ascertain the impact, if any, that may arise in case if the same, or part thereof, is subsequently determined to be doubtful of recovery.*
- (f) No provision is made in respect of fixed assets having written-down value of Rs. 74.67 Lacs which have been surrendered with office premises pending negotiations with the party in respect of which we are unable to ascertain the impact, if any, that may arise in case if the same, or part thereof, is subsequently determined to be doubtful of recovery.*
- (g) As per the Company's policy, diminution in value of investments is determined only at financial year-end. Consequently, diminution of Rs. 899.36 Lacs as on 30th June 2015 is not accounted.*

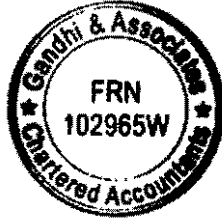


Based on our review conducted as above and ***subject to the clauses (a) to (g) above*** nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results for the quarter ended 30th June 2015 prepared in accordance with applicable accounting standards specified under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement 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: 14th August 2015