

**UNITED STOCK EXCHANGE OF INDIA LIMITED**  
**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2014**

(Rs. in Lakhs)					
Particulars	Quarter Ended			Year Ended	
	Mar 31, 2014 (Unaudited)	Mar 31, 2013 (Unaudited)	Dec 31, 2013 (Unaudited)	March 31, 2014 (Audited)	March 31, 2013 (Audited)
<b>I. INCOME</b>					
a) Operating Income	130.80	37.42	54.35	244.17	58.81
b) Other Income	333.45	375.31	368.79	1,455.50	1,546.98
<b>Total Income</b>	<b>464.25</b>	<b>412.73</b>	<b>423.14</b>	<b>1,699.67</b>	<b>1,605.79</b>
<b>II. EXPENDITURE</b>					
a) Employee Costs	105.17	124.54	145.03	489.47	396.27
b) Operating Expenses	388.71	227.51	331.73	1,372.56	1,139.44
c) Depreciation	3.53	4.27	3.51	16.42	23.72
<b>Total Expenditure</b>	<b>497.41</b>	<b>356.32</b>	<b>480.27</b>	<b>1,878.45</b>	<b>1,559.43</b>
<b>III. (Loss) / Profit for the year before Exceptional Item</b>	<b>(33.16)</b>	<b>56.41</b>	<b>(57.13)</b>	<b>(178.78)</b>	<b>46.36</b>
Exceptional items	214.28	-	-	214.28	-
<b>IV. Profit / (Loss) before tax</b>	<b>(247.44)</b>	<b>56.41</b>	<b>(57.13)</b>	<b>(393.06)</b>	<b>46.36</b>
Tax Expenses	-	-	-	-	-
<b>V. Net Profit / (Loss) For The Period</b>	<b>(247.44)</b>	<b>56.41</b>	<b>(57.13)</b>	<b>(393.06)</b>	<b>46.36</b>
Paid up Equity Capital (Face Value Per Share Re. 1 Each)	1,545,000,000	1,545,000,000	1,545,000,000	1,545,000,000	1,545,000,000
<b>Basic and Diluted EPS (Refer Note 6) (Basic &amp; Diluted EPS, Not Annulised)</b>	<b>(0.016)</b>	<b>0.003</b>	<b>(0.004)</b>	<b>(0.027)</b>	<b>0.002</b>

**Notes:****1 Statement of Assets & Liabilities As At 31st March, 2014.**

(Rs. in Lakhs)			
	Particulars	As at 31st March, 2014 (Audited)	As at 31st March, 2013 (Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' funds</b>		
	(a) Share capital	15,450.00	15,450.00
	(b) Reserves and surplus	(3,884.23)	(3,491.16)
		<b>11,565.77</b>	<b>11,958.84</b>
<b>2</b>	<b>Non-current liabilities</b>		
	(a) Long-term provisions	29.98	9.19
	(b) Other Long Term Liabilities	6.35	-
		<b>36.33</b>	<b>9.19</b>
<b>3</b>	<b>Current liabilities</b>		
	(a) Deposits received from members	4,471.06	3,667.04
	(b) Trade payables	458.73	364.11
	(c) Short Term Provisions	4.88	4.15
	(d) Other Current Liabilities	65.98	41.51
		<b>5,000.65</b>	<b>4,076.81</b>
	<b>TOTAL</b>	<b>16,602.75</b>	<b>16,044.84</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Fixed assets		
	(i) Tangible assets	22.79	27.43
	(ii) Intangible assets	16.62	6.15
	(iii) Capital Work in Progress	650.52	-
		<b>689.93</b>	<b>33.58</b>
	(b) Long-term loans and advances	825.21	747.50
		<b>825.21</b>	<b>747.50</b>
<b>2</b>	<b>Current assets</b>		
	(a) Current Investments	2,117.55	746.59
	(b) Trade Receivables	91.53	45.88
	(c) Cash and Bank Balances	12,705.43	14,351.56
	(d) Short-term Loans and Advances	61.81	50.14
	(e) Other Current Assets	111.29	69.59
		<b>15,087.61</b>	<b>15,263.76</b>
	<b>TOTAL</b>	<b>16,602.75</b>	<b>16,044.84</b>

**2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The above audited financial results for the year ended March 31, 2014 have been reviewed by the Audit Committee in its meeting held on May 14, 2014 and approved by the Board of Directors in its meeting held on May 14, 2014.

**3 RESERVES & SURPLUS****a) Settlement Guarantee Fund (SGF)**

In 2010-11, the Company has set up a Settlement Guarantee Fund to guarantee the settlement of bonafide transactions of members of the exchange, which form part of the exchange settlement system so as to ensure timely completion of settlement of trades and thereby protect the interest of investors and the members of the exchange. The Constitution of the fund was approved by The Securities and Exchange Board of India (SEBI). The Company has contributed a sum of ₹250 Lakh as initial contribution during the year 2010-11. The fund is maintained by Indian Clearing Corporation Limited and the income earned on these deposits is credited to the Statement of Profit & Loss and then appropriated to the Fund (net of applicable taxes).

**b) Appropriation of Profit under SECC:**

As per the notification issued by The Securities and Exchange Board of India ("SEBI") dated June 20, 2012 every stock exchange is required to credit twenty five percent of its profits every year to the Fund of a recognised clearing corporation(s), which clears and settles trades executed on that stock exchange. An expert committee has been formed by SEBI in terms of Press Release dated June 21, 2012 to frame norms for sourcing, including transfer of profits by stock exchanges to the fund.

The Company has made representation to SEBI seeking an exemption from Regulation 33 of the SECC Regulations 2012 stating that though the Company has made a profit of ₹ 46.36lakh in the previous financial year 2012-13, there was an accumulated loss of ₹3491.16lakh as at March 31, 2013. During the current financial year 2013-14, a loss of ₹393.06lakh has been incurred.

Pending response from SEBI, the Company has not made any transfer of profits in the books of account as at March 31, 2014.

#### 4 CONTINGENT LIABILITIES

- (a) Claims against the company not acknowledged as debt - NIL  
(b) Other Commitments – Refer Note 5.1

#### 5 EVENT AFTER BALANCE SHEET DATE

5.1 The Company has subsequent to the year-end terminated a material contract with a software vendor to provide professional services for customization, development, implementation, maintenance and support services for the USE trading platform. The Management based on a technical evaluation believes that the assets which are reflected as Capital Work in Progress amounting to ₹ 65,051,573/- , can be gainfully used pending incurrence of certain additional costs and therefore are not impaired as at the Balance sheet date

Further, the Company had paid development expenses in connection therewith amounting to ₹ 21,428,601/- (including taxes) prior to the year-end which have been identified as infructuous in nature and disclosed as an exceptional item. Further, consequent to the termination of the Master Services Agreement , the Company is in discussion with the vendor regarding the future contractual payments to be incurred, if any. In view of the Management, there is a possible obligation of ₹ 6.00 crore(approx.) that may, but probably will not, require an outflow of resources and hence not provided for in accordance with AS 29: Provisions, Contingent Liabilities and Contingent Assets.

5.2 The Board of Directors of the Company at its meeting held on April 9, 2014, gave their consent in respect of the scheme of amalgamation of BSE Limited (BSE) with the Company under Section 391 and Section 394 and other applicable provisions of the Companies Act, 1956 (or pursuant to the applicable provisions under the Companies Act, 2013 upon enforcement of such provisions), with effect from April 1, 2014, subject to receipt of all requisite statutory and regulatory approvals.

#### 6 EARNING PER SHARE

Basic and diluted earnings per share are computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the year.

Particulars	Quarter Ended Mar 31, 2014 (Unaudited)	Quarter Ended Mar 31, 2013 (Unaudited)	Quarter Ended Dec 31, 2013 (Unaudited)	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
	(Rs. in Lakhs)				
<b>Profit / (Loss) for the period</b>	<b>(247.44)</b>	<b>56.41</b>	<b>(57.13)</b>	<b>(393.06)</b>	<b>46.36</b>
Less: Appropriations					
Settlement Guarantee Fund	5.40	5.82	6.56	24.63	22.63
<b>Profit / (Loss) for computation of EPS</b>	<b>(252.84)</b>	<b>50.59</b>	<b>(63.69)</b>	<b>(417.69)</b>	<b>23.73</b>
Weighted average number of equity shares in calculating basic & diluted EPS	1,545,000,000	1,545,000,000	1,545,000,000	1,545,000,000	1,545,000,000
<b>Earning Per Share (In Rs.) (Basic &amp; Diluted, Not Annualised)</b>	<b>(0.016)</b>	<b>0.003</b>	<b>(0.004)</b>	<b>(0.027)</b>	<b>0.002</b>

#### 7 SEGMENT REPORTING

As per the definitions of 'business segment' and 'geographical segment', contained in accounting Standard - 17 (AS-17) "Segment Reporting", the Management is of the opinion that as the exchange's operations comprise of only facilitating trading in securities and the activities incidental thereto, there is neither more than one reportable business segment nor more than one reportable geographical segment, and, therefore, segment information as per AS-17 is not required to be disclosed.

#### 8 DEFERRED TAX ASSET

The Company has deferred tax assets arising on account of brought forward losses, unabsorbed depreciation and timing differences in respect of depreciation and employee benefits which have not been recognised due to absence of virtual / reasonable certainty backed by convincing evidence, of sufficient future taxable income against which such assets could be offset.

#### 9 REGROUPING

Figures for the previous year have been regrouped and rearranged where necessary to conform to the current year's classification.

**For and on behalf of the Board of Directors**  
United Stock Exchange of India Limited

Mumbai  
Date :

Deputy CEO