

Clearcorp Dealing Systems (India) Limited



Financial Statements

2011-2012



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CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

■ Board of Directors:

Mr. Yeshwant S. S. Kapdi (Managing Director)

Mr. K. Sivaprakasam

Mr. R. V. Joshi

Mr. M. R. Ramesh

Mr. K. R. Ramamoorthy

■ Company Secretary:

Ms. Sandhya Sati

■ Auditors:

M/s. Kalyaniwalla & Mistry

Chartered Accountants

■ Registered and Corporate Office:

CCIL Bhavan, College Lane,
Off. S. K. Bole Road, Dadar (West),
Mumbai-400 028.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

Financial Statements 2011-2012

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AUDITORS' REPORT

To the members of
CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

1. We have audited the attached Balance Sheet of Clearcorp Dealing Systems (India) Limited as at March 31, 2012, the Statement of Profit and Loss and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, 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 purpose of our audit.
 - b) In our opinion, proper books of account as required by law, have been kept by the Company so far as appears from our examination of such.
 - c) The Balance Sheet, Statement of Profit and Loss and 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 dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.



- e) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2012;
 - ii) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date; and
 - iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.
5. On the basis of the written representations received from the Directors as on March 31, 2012 and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on March 31, 2012, from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For and on behalf of
KALYANIWALLA & MISTRY
CHARTERED ACCOUNTANTS
Firm Regn. No.: 104607 W

Sd/-
Daraius Z. Fraser
Partner
M. No.: 42454

Mumbai: May 21, 2012.

ANNEXURE TO THE AUDITOR'S REPORT

As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956, we further report that:

1. Fixed Assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) The Company has a program for physical verification of fixed assets at periodic intervals. In our opinion, the period of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) In our opinion, the disposal of fixed assets during the year does not affect the going concern assumption.

2. Inventory:

The Company does not have any inventory.

3. Loans and Advances:

The Company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.

4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchases of fixed assets and for services. During the course of our audit, no major weakness has been noticed in the internal control system.

5. There are no particulars of contracts or arrangements referred to in Section 301 of the Act which need to be entered in the register required to be maintained under that section.

6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of section 58A, 58AA, or any other relevant provisions of the Companies Act, 1956 and the rules framed thereunder. No order has been passed by the Company Law Board, or National Company Law Tribunal, or Reserve Bank of India, or any Court, or any other Tribunal.



7. In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
8. According to the information and explanations given to us, the maintenance of cost records has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956, for any of the activities of the Company.
9. Statutory Dues:
 - a) According to the information and explanation given to us, the Company is regular in depositing undisputed statutory dues, including dues pertaining to Investor Education and Protection Fund, Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Cess and any other statutory dues with the appropriate authorities. We have been informed that there are no undisputed dues which have remained outstanding as at the end of the financial year, for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of Income-tax, Sales-tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty or Cess outstanding on account of any dispute.
10. The Company does not have accumulated losses as at the end of the financial year, nor has it incurred cash losses in the current financial year, or in the immediately preceding financial year.
11. According to the information and explanations given to us and based on the documents and records produced before us, there has been no default in repayment of dues to banks. There are no dues to financial institutions or debenture holders.
12. According to the information and explanations given to us and based on the documents and records produced before us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or other securities.
13. In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi / mutual benefit fund/ societies.
14. The Company does not deal or trade in shares, securities, debentures and other investments.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.

16. According to the information and explanations given to us, the Company has not obtained any term loan.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet, the Cash Flow Statement and other records examined by us, the Company has not used funds raised on short term basis for long term investment.
18. The Company has not made any preferential allotment of shares to any parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The Company did not issue any debentures during the year.
20. The Company has not raised any money through a public issue during the year.
21. Based upon the audit procedures performed by us, to the best of our knowledge and belief and according to the information and explanations given to us by the Management, no fraud on, or by the Company, has been noticed or reported during the year.

For and on behalf of
KALYANIWALLA & MISTRY
CHARTERED ACCOUNTANTS
Firm Regn. No.: 104607 W

Sd/-
Daraius Z. Fraser
Partner
M. No.: 42454

Mumbai: May 21, 2012.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
BALANCE SHEET AS AT MARCH 31, 2012

(₹ in lakhs)

	Note No.	As at 31.03.2012	As at 31.03.2011
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	1,000	1,000
Reserves and Surplus	3	1,155	793
Non-current Liabilities			
Long-term Provisions	4	53	74
Current Liabilities			
Trade Payables	5	52	26
Other Current Liabilities	6	214	135
Short-term Provisions	7	41	34
TOTAL		2,515	2,062
ASSETS			
Non-current Assets			
Fixed Assets	8		
- Tangible Assets		44	17
- Intangible Assets		154	112
- Intangible Assets under Development		303	229
Deferred Tax Assets (net)	9	81	113
Long-term Loans and Advances	10	0*	1
Other Non-current Assets	11	50	27
Current Assets			
Trade Receivables	12	136	131
Cash and Bank Balances	13	1,592	1,179
Short-term Loans and Advances	14	10	131
Other Current Assets	15	145	122
TOTAL		2,515	2,062

* denotes amount less than ₹ 1 lakh.

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS

1-32

As per our attached report of even date

Signatures to the Balance Sheet and Notes thereon
For and on behalf of the Board of Directors

For and on behalf of
KALYANIWALLA & MISTRY
CHARTERED ACCOUNTANTS

Sd/-
Daraius Z. Fraser
Partner

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
K. Sivaprakasam
Director

Sd/-
Sandhya Sati
Company Secretary

Place : Mumbai
Date : May 21, 2012



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2012

		(₹ in lakhs)	
	Note No.	For the year ended 31.03.2012	For the year ended 31.03.2011
Revenue from Operations	16	1,618	1,558
Other Income	17	182	90
Total Revenue		1,800	1,648
Expenses:			
Employee Benefits Expenses	18	357	407
Finance Costs	19	1	2
Depreciation and Amortization Expense	20	321	637
Other Expenses	21	584	584
Total Expenses		1,263	1,630
Profit Before Tax for the Year		537	18
Tax Expense:			
- Current Tax		144	51
- Deferred Tax		31	(39)
Profit After Tax for the Year		362	6
Earnings per Equity Share:			
- Basic		3.62	0.06
- Diluted		3.62	0.06

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO
FINANCIAL STATEMENTS**

1-32

As per our attached report of even date

For and on behalf of
KALYANIWALLA & MISTRY
CHARTERED ACCOUNTANTS

Sd/-
Daraius Z. Fraser
Partner

Place : Mumbai
Date : May 21, 2012

Signatures to the Statement of Profit and Loss
and Notes thereon
For and on behalf of the Board of Directors

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
K. Sivaprakasam
Director

Sd/-
Sandhya Sati
Company Secretary



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

	(₹ in lakhs)	
	2011-12	2010-11
A) CASH FLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX FOR THE YEAR	537	18
Add : Adjustments for -		
Depreciation and Amortization Expense	321	637
Interest under Income Tax provisions	1	1
Less: Adjustments for -		
Interest Income	133	75
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	<u>726</u>	<u>581</u>
Adjustments for :		
(Increase)/ decrease in Trade and Other Receivables	137	(58)
Increase/(decrease) in Trade and Other Payables	86	49
CASH GENERATED FROM OPERATIONS	<u>949</u>	<u>572</u>
Direct Taxes paid	(140)	(52)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES (A)	<u>809</u>	<u>520</u>
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(464)	(218)
Placement of Fixed Deposit with Banks	(1,575)	(1,135)
Redemption of Fixed Deposit with Banks	1,135	773
Interest received	92	58
NET CASH FROM/(USED IN) INVESTING ACTIVITIES (B)	<u>(812)</u>	<u>(522)</u>
(C) CASH FLOW FROM FINANCING ACTIVITIES		
NET CASH FROM/(USED IN) FINANCING ACTIVITIES (C)	<u>-</u>	<u>-</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	<u>(3)</u>	<u>(2)</u>
CASH AND CASH EQUIVALENTS - OPENING BALANCE	45	47
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	42	45
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(3)</u>	<u>(2)</u>

Note:

- 1 The above cash flow statement has been prepared using the indirect method as per Accounting Standard 3.
- 2 Previous year's figures have been regrouped, reclassified and rearranged to conform to current year's presentation, wherever necessary.

As per our attached report of even date

For and on behalf of
KALYANIWALLA & MISTRY
CHARTERED ACCOUNTANTS

Sd/-
Daraius Z. Fraser
Partner

Place : Mumbai
Date : May 21, 2012

Signatures to the Cash Flow Statement
For and on behalf of the Board of Directors

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
K. Sivaprakasam
Director

Sd/-
Sandhya Sati
Company Secretary

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Clearcorp Dealing Systems (India) Limited ('the Company') provides dealing systems/platforms, facilitates trading in the money market instruments, foreign exchange and other financial market instruments and carries out related activities.

Significant Accounting Policies:

(a) Basis of preparation of Financial Statements:

The financial Statements have been prepared to comply in all material respects with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006, and relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical convention on accrual basis.

The preparation of financial statements requires the management to make estimates and assumptions that have been considered in the reported amounts of assets and liabilities (including current liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements as prudent and reasonable. Future results could differ from these estimates.

(b) Revenue Recognition:

- (i) Transaction Charges Income is recognised on settlement of respective transactions in terms of the contract with members.
- (ii) Non-refundable one time membership fee is recognised as income in the year in which respective operations commence or in the year in which the membership of the applicant is approved, whichever is later.
- (iii) Revenue from Services is recognized as and when the Service is performed as per the relevant agreements.
- (iv) Other Revenue Income is recognised as and when there is a reasonable certainty of ultimate realisation.

(c) Fixed Assets and Depreciation:

- (i) Fixed assets are Stated at cost which comprises of purchase price, freight, duties, taxes, cost of installation and other incidental expenses incurred towards acquisition and installation of such assets.
- (ii) Depreciation is provided on Straight Line Method as per rates specified below and in the manner specified in Schedule XIV to the Companies Act, 1956 (Act):

Asset	Depreciation Rate	SLM Depreciation rates prescribed in the Schedule
Computer Systems - Hardware	50.00%	16.21%
Computer Software	100.00%	16.21%
Furniture and Fixtures	20.00%	6.33%
Office and Other Equipment	20.00%	4.75%

Fixed Assets whose cost is ₹ 5,000 or less are fully written off in the year of acquisition.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

(iii) Software expenses incurred for Company's core business applications are capitalized as Computer Software.

(d) **Employee Benefits:**

Short term Employee Benefits are estimated and provided for. Post Employment Benefits and Other Long term Employee Benefits are treated as follows:

(i) **Defined Contribution plans:**

(a) **Provident Fund:** The provident fund plan is operated by Regional Provident Fund Commissioner (RPFC) and the contribution thereof is paid/provided for.

(b) **Superannuation Fund:** Superannuation benefit for the eligible employees is covered by Superannuation Scheme with Life Insurance Corporation of India and the contribution thereof is paid/provided for.

Contributions to the defined contribution plans are charged to Statement of Profit and Loss for the respective financial year.

(ii) **Defined Benefits plans:**

Gratuity: Gratuity for employees is covered by Gratuity Scheme with Life Insurance Corporation of India and the contribution thereof is paid/provided for. Provision for Gratuity is made as per actuarial valuation as at the end of the year.

Actuarial gains/losses at the end of the year accrued to the defined benefit plans are taken to Statement of Profit and Loss for the respective financial year and are not deferred.

(iii) **Other Long Term Benefits:**

Long term compensated absences: Provision for Leave encashment is made on the basis of actuarial valuation as at the end of the year.

(e) **Income Tax:**

Provision for current tax is made on the basis of relevant provisions of the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is calculated using the tax rates and laws that have been substantively enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable/virtual certainty that these would be realised in future.

(f) **Foreign Currency Transactions:**

Revenue Transactions in foreign currency are recorded at the rate of exchange in force at the date of transactions. Foreign Currency assets and liabilities are stated at the rate of exchange prevailing at the year end and resultant gains/losses are recognized in the Statement of Profit and Loss.

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

(g) Provisions and Contingent Liabilities:

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if -

- a) the Company has a present obligation as a result of past event ,
- b) a probable outflow of resources is expected to settle the obligation and
- c) the amount of the obligation can be reliably estimated .

Contingent Liability is disclosed in the case of -

- a) a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation.
- b) a possible obligation, unless the probability of outflow of resources is remote.

Where some or all of the expenditure required to settle a provision is expected to be reimbursed by another party, such reimbursement is recognised to the extent of provision or contingent liability, as the case may be, only when it is virtually certain that the reimbursement will be received.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

	As at 31.03.2012		As at 31.03.2011	
	Number	₹ in lakhs	Number	₹ in lakhs
NOTE 2 : SHARE CAPITAL				
Authorised				
Equity Shares of ₹ 10 each	10,000,000	1,000	10,000,000	1,000
	<u>10,000,000</u>	<u>1,000</u>	<u>10,000,000</u>	<u>1,000</u>
Issued, Subscribed and Paid up				
Equity Shares of ₹ 10 each	10,000,000	1,000	10,000,000	1,000
Total	<u>10,000,000</u>	<u>1,000</u>	<u>10,000,000</u>	<u>1,000</u>

Notes :

(a) There has been no change in the number of Equity Shares outstanding at the beginning and at the end of the current year and previous year.

(b) **Rights Attached to Equity Shares**

Voting Rights :

The Company has only one class of Equity Shares having a par value of ₹ 10 per share. Each Equity Shareholder is entitled to one vote per share.

Dividend :

The dividend recommended by the Board of Directors is subject to the approval of shareholders in the Annual General meeting and would be paid in proportion to the amount of capital paid-up on shares.

Winding up:

If any assets are available for distribution upon liquidation in terms of the provisions of the Act, it will be distributed in proportion to the capital paid-up or which ought to have been paid up at the commencement of winding -up.

(c) **Equity Shares in the Company held by the Holding Company:**

	As at 31.03.2012		As at 31.03.2011	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
The Clearing Corporation of India Limited	10,000,000	100%	10,000,000	100%

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

- (d) For the period of five years immediately preceding the date of the Balance Sheet, the Company has not
- i) Allotted any shares as fully paid up pursuant to contracts without payment being received in cash ; or
 - ii) Allotted any shares as fully paid up bonus shares; or
 - iii) Bought back any of its Equity Shares.
- (e) There are no calls unpaid on any Equity Shares.
- (f) There are no forfeited shares.

(₹ in lakhs)

	As at 31.03.2012	As at 31.03.2011
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NOTE 3 : RESERVES AND SURPLUS

General Reserve

Balance as per last Balance Sheet	24	24
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Surplus

Opening Balance	769	763
Add: Net Profit After Tax transferred from Statement of Profit and Loss	362	6
Closing Balance	1,131	769
Total	1,155	793

NOTE 4 : LONG TERM PROVISIONS

Provision for Employee Benefits	53	74
Total	53	74

NOTE 5 : TRADE PAYABLES

Due to Creditors other than Micro and Small Enterprises	52	26
Total	52	26



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

(₹ in lakhs)

	As at 31.03.2012	As at 31.03.2011
NOTE 6 : OTHER CURRENT LIABILITIES		
Creditors for Capital Expenses	141	48
Others	73	87
Total	214	135

NOTE 7 : SHORT TERM PROVISIONS

Provision for Employee Benefits	9	7
Provision for Taxation (Net of tax payments and Tax deducted at source - ₹ 650 lakhs, Previous year - ₹ 510 lakhs)	32	27
Total	41	34

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

NOTE 8: FIXED ASSETS

(₹ in lakhs)

Particulars	Gross Block			Accumulated Depreciation			Net Block			
	As on 01.04.2011	Additions	Disposals	As on 31.03.2012	Upto 31.03.2011	Depreciation for the year	On disposals	Upto 31.03.2012	As on 31.03.2012	As on 31.03.2011
Tangible Assets										
Computer Systems - Hardware	37	47	2	82	21	21	2	40	42	17
Furniture and Fixtures	1	1	-	2	0	0	-	0	2	0
Office and Other Equipment	0	-	-	0	0	-	-	0	-	-
Total	38	48	2	84	21	21	2	40	44	17
Intangible Assets										
Computer Software	1,520	342	-	1,862	1,408	300	-	1,708	154	112
Total	1,520	342	-	1,862	1,408	300	-	1,708	154	112
Intangible Assets under Development										
Grand Total	1,558	390	2	1,946	1,429	321	2	1,748	501	358
Previous Year	852	706	-	1,558	792	637	-	1,429		

Note: "0" denotes amount less than ₹ 1 lakh.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

	As at 31.03.2012	(₹ in lakhs) As at 31.03.2011
NOTE 9 : DEFERRED TAX ASSET		
<u>Deferred Tax Assets</u>		
Arising out of timing difference in		
- Depreciation	57	81
- Provision for Leave Entitlement	19	19
- Provision for Deferred Incentive	5	13
Total	81	113

NOTE 10 : LONG TERM LOANS AND ADVANCES

Capital Advances

Unsecured, Considered Good - 1

Security Deposits

Unsecured, Considered Good 0 * 0

Total **0** **1**

NOTE 11 : OTHER NON-CURRENT ASSETS

Interest Accrued on Deposits with Banks 0 * 2

Bank Deposits with maturity of more than 12 months
(maturing after 12 months from the reporting date) {Refer
Note (a) below} 50 25

Total **50** **27**

Note :

- (a) Bank Deposits with more than 12 months maturity as on 31.03.2011 comprises of deposit amounting to ₹ 25 lakhs kept with Bank of Baroda, under lien in favour of Forex Dealers Association of India (FEDAI).

* denotes amount less than ₹ 1 lakh.

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

	(₹ in lakhs)	
	As at 31.03.2012	As at 31.03.2011
NOTE 12 : TRADE RECEIVABLES		
Trade Receivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, Considered Good		
Due from The Clearing Corporation of India Ltd. - Holding Company	35	17
Due from Others	101	114
Total	136	131

	(₹ in lakhs)	
	As at 31.03.2012	As at 31.03.2011

NOTE 13 : CASH AND BANK BALANCES

(A) Cash and Cash Equivalents:

Balance with Banks in Current Accounts	42	44
Cash on Hand	0 *	0 *
	42	44

(B) Other Bank Balances:

Bank Deposits with maturity of more than 3 months but less than 12 months	625	275
Bank Deposits with maturity of more than 12 months (maturing within 12 months from the reporting date) <i>{Refer Note (a) below}</i>	925	860
	1,550	1,135
Total	1,592	1,179

Note:

- (a) Bank Deposits with more than 12 months maturity as on 31.03.2012 includes bank deposit amounting to ₹ 25 lakhs kept with Bank of Baroda, under lien in favour of Forex Dealers Association of India (FEDAI).

* denotes amount less than ₹ 1 lakh.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

	(₹ in lakhs)	
	As at 31.03.2012	As at 31.03.2011
NOTE 14 : SHORT TERM LOANS AND ADVANCES		
Unsecured, Considered Good	10	131
Total	10	131

NOTE 15 : OTHER CURRENT ASSETS

Interest Accrued on Deposits with Banks	92	50
Others	53	72
Total	145	122

	(₹ in lakhs)	
	For the year ended 31.03.2012	For the year ended 31.03.2011
NOTE 16 : REVENUE FROM OPERATIONS		
Transaction Charges - Repo Trading System	473	432
Transaction Charges - CBLO Trading System	734	742
Transaction Charges - Forex Trading Systems	115	101
Membership Fees	6	6
NDS Helpdesk Support Charges	92	92
Datafeed Charges	198	185
Total	1,618	1,558

NOTE 17 : OTHER INCOME

Interest Income		
-Fixed Deposits with Banks	133	75
Other Non-operating Income {Refer Note (a) below}	49	15
Total	182	90

Note:

(a) Other Non-operating Income includes foreign exchange gain amounting to ₹ 5,608 (Previous year - ₹ 26,325)



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

	(₹ in lakhs)	
	For the year ended 31.03.2012	For the year ended 31.03.2011
NOTE 18 : EMPLOYEE BENEFIT EXPENSES		
Salaries	304	335
Contributions to Provident and Other Funds	22	44
Staff Welfare Expenses	31	28
Total	357	407
NOTE 19 : FINANCE COST		
Interest under Income Tax/Service Tax Provisions	1	2
NOTE 20 : DEPRECIATION AND AMORTIZATION EXPENSE		
Depreciation on Tangible Assets	21	3
Amortization of Intangible Assets	300	634
Total	321	637
NOTE 21 : OTHER EXPENSES		
Rent	58	143
Insurance	0 *	-
Rates and Taxes, excluding, Taxes on Income	0 *	0 *
Electricity Charges	6	19
Repairs and Maintenance Expenses - Computer Systems	191	182
Repairs and Maintenance Expenses - Others	1	4
Usage Charges	111	99
Communication Expenses	63	63
Business Support Service Charges	88	-
Payment to Auditors:		
- Audit Fees	1	1
- For Reimbursement of Expenses	-	0 *
Others	65	73
Total	584	584

* denotes amount less than ₹ 1 lakh.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

NOTE 22: COMMITMENTS

Particulars	(₹ in lakhs)	
	As at 31.03.2012	As at 31.03.2011
Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances amounting to ₹ 11 lakhs, Previous year - ₹ Nil)	46	50
Total	46	50

NOTE 23 - VALUE OF IMPORTS AND EXPENDITURE IN FOREIGN CURRENCY

	(₹ in lakhs)	
	For the year ended 31.03.2012	For the year ended 31.03.2011
Value of Imports on CIF basis	Nil	Nil
Expenditure in Foreign Currency :		
- Travelling Expenses	1	1
- Business Promotion Expenses	2	-
Total	3	1

NOTE 24 : EARNINGS IN FOREIGN EXCHANGE

	(₹ in lakhs)	
	For the year ended 31.03.2012	For the year ended 31.03.2011
Datafeed Charges	48	46

NOTE 25 - EMPLOYEE BENEFITS - GRATUITY

In terms of the Company's gratuity plan, on leaving of service every employee who has completed atleast five years of service gets a gratuity computed at the rate of 30 days of last drawn salary for each completed year service. The Gratuity Scheme of the Company is funded with LIC of India in the form of qualifying insurance policy. The disclosure is based on Actuarial Valuation details provided by LIC of India.

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

(₹ in lakhs)

Description	Gratuity	
	2011-12	2010-11
A. Amount recognised in the Statement of Profit and Loss for the year		
- Current Service Cost	8	3
- Interest Cost on Obligation	4	1
- Expected Return on Plan Assets	(5)	(3)
- Net Actuarial (Gain) / Loss recognised during the year	(10)	29
Total Expense recognised in Statement of Profit and Loss	(3)	30
Less : Already excess recognised in the previous year	3	12
Net Cost included in Employee Benefits Expenses	Nil	18
B. Actual Return on Plan Assets	5	3
C. Amount recognised in the Balance Sheet		
- Present Value of Obligation at the end of the year	44	49
- Fair Value of Plan Assets at the end of the year	51	51
- Funded Status {surplus / (deficit)}	7	2
- Net Asset recognized in the Balance Sheet	7	2
D. Change in Present Value of Obligation		
- Present Value of Obligation at the beginning of the year	49	18
- Current Service Cost	8	3
- Interest Cost	4	1
- Benefits Paid	(7)	(2)
- Actuarial (Gain) / Loss on Obligation	(10)	29
- Present Value of Obligation at the end of the year	44	49
E. Change in Plan Assets		
- Fair Value of Plan Assets at the beginning of the year	51	21
- Expected Return on Plan Assets	5	3
- Contributions Made	2	29
- Benefits Paid	(7)	(2)
- Actuarial Gain / (Loss) on Plan Assets	Nil	Nil
- Fair Value of Plan Assets at the end of the year	51	51
F. Major categories of Plan Assets as a percentage of total plan	100% Insurance Policy	
G. Actuarial Assumptions		
- Discount Rate	8.00%	8.00%
- Expected Rate of Return on Plan Assets	9.15%	9.15%
- Employee Attrition Rate	1%-3%	1%-3%
- Mortality Rate	LIC (1994 - 96) Ultimate	
- Future Salary Increase	5.00%	5.00%

Notes:

- (a) Disclosure with respect to experience adjustments to Plan Assets and Liabilities has not been furnished as the relevant data is not readily available.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

(b) Estimated amount of contribution to be made in the next financial year - ₹ 3 lakhs (Previous year - ₹ 2 lakhs).

(c) **Basis used to determine the expected rate of return on Assets**

The expected return on plan assets has been considered at 9.15% based on the current return being received on investment.

(d) **Amounts Recognised as Expense:**

(i) **Defined Contribution Plan**

1 Employer's Contribution to Provident Fund amounting to ₹ 16 lakhs (Previous year - ₹ 17 lakhs) has been included in Note 18 under Contributions to Provident and Other Funds.

2 Employer's Contribution to Superannuation Fund amounting to ₹ 4 lakhs (Previous year - ₹ 6 lakhs) has been included in Note 18 under Contributions to Provident and Other Funds.

(ii) **Defined Benefit Plan**

1 Gratuity cost amounting to Nil (Previous year - ₹ 18 lakhs) has been included in Note 18 under Contributions to Provident and Other Funds.

NOTE 26 - EARNINGS PER SHARE

Basic and Diluted Earnings Per Share is calculated as under:

Particulars		2011-12	2010-11
(i)	Net Profit After Tax attributable to Equity Shareholders (₹ in lakhs)	362	6
(ii)	Number of Equity Shares outstanding at the beginning of the year	10,000,000	10,000,000
(iii)	Number of Equity Shares outstanding at the end of the year	10,000,000	10,000,000
(iv)	Weighted Average Number of Equity Shares outstanding during the year	10,000,000	10,000,000
(v)	Nominal value of Equity shares (Amt. in ₹)	10.00	10.00
(vi)	Basic and Diluted Earnings Per share (Amt. in ₹)	3.62	0.06

NOTE 27 - RELATED PARTIES DISCLOSURES

(a) **List of Related Parties and their Relationship**

Parties where control exists

The Clearing Corporation of India Limited - Holding Company

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

(b) **Transactions with Related Party :**

(₹ in lakhs)

Particulars	
Share of Operational Income Received	652 (589)
Usage Charges Paid	111 (99)
Rent Paid for Residential Accommodation	– (4)
Business Support Services Paid	88 (–)
Reimbursement/Sharing of expenses (payment)	77 (102)
Outstanding Balance as at the year end	
Amounts Receivable	35 (17)

Notes:

- (a) Figures in bracket represent corresponding amounts in the previous year.
- (b) Transactions with holding Company are in respect of common operations and in accordance with the terms of agreement entered into in this regard.
- (c) No amount in respect of the related parties has been provided for as doubtful debts or written off/back during the year.
- (d) All the above transactions are in the ordinary course of the business of the Company.
- (e) The amounts are inclusive of Service Tax wherever applicable.

NOTE 28 - LEASE DISCLOSURES:

(₹ in lakhs)

Period	2011-12	2010-11
Not later than 1 year	Nil	95

The amount represents minimum lease payment outstanding under non -cancellable operating lease in respect of the office premises.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2012

NOTE 29 - DETAILS OF AMOUNTS DUE TO MICRO AND SMALL ENTERPRISES

As at March 31, 2012, no supplier has intimated the Company about its registration as micro/small enterprise (Previous year - one supplier) with appropriate authority under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act). An amount of ₹ 11,629 was remaining as unpaid at the end of the previous year which was outstanding for not more than 45 days.

NOTE 30 -

The Company's operations fall into one business segment comprising of facilitating 'Trading' of securities/foreign exchange/money market instruments and activities incidental thereto, and all its operations are carried out in India. Therefore, the disclosures as required under Accounting Standard 17 - "Segment Reporting" are not applicable.

NOTE 31 -

Disclosure under Schedule VI (Revised) of the Companies Act, 1956, has been given to the extent applicable.

NOTE 32 -

Previous year's figures have been regrouped, reclassified and rearranged to conform to current year's presentation, wherever necessary.



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