

Clearcorp Dealing Systems (India) Ltd.



Financial Statements

2013-2014



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Board of Directors:

Mrs. Shyamala Gopinath (Chairperson)
Mr. R. Sridharan (Managing Director)
Mr. K. Sivaprakasam
Mr. R. V. Joshi
Mr. M. R. Ramesh

Company Secretary:

Mrs. Sandhya Sati

Auditors:

M/s. Lodha & Co.
Chartered Accountants

Registered and Corporate Office:

CCIL Bhavan,
College Lane,
Off. S. K. Bole Road,
Dadar (West),
Mumbai-400 028
Tel: 61546200 Fax: 24326042
Website: www.ccilindia.com
CIN-U74999MH2003PLC140849



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

Financial Statements 2013 - 2014

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AUDITOR'S REPORT

**TO THE MEMBERS OF
CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
REPORT ON THE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of **CLEARCORP DEALING SYSTEMS (INDIA) LIMITED** (“the Company”), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and the Cash Flow Statement of the company for the year then ended, and a summary of the significant accounting policies and other explanatory information. Audit of the previous year's financial statements was carried out by another firm of Chartered Accountants who issued unqualified report dated May 13, 2013.

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 referred to in sub-section (3C) of section 211 of the Companies Act, 1956 (“the Act”). 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 the 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 the 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting 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 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 March 31, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date, and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year 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 of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
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, Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act.
 - (e) On the basis of the written representations received from the directors as on 31st March 2014 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For LODHA & COMPANY
Chartered Accountants
Firm Registration No. 301051E

Sd/-
R.P. Baradiya
Partner
Membership No. 44101

Place: Mumbai
Date: May 6, 2014



ANNEXURE REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF CLEARCORP DEALING SYSTEMS (INDIA) LIMITED:

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) The Company has carried out physical verification of all its fixed assets during the year. In our opinion, the frequency of verification is reasonable considering the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
c) During the year, no substantial part of fixed assets has been disposed off by the Company.
2. The Company does not have any inventory. Therefore, the provisions of clause 4 (ii) of the Order are not applicable to the Company.
3. 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 Act.
4. In our opinion and according to the information and explanations given to us and having regard to the fact that some of the items purchased are of a special nature in respect of which suitable alternative sources do not exist for obtaining comparable quotations, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of services. During the course of our audit, no major weaknesses have been noticed in the aforesaid 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 into 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 public deposits within the meaning of Section 58A and 58AA or any other relevant provisions of the Act and rules framed there under.
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 201(1)(d) of the Act for any of the activities of the Company.



9. a) The Company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Investor Education and Protection Fund, Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, Cess and other statutory dues applicable to the Company with appropriate authorities. As explained to us 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 records of the Company, there are no dues of Income Tax, Sales Tax, Service Tax, Customs Duty, Wealth Tax, Excise Duty and Cess which have not been deposited on account of any dispute.
10. The Company has no accumulated losses at the end of the financial year and has not incurred cash losses in the current financial year or in the immediately preceding financial year.
11. In our opinion and 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. In our opinion and 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 and advances on the basis of security by way of pledge of shares, debentures or other securities.
13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the Order are not applicable to the Company.
14. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
15. The Company has not given any guarantee for loan taken from other banks or financial institutions.
16. The Company has not obtained any term loan during the year.
17. Funds raised on short term basis have, prima-facie, not been used for long term Investment.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Act.
19. The Company has not issued any debentures during the year.
20. The Company has not raised any money through public issue during the year.



21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For LODHA & COMPANY
Chartered Accountants
Firm Registration No. 301051E

Sd/-
R.P. Baradiya
Partner
Membership No. 44101

Place: Mumbai
Date: May 6, 2014



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
BALANCE SHEET AS AT MARCH 31, 2014

		(₹ in lakhs)	
	Note No.	As at 31.03.2014	As at 31.03.2013
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	1,000	1,000
Reserves and Surplus	3	2,198	1,684
Non-Current Liabilities			
Long-Term Provisions	4	99	62
Current Liabilities			
Trade Payables	5	19	19
Other Current Liabilities	6	128	149
Short-term Provisions	7	108	29
TOTAL		3,552	2,943
ASSETS			
Non-Current Assets			
Fixed Assets	8		
-Tangible Assets		18	34
-Intangible Assets		164	46
-Intangible Assets under Development-Software		704	563
Deferred Tax Assets	9	92	82
Long-term Loans and Advances	10	0*	0*
Other Non-current Assets	11	498	1,630
Current Assets			
Trade Receivables	12	140	94
Cash and Bank Balances	13	1,757	331
Short-term Loans and Advances	14	4	14
Other Current Assets	15	175	149
TOTAL		3,552	2,943

* denotes amount less than ₹1 lakh.

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

1-31

As per our attached report of even date

Signatures to the Balance Sheet and Notes thereon

For and on behalf of

For and on behalf of the Board of Directors

LODHA & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No. 301051E

Sd/-
Shyamala Gopinath
Chairperson

Sd/-
R. Sridharan
Managing Director

Sd/-
R.P.Baradiya
Partner

Sd/-
K. Sivaprakasam
Director

Place : Mumbai
Date : May 06, 2014

Sd/-
Sandhya Sati
Company Secretary



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2014

(₹ in lakhs)

	Note No.	For the year ended 31.03.2014	For the year ended 31.03.2013
Revenue from Operations	16	2,331	2,029
Other Income	17	234	196
Total Revenue		2,565	2,225
Expenses:			
Employee Benefits Expense	18	532	409
Finance Costs	19	2	2
Depreciation and Amortization Expense	20	269	334
Other Expenses	21	995	682
Total Expenses		1,798	1,427
Profit Before Tax for the Year		767	798
Tax Expense			
- Current Tax		262	264
- Deferred Tax		(9)	(1)
- Pertaining to previous years		-	6
Profit After Tax for the Year		514	529
Earnings per Equity Share:			
- Basic		5.14	5.29
- Diluted		5.14	5.29
(Equity Share of face value of ₹10 each)			
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO FINANCIAL STATEMENTS	1-31		

As per our attached report of even date

For and on behalf of
LODHA & CO.
CHARTERED ACCOUNTANTS
Firm Reg. No. 301051E

Sd/-
R.P. Baradiya
Partner

Place : Mumbai
Date : May 06, 2014

Signatures to the Statement of Profit and Loss and
and Notes thereon

For and on behalf of the Board of Directors

Sd/-
Shyamala Gopinath
Chairperson

Sd/-
R. Sridharan
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, 2014

	(₹ in lakhs)	
	2013-14	2012-13
(A) CASH FLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX FOR THE YEAR	767	798
Add: Adjustments for -		
Depreciation and Amortization Expense	269	334
Interest under Income Tax provisions	2	2
Less: Adjustments for -		
Interest Income	206	180
Profit on Sale of Fixed Asset	-	1
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	832	953
Adjustments for :		
(Increase)/Decrease in Non Current Assets /Current Assets	(76)	(10)
Increase/(Decrease) in Non Current Liabilities /Current Liabilities	102	(80)
CASH GENERATED FROM OPERATIONS	858	863
Direct Taxes paid	(272)	(294)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES (A)	586	569
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(512)	(476)
Sale of Fixed Assets	-	1
Placement of Fixed Deposit with Banks	(2,550)	(2,025)
Redemption of Fixed Deposit with Banks	2,275	1,750
Interest Received	202	170
NET CASH FROM/(USED IN) INVESTING ACTIVITIES (B)	(585)	(580)
(C) CASH FLOW FROM FINANCING ACTIVITIES	-	-
NET CASH FROM/(USED IN) FINANCING ACTIVITIES (C)	-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	1	(11)
CASH AND CASH EQUIVALENTS - OPENING BALANCE	31	42
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	32	31
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	1	(11)

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

LODHA & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No. 301051E

Sd/-

R.P.Baradiya

Partner

Place : Mumbai

Date : May 06, 2014

Signatures to the Cash Flow Statement

For and on behalf of the Board of Directors

Sd/-

Shyamala Gopinath

Chairperson

Sd/-

K. Sivaprakasam

Director

Sd/-

Sandhya Sati

Company Secretary

Sd/-

R. Sridharan

Managing Director



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

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.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

- (ii) Depreciation is provided on Straight Line Method (SLM) 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.

- (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 the Statement of Profit & 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.

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(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.

(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, 2014

	As at 31.03.2014		As at 31.03.2013	
	Number	₹ in lakhs	Number	₹ in lakhs
<u>NOTE 2 : SHARE CAPITAL</u>				
<u>Authorised</u>				
Equity Shares of ₹ 10 each	10,000,000	1,000	10,000,000	1,000
	10,000,000	1,000	10,000,000	1,000
<u>Issued, Subscribed and Paid up</u>				
Equity Shares of ₹ 10 each	10,000,000	1,000	10,000,000	1,000
TOTAL	10,000,000	1,000	10,000,000	1,000

Notes :

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

Name of Shareholder	As at 31.03.2014		As at 31.03.2013	
	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, 2014

- (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.

	As at 31.03.2014	As at 31.03.2013
(₹ in lakhs)		
NOTE 3 : RESERVES AND SURPLUS		
General Reserve		
Opening Balance	24	24
Add: Transferred from Surplus	-	-
Closing Balance	24	24
Surplus		
Opening Balance	1,660	1,131
Add: Net Profit After Tax transferred from Statement of Profit & Loss	514	529
Closing Balance	2,174	1,660
TOTAL	2,198	1,684

NOTE 4 : LONG TERM PROVISIONS

Provision for Employee Benefits	99	62
TOTAL	99	62

NOTE 5 : TRADE PAYABLES

Due to Creditors other than Micro and Small Enterprises	19	19
TOTAL	19	19



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(₹ in lakhs)

	As at 31.03.2014	As at 31.03.2013
<u>NOTE 6 : OTHER CURRENT LIABILITIES</u>		
Creditors for Capital Expenses	43	54
Due to The Clearing Corporation of India Ltd. - Holding Company	-	8
Statutory Dues payable	33	51
Other payables	52	36
TOTAL	128	149

NOTE 7 : SHORT TERM PROVISIONS

Provision for Employee Benefits	105	19
Provision for Taxation (Net of Advance Tax)	3	10
TOTAL	108	29

CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(₹ in lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block As on 31.03.2014 (31.03.2013)
	Opening Balance	Additions	Disposals	Closing Balance	Opening Balance	Depreciation for the year	On disposals	Closing Balance	
Tangible Assets									
Computer Systems - Hardware	97 (82)	11 (26)	0 (11)	108 (97)	65 (40)	26 (36)	0 (11)	91 (65)	17 (32)
Furniture and Fixtures	2 (2)	- -	- -	2 (2)	0 0	0 0	- -	1 (0)	1 (2)
Office and Other Equipment	0 0	0 -	0 -	0 0	0 0	0 -	0 -	0 0	- -
Total	99 (84)	11 (26)	0 (11)	110 (99)	65 (40)	26 (36)	0 (11)	92 (65)	18 (34)
Intangible Assets									
Computer Software	2,052 (1,862)	361 (190)	- -	2,413 (2,052)	2,006 (1,708)	243 (298)	- -	2,249 (2,006)	164 (46)
Total	2,052 (1,862)	361 (190)	- -	2,413 (2,052)	2,006 (1,708)	243 (298)	- -	2,249 (2,006)	164 (46)
Grand Total	2,151 (1,946)	372 (216)	0 (11)	2,523 (2,151)	2,071 (1,748)	269 (334)	0 (11)	2,341 (2,071)	182 (80)

Notes:

1. Note: "0" denotes amount less than ₹1 lakh.
2. Figures in bracket represent corresponding amounts in the previous year.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

	As at 31.03.2014	(₹ in lakhs) As at 31.03.2013
<u>NOTE 9: DEFERRED TAX ASSET</u>		
<u>Deferred Tax Assets</u>		
Arising out of timing difference in depreciation and in respect of expenses allowable on payment basis	92	82
TOTAL	92	82

NOTE 10: LONG TERM LOANS AND ADVANCES

Security Deposits		
Unsecured, Considered Good	0 *	0 *
TOTAL	0 *	0 *

NOTE 11 : OTHER NON-CURRENT ASSETS

Bank Deposits with original maturity of more than 12 months {Refer Note (a) below}	425	1,575
Interest Accrued on Deposits with Banks	2	0 *
Service Tax Input Credit	71	55
Others	0 *	0 *
TOTAL	498	1,630

Note :

- (a) Bank Deposits with original maturity of more than 12 months comprises of deposits amounting to ₹50 lakhs (Previous Year ₹25 lakhs) kept with Bank of Baroda, under lien in favour of Forex Dealers Association of India (FEDAI).

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	9	-
Due from Others	131	94
TOTAL	140	94

* denotes amount less than ₹1 lakh.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(₹ in lakhs)

	As at 31.03.2014	As at 31.03.2013
--	---------------------	---------------------

NOTE 13 : CASH AND BANK BALANCES

(A) Cash and Cash Equivalents:

Balance with Banks in Current Accounts	32	31
Cash on Hand	0 *	0 *
	32	31

(B) Other Bank Balances:

Bank Deposits with original maturity of more than 3 months but less than or equal to 12 months	1,725	300
	1,725	300
TOTAL	1,757	331

NOTE 14 : SHORT TERM LOANS AND ADVANCES

Advances to suppliers and Others (Unsecured, Considered Good)	4	14
	4	14

NOTE 15 : OTHER CURRENT ASSETS

Interest Accrued on Deposits with Banks	104	102
Service Tax Input Credit	53	29
Others	18	18
	175	149

* denotes amount less than ₹ 1 lakh.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(₹ in lakhs)

	For the year ended 31.03.2014	For the year ended 31.03.2013
<u>NOTE 16 : REVENUE FROM OPERATIONS</u>		
Transaction Charges - Repo Trading System	912	808
Transaction Charges - CBLO Trading System	941	779
Transaction Charges - Forex Trading Systems	202	156
Membership Fees	5	4
NDS Helpdesk Support Charges	50	75
Datafeed Charges	221	207
TOTAL	2,331	2,029
<u>NOTE 17 : OTHER INCOME</u>		
Interest Income		
-Fixed Deposits with Banks	206	180
Other Non-operating Income	28	16
TOTAL	234	196
<u>NOTE 18 : EMPLOYEE BENEFIT EXPENSE</u>		
Salaries	413	341
Contributions to Provident and Other Funds	87	36
Staff Welfare Expenses	32	32
TOTAL	532	409
<u>NOTE 19 : FINANCE COSTS</u>		
Interest under Income Tax Provisions	2	2
TOTAL	2	2



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(₹ in lakhs)

	For the year ended 31.03.2014	For the year ended 31.03.2013
NOTE 20 : DEPRECIATION AND AMORTIZATION EXPENSE		
Depreciation of Tangible Assets	26	36
Amortization of Intangible Assets	243	298
TOTAL	269	334

NOTE 21 : OTHER EXPENSES

Rent	9	-
Insurance	0 *	0 *
Rates and Taxes, excluding, Taxes on Income	-	0 *
Repairs and Maintenance Expenses - Computer Systems	225	199
Repairs and Maintenance Expenses - Others	-	0 *
Communication Expenses	81	59
Business Support Charges to Holding Company	617	374
Payment to Auditors:		
- As Audit Fees	2	2
- As Tax Audit Fees	0 *	0 *
- Reimbursement of Expenses	0 *	0 *
- Others	0 *	-
Others	61	48
TOTAL	995	682

NOTE 22 : CONTINGENT LIABILITIES AND COMMITMENTS

(₹ in lakhs)

Particulars	As at 31.03.2014	As at 31.03.2013
(i) Contingent Liabilities	-	-
(ii) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for	18	58
TOTAL	18	58

* denotes amount less than ₹ 1 lakh.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(₹ in lakhs)

Particulars	For the year ended 31.03.2014	For the year ended 31.03.2013
<u>NOTE 23 : VALUE OF IMPORTS AND EXPENDITURE IN FOREIGN CURRENCY</u>		
Value of Imports on CIF basis	-	-
Expenditure in Foreign Currency :		
- Travelling Expenses	1	1
TOTAL	1	1

NOTE 24 : EARNINGS IN FOREIGN EXCHANGE

Datafeed Charges	61	54
TOTAL	61	54

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 Life Insurance Corporation of India (LIC) in the form of qualifying insurance policy. In accordance with the Accounting Standard on employee benefits (AS 15) revised 2005 notified by the Companies (Accounting Standards) Rules 2006, following disclosures have been made which is based on Actuarial Valuation provided by LIC and relied upon by the auditors.



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

(₹ in lakhs)

Description	Gratuity	
	2013-14	2012-13
A. Amount recognised in the Statement of Profit and Loss for the year		
- Current Service Cost	9	8
- Interest Cost	5	3
- Expected Return on Plan Assets	(6)	(5)
- Net actuarial (Gain) / Loss recognized during the year	51	5
- Total Expenses recognized in the Statement of Profit and Loss	59	11
B. Actual Return on Plan Assets		
- Actual Return of Plan Assets	6	5
C. Amount recognised in the Balance Sheet		
- Present Value of Obligation	120	60
- Fair Value of Plan Assets	81	62
- Funded status {surplus / (deficit)}	(39)	2
- Net Asset/(Liability) recognized in the Balance Sheet	(39)	2
D. Change in Present Value of Obligation		
- Present Value of Obligation at the beginning of the year	60	44
- Current Service Cost	9	8
- Interest Cost	5	3
- Benefits paid	(5)	-
- Actuarial (Gain) / Loss on Obligation	51	5
- Present Value of Obligation at the end of the year	120	60
E. Change in Plan Assets		
- Fair Value of Plan Assets at the beginning of the year	62	51
- Expected Return on Plan Assets	6	5
- Contributions Made	18	6
- Benefits paid	(5)	-
- Actuarial Gains / (Loss) on Plan Assets	-	-
- Fair Value of Plan Assets at the end of the year	81	62
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	8.75%	9.15%
- Employee Attrition Rate	1%-3%	1%-3%
- Mortality Rate/Table	LIC(1994-96) Ultimate	
- Future salary increase	8.00%	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.
- (b) Actuarial Valuation has been done using Projected Unit Credit Method



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

- (c) Estimated amount of contribution to be made in the next financial year ₹39 lakhs (Previous year - ₹18 lakhs).
- (d) **Amounts Recognised as Expense:**
- (i) **Defined Contribution Plan**
- 1 Employer's Contribution to Provident Fund amounting to ₹20 lakhs (Previous year - ₹17 lakhs) has been included in Note 18 under Contribution to Provident Fund and Other Funds.
 - 2 Employer's Contribution to Superannuation Fund amounting to ₹5 lakhs (Previous year - ₹5 lakhs) has been included in Note 18 under Contribution to Provident Fund and Other Funds.
- (ii) **Defined Benefit Plan**
- 1 Gratuity cost amounting to ₹59 lakhs (Previous year - ₹11 lakhs) has been included in Note 18 under Contribution to Provident and Other Funds.

NOTE 26 : EARNINGS PER SHARE

Basic and Diluted Earnings Per Share is calculated as under:

Particulars		2013-14	2012-13
(i)	Net Profit After Tax attributable to Equity Shareholders (₹ in lakhs)	514	529
(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 ₹)	5.14	5.29

NOTE 27 : RELATED PARTY 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, 2014

(b) Transactions with Related Party :

(₹ in lakhs)

Particulars	
Share of Operational Income Received	1,117 (967)
Rent Paid for Residential Accommodation	9 (-)
Business Support Charges to Holding Company	617 (374)
Reimbursement/Sharing of expenses (payment)	83 (61)
Outstanding Balance as at the year end	
Amounts Receivable	9 (-)
Amounts Payable	- (8)

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 party 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.
- (f) The above related party information has been disclosed to the extent such parties have been identified by the management. This has been relied upon by the Auditors.

NOTE 28 : DETAILS OF AMOUNTS DUE TO MICRO AND SMALL ENTERPRISES

As at the year end, no (Previous year - none) supplier has intimated the Company about it's registration as micro/small enterprise with the appropriate authority under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act").



CLEARCORP DEALING SYSTEMS (INDIA) LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON MARCH 31, 2014

NOTE 29 :

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.

NOTE 30 :

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

NOTE 31 :

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

For and on behalf of the Board of Directors

Sd/-
Shyamala Gopinath
Chairperson

Sd/-
R. Sridharan
Managing Director

Sd/-
K. Sivaprakasam
Director

Sd/-
Sandhya Sati
Company Secretary

Place : Mumbai
Date : May 06, 2014



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