

PRIME SECURITIES LIMITED

Regd. Office : Phoenix House, A Wing, 4th Floor, 462, Senapati Bapat Marg, Lower Parel, Mumbai 400013.

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2005

PRIME

Amt. in Rs. Lacs

	Prime Securities Limited					Consolidated	
	Nine Months ended 31.12.04	Quarter ended 31.03.05	Quarter ended 31.03.04	Year ended 31.03.05	Year ended 31.03.04	Year ended 31.03.05	Year ended 31.03.04
	Merchant Banking and Other Fees	265	396	60	661	244	1126
Income from Securities	275	7	3	282	47	285	47
Other Income	3	2	7	5	8	20	35
Total Income	543	405	70	948	299	1431	858
Staff Cost	89	47	16	136	69	289	145
Rent	8	2	3	10	11	37	38
Share Issue Expenses	9	(9)	2	-	11	-	11
Other Expenditure	43	46	31	89	62	247	239
Total Expenditure	149	86	52	235	153	573	433
Gross Profit	394	319	18	713	146	858	425
Interest	1	1	-	2	2	7	4
Depreciation	9	3	3	12	13	137	137
Diminution in Portfolio	-	10	-	10	-	10	(1)
Provision for Non-Performing Assets & Stock-in-Trade	-	-	-	-	(3)	-	(3)
Other Provisions/Write-offs/(Write-backs)	(1)	3	(1)	2	(1)	3	(1)
Extraordinary Items	(194)	3	(84)	(191)	(84)	(221)	(43)
Profit before Tax	579	299	100	878	219	922	332
Provision for Tax	-	-	-	-	-	45	18
Deferred Tax Savings	(3)	(4)	(1)	(7)	(4)	(14)	66
Profit after Tax	582	303	101	885	223	891	248
Prior Period Adjustments	(7)	-	(23)	(7)	(23)	(1)	(21)
Profit after Adjustments	589	303	124	892	246	892	269
Paid-up Capital							
- Equity	2,344	1,174 *	2,344	1,174 *	2,344	1174 *	2,344
- Preference	200	-	200	-	200	-	200
Reserves (excluding Revaluation Reserves)				1271	7,577	728	7,577
Debit Balance in P & L Account				-	(8,348)	-	(8,891)
Earnings per Share (in Rs. not annualised)							
- Basic	2.49	1.30	0.43	3.78	0.95	3.81	1.06
- Diluted	2.28	1.19	0.37	3.47	0.87	3.49	0.97
Aggregate of Non-Promoter Shareholding							
- Number of Shares	22145296	22145296	22362696	22145296	22362696	22145296	22362696
- Percentage of Shareholding	94.64	94.64	94.69	94.64	94.69	94.64	94.69

* Equity Shares of Face Value of Rs 5/- each

Notes :

- Pursuant to the Mumbai High Court Order dated March 11, 2005, (1) the debit balances in Profit and Loss Account of Rs 8347.67 lacs and Miscellaneous Expenditure of Rs 20.22 lacs has been adjusted against the Share Premium Account to the extent of Rs 7197.87 lacs and Equity Share Capital to the extent of Rs 1170.02 lacs. This has resulted in the reduction of paid-up equity share capital of the Company from Rs 2344.20 lacs to 1174.18 lacs representing reduction in face value of the equity shares from Rs 10/- per share to Rs 5/- per share by cancellation of face value to the extent of Rs 5/- per share. (2) Redemption of Preference Shares of Rs 200 lacs and creation of a Capital Redemption Reserve by utilisation of Share Premium Account of the Company to the extent of Rs 200 lacs. The above High Court Order and the Minutes of the Order has been registered with the Registrar of Companies, Maharashtra on March 30, 2005.
- The Company does not have any identifiable segments as required by Accounting Standard 17 issued by ICAI. However, the segmentwise revenue, results and capital employed in respect of consolidated accounts is enclosed.
- As required by Accounting Standard 22 "Accounting for Taxes on Income" issued by ICAI, the Company has accounted for deferred tax savings of Rs 7 lacs during the year.
- Diminution in portfolio is done at the year end.
- Previous period figures have been re-grouped / re-classified wherever necessary.
- The Company had received 35 investor complaints during the Quarter ended March 31, 2005 and all have been resolved and there were no investor complaints pending at the beginning of the Quarter.
- The above Results were taken on record by the Board of Directors of the Company at its Meeting held on June 28, 2005.

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED BASED ON CONSOLIDATED ACCOUNTS AS PER CLAUSE 41 OF THE LISTING AGREEMENT

Sr No	Particulars	Audited Year ended 31.03.2005	Audited Year ended 31.03.2004
1	Segment Revenue		
	- Merchant Banking	664	252
	- Broking	462	529
	- Unallocated	305	77
	Total Revenue	1,431	858
2	Segment Results		
	- Merchant Banking	414	88
	- Broking	117	246
	- Unallocated	177	(41)
	Net Profit before Tax	708	293
3	Capital Employed		
	Assets Less Liabilities of		
	- Merchant Banking	705	616
	- Broking	615	711
	- Unallocated	596	(103)
	Total Capital Employed	1916	1224

For Prime Securities Limited

Mumbai
June 28, 2005

Nikhil Shah
Whole-Time Director