

UPSE SECURITIES LIMITED

REGD.OFFICE : "PADAM TOWERS",14/113, CIVIL LINES ,KANPUR -208001

BALANCE SHEET AS AT 31st MARCH, 2011

PARTICULARS	SCHEDULE		AS AT 31.03.2011 AMOUNT (`)	AS AT 31.03.2010 AMOUNT (`)
SOURCES OF FUNDS				
SHARE HOLDERS' FUNDS				
SHARE CAPITAL	A		25,800,000.00	25,800,000.00
RESERVES & SURPLUS	B		22,039,599.05	20,975,847.03
DEFERRED TAX (LIABILITIES) NET			-	126,462.00
TOTAL			47,839,599.05	46,902,309.03
APPLICATION OF FUNDS				
FIXED ASSETS				
GROSS BLOCK	C	5,330,205.85		5,257,905.85
ADDITIONS:- DURING THE YEAR		1,603,250.00		72,300.00
		6,933,455.85		5,330,205.85
LESS: DEPRECIATION		5,381,481.00		4,656,704.00
NET BLOCK			1,551,974.85	673,501.85
INVESTMENTS LONG TERM (AT COST)				
BSE - MEMBERSHIP		0.00		7,254,000.00
UNQUOTED				
102800 (PREVIOUS YEAR 130000) EQUITY SHARES OF BSE LTD. OF Re.1/- FULLY PAID UP		1.00		10,000.00
250 EQUITY SHARES OF CSE OF Re.1/- FULLY PAID UP		250.00		250.00
			251.00	7,264,250.00
DEFERRED TAX (ASSETS) NET			432,332.00	0.00
CURRENT ASSETS, LOANS & ADVANCES				
SUNDRY DEBTORS	D	3,867,392.38		9,576,436.29
CASH & BANK BALANCES	E	28,851,084.40		34,305,157.52
FIXED DEPOSITS WITH BANKS	F	95,032,848.31		66,248,847.67
LOANS & ADVANCES	G	33,791,267.72		32,219,737.54
OTHER ASSETS		319,700.50		0.00
		161,862,293.31		142,350,179.02
LESS:- CURRENT LIABILITIES & PROVISIONS	H	-116,007,252.11		-103,385,621.84
NET CURRENT ASSETS			45,855,041.20	38,964,557.18
TOTAL			47,839,599.05	46,902,309.03

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS L

Schedules A to L referred to above form an integral part of the Balance Sheet and Profit & Loss Account

As per our Audit Report of even date attached

For JSB ASSOCIATES

CHARTERED ACCOUNTANTS

(JASBIR SINGH BHATIA)

PARTNER

M.No.074574

Registration No.005829C

PLACE: Kanpur

DATE: 4th August 2011

For and on behalf of the Board

K D GUPTA

B K NADHANI

ANANT KUMAR MISRA

ARVIND KUMAR MITTAL

ATUL KUMAR AGARWAL

ALOK TULSYAN

DEEPAK KAPOOR

VINOD PANDEY

RAKESH SAXENA

} DIRECTORS

UPSE SECURITIES LIMITED

REGD.OFFICE : "PADAM TOWERS",14/113, CIVIL LINES ,KANPUR -208001

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH , 2011

PARTICULARS	SCHEDULE	CURRENT YEAR AMOUNT (`)	PREVIOUS YEAR AMOUNT (`)
INCOME			
BROKERAGE EARNED		28,781,293.42	36,280,011.70
LESS :- BROKERAGE PAID (-)		25,228,789.98	32,248,267.31
		3,552,503.44	4,031,744.39
DIVIDEND RECEIVED FROM BSE & CSE		521,750.00	521,750.00
INTEREST RECEIVED ON BANK DEPOSITS		5,356,702.95	6,619,379.13
(TAX DEDUCTED AT SOURCE ` 5,70,632.69 previous year ` 8,69,554.85)			
LESS :- INTEREST PAID (-)		4,002,735.00	3,992,733.54
		1,353,967.95	2,626,645.59
PROFIT ON SALE OF BSE SHARES		2,811,001.00	0.00
MISCELLANEOUS INCOME		296,885.17	358,139.90
TOTAL (A)		8,536,107.56	7,538,279.88
EXPENDITURE			
PAYMENTS TO & PROVISIONS FOR EMPLOYEES	I	4303314.86	3,113,819.32
OPERATIONAL EXPENSES	J	646663.57	497,610.53
ADMINISTRATIVE & OTHER EXPENSES	K	2310945.11	1,965,969.11
DEPRECIATION	C	724,777.00	411,572.00
TOTAL (B)		7,985,700.54	5,988,970.96
Profit/Loss (-) from operations before tax for the year (A-B)		550,407.02	1,549,308.92
LESS PROVISION FOR TAX :-			
CURRENT YEAR		5,315.00	339,065.00
DEFERRED TAX		-558,794.00	-21,547.00
PROFIT / (-) LOSS AFTER TAX		1,103,886.02	1,231,790.92
Less :-Provision for Tax Earlier Year (F.Y. 2002-03)		40,134.00	0.00
Less :-Adjustment relating to previous year - Deferred Tax		0.00	315,710.00
Less :-Adjustment relating to previous year - FBT		0.00	5,795.00
Add : Transfer from Settlement Stablization Fund		0.00	122,038.81
Add : Transfer from Infrastructure Development Fund		0.00	61,526.39
PROFIT AFTER APPROPRIATION		1,063,752.02	1,093,851.12
ADD :-PROFIT OF PREVIOUS YEARS		5,055,247.03	3,961,395.91
PROFIT CARRIED TO BALANCE SHEET		6,118,999.05	5,055,247.03

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS L

Schedules A to L referred to above form an integral part of the Balance Sheet and Profit & Loss Account

As per our Audit Report of even date attached

For JSB ASSOCIATES

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ALOK TULSYAN

DEEPAK KAPOOR

VINOD PANDEY

RAKESH SAXENA

} DIRECTORS

SCHEDULE A SHARE CAPITAL	AS AT 31.03.2011 AMOUNT (`)	AS AT 31.03.2010 AMOUNT (`)
AUTHORISED : 50,00,000 EQUITY SHARES OF ` 10/- EACH (PREVIOUS YEAR 50,00,000 EQUITY SHARES OF ` 10/- EACH)	50,000,000.00	50,000,000.00
ISSUED ,SUBSCRIBED & PAID UP : 25,80,000 EQUITY SHARES OF ` 10/- EACH FULLY PAID UP (PREVIOUS YEAR 25,80,000 EQUITY SHARES OF ` 10/- EACH FULLY PAID UP)	25,800,000.00	25,800,000.00
TOTAL	25,800,000.00	25,800,000.00

SCHEDULE B RESERVES & SURPLUS	AS AT 31.03.2011 AMOUNT (`)	AS AT 31.03.2010 AMOUNT (`)
SHARE PREMIUM ACCOUNT ISSUED 7,75,630 SHARES AT A PREMIUM OF ` 20/- PER SHARE (PREVIOUS YEAR 7,75,630 SHARES AT A PREMIUM ` 20/-PER SHARE)	15,512,600.00	15,512,600.00
<u>CORPUS RECEIVED FROM SUB - BROKERS FOR PARTICPATION IN TRADING PLATFORM</u>	408,000.00	408,000.00
PROFIT & LOSS A/C	6,118,999.05	5,055,247.03
TOTAL	22,039,599.05	20,975,847.03

K D GUPTA	ALOK TULSYAN	}	DIRECTORS
		}	
		}	
B K NADHANI	DEEPAK KAPOOR	}	
		}	
ANANT KUMAR MISRA	VINOD PANDEY	}	
		}	
ARVIND KUMAR MITTAL	RAKESH SAXENA	}	
		}	
ATUL KUMAR AGARWAL		}	

For JSB ASSOCIATES
CHARTERED ACCOUNTANTS

(JASBIR SINGH BHATIA)
PARTNER
M.No.074574
Registration No.005829C
PLACE : KANPUR
DATE : 4th August 2011

SCHEDULE D		AS AT 31.03.2011	AS AT 31.03.2010
SUNDRY DEBTORS (Unsecured considered good)		AMOUNT (`)	AMOUNT (`)
Debts outstanding for a period exceeding Six Months		-	1,140,105.92
Other debts (Considered good)	11,645,613.58		
less :- Margin Control - F&O Segment	7,778,221.20	3,867,392.38	8,436,330.37
TOTAL		3,867,392.38	9,576,436.29

SCHEDULE E		AS AT 31.03.2011	AS AT 31.03.2010
CASH & BANK BALANCES		AMOUNT (`)	AMOUNT (`)
CASH IN HAND		-	-
IN CURRENT ACCOUNT WITH BANKS			
AXIS BANK LIMITED		25,586.83	437,002.88
BANK OF INDIA, MUMBAI		-	10,291.00
HDFC BANK LIMITED		27,943,331.19	259,854.00
ICICI BANK LIMITED		12,291.25	-
STANDARD CHARTERED BANK		50,259.18	32,588,395.11
YES BANK LIMITED		819,615.95	1,009,614.53
TOTAL		28,851,084.40	34,305,157.52

SCHEDULE F		AS AT 31.03.2011	AS AT 31.03.2010
FIXED DEPOSITS WITH BANKS		AMOUNT (`)	AMOUNT (`)
AXIS BANK LTD.		340,092.00	736,605.00
HDFC BANK LTD.		12,500,000.00	-
ICICI BANK LTD.		11,000,000.00	4,066,704.00
ING. VYSYA BANK LTD.		-	850,821.81
KOTAK MAHINDRA BANK		-	764,356.30
PUNJAB NATIONAL BANK		20,875,000.00	33,375,000.00
STANDARD CHARTERED BANK		15,000,000.00	1,917,062.32
STATE BANK OF INDORE		5,000,000.00	20,000,000.00
YES BANK LIMITED		29,100,000.00	3,200,000.00
INTEREST ACCRUED BUT NOT DUE		1,217,756.31	1,338,298.24
TOTAL		95,032,848.31	66,248,847.67

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		}	
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		}	
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		}	
ATUL KUMAR AGARWAL		}	

For JSB ASSOCIATES
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(JASBIR SINGH BHATIA)
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PLACE : KANPUR
DATE : 4th August 2011

SCHEDULE G	AS AT 31.03.2011	AS AT 31.03.2010
LOANS & ADVANCES (Unsecured, considered good)	AMOUNT (`)	AMOUNT (`)
INCOME TAX REFUNDABLE F.Y. 2002-03	58,344.00	-
INCOME TAX REFUNDABLE F.Y. 2003-04	55,996.54	55,996.54
INCOME TAX REFUNDABLE F.Y. 2005-06	444,654.10	444,654.10
INCOME TAX REFUNDABLE F.Y. 2007-08	698,658.43	698,658.43
INCOME TAX REFUNDABLE F.Y. 2008-09	1,022,974.97	1,022,974.97
INCOME TAX REFUNDABLE F.Y. 2009-10	533,653.85	-
TAX DEDUCTED AT SOURCE F.Y. 2009-10	-	869,554.85
TAX DEDUCTED AT SOURCE F.Y. 2010-11	570,632.69	-
ADVANCE TAX (F B T) F.Y.2009-10	-	3,164.00
INCOME TAX DEMAND (2002-03)	-	98,478.00
SECURITY DEPOSIT WITH BSE	276,085.00	376,085.00
SECURITY DEPOSIT WITH NSE	27,100,000.00	27,283,291.00
DEPOSIT WITH IL& FS SECURITIES LIMITED (NSE F & O SEGMENT -CM)	2,900,000.00	1,200,000.00
SECURITIES PLEDGED WITH BSE	22,829,489.80	21,549,407.00
LESS:- SECURITIES RECEIVED FROM SUB BROKERS (-)	22,829,489.80	-
SECURITIES DEPOSITED WITH IL&FS FOR F&O	18,578,980.80	-
LESS:- SECURITIES RECEIVED FROM SUB BROKERS (-)	18,578,980.80	-
HCL COMNET LIMITED	-	4,000.00
CENVAT CREDIT (SERVICE TAX) RECEIVABLE	6,810.22	510.00
CENVAT CREDIT (EDUCATION CESS) RECEIVABLE	103.52	10.20
CENVAT CREDIT (HIGHER EDUCATION CESS) RECEIVABLE	101.54	5.10
PREPAID EXPENSES	78,287.86	32,990.35
STAFF LOAN / ADVANCE ACCOUNT	44,965.00	129,365.00
TOTAL	33,791,267.72	32,219,737.54

SCHEDULE H	AS AT 31.03.2011	AS AT 31.03.2010
CURRENT LIABILITIES & PROVISIONS	AMOUNT (`)	AMOUNT (`)
SUNDRY CREDITORS	38,028,917.18	41,670,290.23
BASE , ADDITIONAL CAPITAL & ADVANCE MARGIN RECEIVED FROM SUB-BROKER'S	71,375,000.00	54,625,000.00
PROVISION FOR I.TAX F.Y.2010-2011	5,315.00	339,065.00
OTHER LIABILITIES	6,598,019.93	6,751,266.61
TOTAL	116,007,252.11	103,385,621.84

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SCHEDULE I	CURRENT YEAR	PREVIOUS YEAR
PAYMENTS TO & PROVISIONS FOR EMPLOYEES	AMOUNT (`)	AMOUNT (`)
SALARIES A/C	2,430,854.74	1,940,513.75
EMPLOYERS CONTRIBUTION TO P.F.	352,168.00	210,873.00
DEARNESS ALLOWANCE	910,827.85	476,807.32
HOUSE RENT ALLOWANCE	272,779.27	219,140.25
HOME TOWN ALLOWANCE	8,419.00	8,715.00
CONVEYANCE ALLOWANCE	187,424.97	139,985.00
CITY COMPENSATORY ALLOWANCE	12,599.03	10,400.00
MEDICAL EXPENSES	128,242.00	107,385.00
TOTAL	4,303,314.86	3,113,819.32

SCHEDULE J	CURRENT YEAR	PREVIOUS YEAR
OPERATIONAL EXPENSES	AMOUNT (`)	AMOUNT (`)
ANNUAL SUBSCRIPTION BSE	7,000.00	7,000.00
ANNUAL SUBSCRIPTION NSE	100,000.00	8,764.00
NSE OPERATIONAL EXPENSES	112,117.00	36,243.48
DEPOSITORY CHARGES	410,786.73	413,204.74
DEPOSIT CUSTODY CHARGES	5,533.99	18,171.16
INSURANCE PREMIUM	11,225.85	14,227.15
TOTAL	646,663.57	497,610.53

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		}	
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		}	
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ARVIND KUMAR MITTAL	RAKESH SAXENA	}	
		}	
ATUL KUMAR AGARWAL		}	

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SCHEDULE K ADMINISTRATIVE & OTHER EXPENSES	CURRENT YEAR AMOUNT (`)	PREVIOUS YEAR AMOUNT (`)
AUDITORS REMUNERATION A/C		
- AUDIT FEES 30,000.00		
- TAX AUDIT FEES 5,000.00		
- OTHER SERVICES & CERTIFICATION 10,000.00		
	45,000.00	45,000.00
INTERNAL / SYSTEM AUDIT FEES	27,500.00	27,500.00
BOARD MEETING / COMMITTEE SITTING FEES	159,000.00	92,000.00
COMPUTER EXPENSES	270,203.00	191,619.00
ELECTRIC ,GENERATOR AND OFFICE MAINTENANCE	160,008.08	462,719.40
MISCELLANEOUS EXPENSES	289,971.35	131,426.63
PRINTING & STATIONERY	331,739.18	330,653.81
PROFESSIONAL CHARGES	127,950.00	122,400.00
TELEPHONE & INTERNET EXPENSES	265,530.25	245,939.78
FILING FEES	4,820.00	153,500.00
STAFF WELFARE EXPENSES	69,364.25	44,789.50
RENT	496,690.00	74,400.00
TRAVELLING & CONVEYANCE	50,028.00	38,560.00
POSTAGE & TELEGRAM	13,141.00	5,460.99
TOTAL	2,310,945.11	1,965,969.11

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For JSB ASSOCIATES
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**SCHEDULE C
FIXED ASSETS**

		GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK		
S. NO.	PARTICULARS	RATE OF DEPRECIATION	AS AT 31.03.2010	ADDITIONS DURING THE YEAR	SALES/ADJ. DURING THE YEAR	TOTAL AS AT 31.03.2011	UPTO 31.03.2010	FOR THE YEAR	ADJUSTMENT	TOTAL UPTO 31.03.2011	AS AT 31.03.2011	AS AT 31.03.2010
1	AIR CONDITIONER	13.91%	-	52,500.00		52,500.00	-	5,342.00		5,342.00	47,158.00	-
2	COMPUTERS & PERIPHERALS	40%	5,327,505.85	1,550,750.00	-	6,878,255.85	4,654,565.00	719,333.00	-	5,373,898.00	1,504,357.85	672,940.85
3	FURNITURE & FIXTURE	18.10%	2,700.00	-	-	2,700.00	2,139.00	102.00	-	2,241.00	459.00	561.00
	TOTAL		5,330,205.85	1,603,250.00	-	6,933,455.85	4,656,704.00	724,777.00	-	5,381,481.00	1,551,974.85	673,501.85
	PREVIOUS YEAR FIGURE		5,257,905.85	72,300.00	-	5,330,205.85	4,245,132.00	411,572.00	-	4,656,704.00	673,501.85	1,012,773.85

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For JSB ASSOCIATES
CHARTERED ACCOUNTANTS

(JASBIR SINGH BHATIA)
PARTNER
M.No,074574
Registration No.005829C
PLACE : KANPUR
DATE : 4th August 2011

UPSE SECURITIES LIMITED

Regd. Office: 'Padam Towers', 14/113, Civil Lines,
Kanpur - 208 001

NOTES FORMING PART OF THE ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES:

SCHEDULE L

Significant Accounting Policies and Notes on Accounts

A. Significant Accounting Policies

1. Fundamental Accounting Assumption:

- i) The Company follows accounting assumption of a going concern.
- ii) The company is a wholly owned subsidiary of U.P. Stock Exchange Limited and is functioning as a member of Bombay Stock Exchange Limited (BSE) in Equities Segment and National Stock Exchange of India Limited (NSE) in Capital Market and Futures & Options Segments. The company does not do any proprietary trading . Only the trading members of U.P. Stock Exchange Limited who are registered as Sub-brokers with the company are allowed to do business through the company. Although the purchases and sales are made in the name of the company, only brokerage income is reflected in the financial results, to reflect the actual state of affairs..

2. Method of Accounting:

The financial statements are prepared according to the historical cost convention and on an accrual basis in accordance with the requirements of the Companies Act, 1956.

3. Revenue recognition:

- i) Income from brokerage activities is recognised as income on the settlement date of transaction.
- ii) Other incomes are accounted on accrual basis.

4. Fixed Assets and depreciation:

- i) Fixed assets are stated at cost of acquisition /construction less accumulated depreciation. All costs relating to acquisition and installation of fixed assets are capitalized and included in the cost of respective fixed assets. Software

purchased during the year has been capitalized.

- ii) Depreciation on all fixed assets is provided on the written down value method at the rates and in the manner prescribed in schedule XIV of the Companies Act, 1956.

5. Investments :

Current Investments are carried at lower of cost or market value. Long term investments are stated at cost. Provision for diminution in the value of long term investment (unquoted) is made only if such decline in the opinion of the management is other than temporary.

6. Sundry Debtors & Creditors:

Amounts receivable from & payable to Sub-Brokers, Clients, BSE and NSE for broking transactions are recognized on completed settlement basis and disclosed as Sundry Debtors & Creditors.

7. Accounting for Taxes on Income :

Provision for Current Tax is made on the basis of estimated taxable income for the current accounting period and in accordance with the provisions as per Income Tax Act, 1961.

Deferred tax resulting from “timing difference” between book and taxable profit for the year is accounted for using the tax rate/and laws that have been enacted or substantively enacted as on the balance sheet date. Permanent timing difference adjustments are not accounted for in provisions.

B. Notes on Accounts:

1. Contingent Liabilities

- i). Estimated amounts of contracts remaining to be executed on Capital account and not provided for Rs. Nil. (Previous year Nil)
- ii) Claims against the company not acknowledged as debt - Nil (Previous year Nil)

2. FDR (s) Rs. 938.15 Lakhs (Previous Year Rs. 649.11 Lakhs) include FDR (s) amounting to Rs. 568.75 Lakhs (Previous Year Rs.562.92 Lakhs) pledged with BSE and amounting to Rs. 140.00 Lakhs (Previous Year Rs. Nil) pledged with NSE for obtaining trading limits and amounting to Rs.155.00 lakhs (Previous Year Rs. Nil) pledged with IL&FS Securities & Services Ltd.(ISSL) , for providing trading limit and clearing facility for transactions in F&O Segment .
3. Securities received from Sub-brokers in demat form of Rs.228.29 lakhs (Previous Year Rs. 215.49 lakhs) have been pledged/ deposited with BSE and Rs.185.79 lakhs (Previous Year Rs. Nil) pledged/ deposited with ISSL towards Additional Capital / Margin valued at the year end. For disclosure purposes these are shown under the head Loans and Advances.
4. Securities of Rs.75.75 lakhs (Previous Year Rs.287.92 lakhs) valued at the year end received in advance from Clients towards pay-in of settlement No. 1 & 2 of 2011-12 are lying in the CM Pool Account of the Company, pending settlement as per norms.
5. (i) Interest accrued but not due includes a total sum of Rs.2,41,748/- pertaining to interest accrued but not received (after TDS) on the already matured (prior to 31.03.2010) FDRs of ICICI Bank , for realization of which follow up is being done.

(ii) Other liabilities include Rs. 25,50,000.00 (Previous Year Rs.23,50,000.00) received as refundable security deposit for NSE from sub-brokers and Rs.30,96,170.89 (Previous Year Rs.32,46,122.00) payable to sub-brokers towards interest payable to them.
6. Consequent to Income Tax Assessment Order for the Financial Year 2002-03, a sum of Rs.98,478.00 had been paid to Income Tax Department against demand and shown under the head Loans and Advances. During the year , the Company's appeal against the aforesaid Assessment Order has been partly allowed by the C.I.T. (Appeals) and consequently an application claiming refund of Rs. 58,344.00 has been made to the Assessing Officer.
7. In the opinion of the Board of Directors, the current assets , loans and advances are stated at values which on realization are at least equal to the amount at which these are stated , in the ordinary course of business.
8. No amount is due to micro and small scale industrial undertakings.
9. Information pursuant to paragraph 4C and 4D of part II of Schedule VI of the Companies Act, 1956 is not furnished as the same is not applicable to the company. (Previous year NIL)

10. Other benefits to employees :

AS-15 (Revised) regarding “Employees Benefits” has been followed by the Company and is accounted as under :-

- i) The Company’s Contribution towards Provident Fund is transferred to the recognized fund of the Holding Company named as U. P. Stock Exchange Association Limited Employees Provident Fund Trust.
- ii) Provision for un-availed leaves is made at the end of the year on accrual basis as valued by the Management.
- iii) The Employees of the Company have been covered under the Group Gratuity Scheme Plan of Life Insurance Corporation of India (LIC) taken by the holding company U.P. Stock Exchange Limited . The Company has paid a total sum of Rs. 1,17,354.79 (Previous year Rs. 84,845.48) to the Exchange for gratuity liability for the year 2010-11.

11. AS-18 “RELATED PARTIES DISCLOSURES”:

As per the Accounting Standard-18, “Related Party Disclosures” the related parties of the Company are as follows :-

(i) Entities under Common Control :

<u>Name (Relationship)</u>	<u>Nature of Transaction</u>	<u>Amount (Rs.)</u> <u>2010-11</u>	<u>Amount (Rs)</u> <u>2009-10</u>
U.P. Stock Exchange Limited (Holding Company)	Payment of rent and reimbursement of expenses.	8,21,935.07	6,81,761.00

(ii) Key Management Personnel :

<u>Name (Designation)</u>	<u>Nature of Transaction</u>	<u>Amount (Rs.)</u> <u>2010-11</u>	<u>Amount (Rs)</u> <u>2009-10</u>
Shri Ved Prakash Mishra (Chief Executive Officer) 01.04.2010 to 10.05.2010	Remuneration	64,928/-	3,56,592/-
Shri Alok Tulsyan (Chief Executive Officer) (11.05.2010 to 23.12.2010 as C.E.O. Officiating)	Remuneration	4,26,990/-	Nil
Shri Atul Kumar Agarwal (Whole Time	Remuneration	3,32,888/-	Nil

Director)w.e.f.10.05.2010

12. **AS-20 “EARNING PER SHARE”**

	2010-11 (Rs)	2009-10 (Rs)
(i) Net profit after tax available for Equity Share holders (Numerator used for calculation)	10,63,752	12,31,790
(ii) Weighted average of number of equity shares as denominator for calculating EPS	25,80,000	24,22,500
(iii) Basic earning per share (Face value of Rs.10 each)	0.41	0.51

13. In accordance with the Accounting Standard (AS)22 issued by Institute of Chartered Accountants of India, Deferred tax provision has been made in the books of accounts as detailed below :

Deferred Tax represents the following

PARTICULARS	Assets (Rs.)	Liabilities(Rs.)	Assets(Rs.)	Liabilities(Rs.)
	2010-11		2009-10	
i) Timing Difference on Depreciation	-	2,66,198.00	-	1,26,462.00
ii) Timing Difference on Losses	6,98,530.00	-	-	-
iii) Disallowance under the Income tax	-	-	-	-
Total	6,98,530.00	2,66,198.00	-	1,26,462.00
Deferred Tax (Net)	4,32,332.00		-	1,26,462.00

14. Cost of BSE Membership and BSE Shares, appearing as at 31.03.2010 at Rs. 72,54,000.00 and Rs. 10,000.00 respectively, have been adjusted against the sale proceeds of 27,200 BSE Shares . However, to keep track of the remaining 1,02,800 bonus Shares, same have been shown at a value of Re.1.00 in the Books of Account.

15. Figures of previous year have been regrouped or rearranged wherever considered necessary.

For and on behalf of the Board

K D GUPTA	ALOK TULSYAN	}	
		}	
B K NADHANI	DEEPAK KAPOOR	}	
		}	
ANANT KUMAR MISRA	VINOD PANDEY	}	DIRECTORS
		}	
ARVIND KUMAR MITTAL	RAKESH SAXENA	}	
		}	
ATUL KUMAR AGARWAL		}	

As per our Audit Report of even date attached

For JSB ASSOCIATES

CHARTERED ACCOUNTANTS

(JASBIR SINGH BHATIA)

PARTNER

M.No.074574

Registration No.

PLACE: KANPUR

DATE: 4th August 2011

UPSE SECURITIES LTD

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS

Registration No.

U67120UP2000PLC025330

State Code

2 0

Balance Sheet

3

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3

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1

II. Capital raised during the year (Amount ` in Thousand)

Public Issue

NIL

Right Issue

NIL

Bonus Issue

NIL

Private Placement

NIL

III. Position of Mobilisation and deployment of Funds (Amount ` in Thousand)

Total liabilities

47840

Total Assets

47840

Sources of Funds

Paid up Capital

25800

Reserves and Surplus

22040

Secured Loans

NIL

Unsecured Loans

NIL

Application of Funds

Net Fixed Assets

1552

Investments

.25

Net Current Assets

45855

Misc. Expenditure

NIL

Accumulated Losses

IV. Performance of Company (Amount ` in Thousand)

Total Income

8536

Total Expenditure

7986

Profit Before Tax

550

Profit After Tax

(Including deferred Tax)

1104

Earning per Share (in `)

0.41

Dividend Rate %

NIL

V. Generic Names of Three Principal Products of Company (As per monetary terms)

Item Code No. (ITC Code)

SERVICE

Product Description

N.A.

DIRECTORS

K D GUPTA

ALOK TULSYAN

B K NADHANI

DEEPAK KAPOOR

ANANT KUMAR MISRA

VINOD PANDEY

ARVIND KUMAR MITTAL

RAKESH SAXENA

ATUL KUMAR AGARWAL