

BSE Limited
(Formerly known as Bombay Stock Exchange Limited)
Unaudited Consolidated Financial Result For The Half Year Ended September 30, 2012

(Rs. in Lakhs)

| Particulars | For The Quarter Ended 30.09.12 (Unaudited) | For The Quarter Ended 30.06.12 (Unaudited) | For The Quarter Ended 30.09.11 (Unaudited) | For The Half Year Ended 30.09.12 (Unaudited) | For The Half Year Ended 30.09.11 (Unaudited) | For The Year Ended 31.03.12 (Audited) |
|---|--|--|--|---|---|---|
| I. INCOME | | | | | | |
| a) Operating Income | 12,117 | 12,534 | 12,054 | 24,651 | 25,947 | 53,758 |
| b) Other Income | 1,009 | 1,102 | 1,297 | 2,111 | 1,957 | 4,084 |
| Total Income | 13,126 | 13,636 | 13,351 | 26,762 | 27,904 | 57,842 |
| II. EXPENDITURE | | | | | | |
| a) Employee Costs | 2,010 | 2,019 | 1,958 | 4,029 | 3,926 | 7,713 |
| b) Computer Technology Related Expenses | 1,104 | 1,945 | 1,351 | 3,049 | 2,577 | 5,927 |
| c) Administration and Other Expenses | 2,068 | 1,658 | 1,868 | 3,726 | 3,386 | 7,649 |
| d) Depreciation | 680 | 611 | 824 | 1,291 | 1,626 | 3,407 |
| Total Expenditure | 5,862 | 6,233 | 6,001 | 12,095 | 11,515 | 24,696 |
| III. Profit from operations before Prior Period items, Interest, Exceptional items & Tax | 7,264 | 7,403 | 7,350 | 14,667 | 16,389 | 33,146 |
| a) Prior Period items (Note 5) | 201 | 826 | - | 1,027 | - | - |
| IV. Profit from operations before Interest, Exceptional items & Tax | 7,063 | 6,577 | 7,350 | 13,640 | 16,389 | 33,146 |
| a) Interest | 28 | 183 | 28 | 211 | 65 | 136 |
| V. Profit from operations before Exceptional items & Tax | 7,035 | 6,394 | 7,322 | 13,429 | 16,324 | 33,010 |
| a) Exceptional Items (Note 6) | 2,515 | 4,013 | 13 | 6,528 | 13 | 6,049 |
| VI. Profit from operations before Tax | 4,520 | 2,381 | 7,309 | 6,901 | 16,311 | 26,961 |
| a) Extraordinary Item | - | 89 | - | 89 | - | - |
| VII. Profit before tax | 4,520 | 2,292 | 7,309 | 6,812 | 16,311 | 26,961 |
| a) Tax Expenses | 1,244 | 757 | 1,717 | 2,001 | 4,303 | 6,426 |
| VIII. Net Profit For The Period after tax but before Minority Interest & Share of associates | 3,276 | 1,535 | 5,592 | 4,811 | 12,008 | 20,535 |
| Share of Profit / (Loss) of Associate (Net) | (16) | (19) | - | (35) | - | (41) |
| Share of Minority | (646) | (658) | (579) | (1,304) | (1,312) | (2,681) |
| IX. Net Profit For The Period | 2,614 | 858 | 5,013 | 3,472 | 10,696 | 17,813 |
| Paid up Equity Capital (Face Value Per Share Re. 1 Each) | 1,037 | 1,035 | 1,035 | 1,037 | 1,035 | 1,035 |
| Reserves (Excluding Revaluation Reserve) | | | | | | 221,987 |
| Basic and Diluted EPS before Extraordinary Item (Not Annualised) | 2.47 | 0.87 | 4.74 | 3.35 | 10.12 | 16.85 |
| Basic and Diluted EPS after Extraordinary Item (Not Annualised) | 2.47 | 0.81 | 4.74 | 3.28 | 10.12 | 16.85 |

Notes

1. Statement of Assets & Liabilities As At 30th September, 2012

(Rs. In Lakhs)

| Particulars | | As at 30 September, 2012 (Unaudited) | As at 31 March, 2012 (Audited) |
|-------------|--|--|--------------------------------------|
| A | EQUITY AND LIABILITIES | | |
| 1 | Shareholders' funds | | |
| | (a) Share capital | 1,037 | 1,035 |
| | (b) Reserves and surplus | 225,479 | 221,987 |
| | | 226,516 | 223,022 |
| 2 | Share application money pending allotment | 1 | 1 |
| 3 | Minority Interest | 16,152 | 15,532 |
| 4 | Non-current liabilities | | |
| | (a) Deferred tax liabilities (net) | 517 | 552 |
| | (b) Other long-term liabilities | 710 | 891 |
| | (c) Long-term provisions | 356 | 1,184 |
| | (d) Deposits received from members | 7,095 | 13,968 |
| | | 8,678 | 16,595 |
| 5 | Current liabilities | | |
| | (a) Short-term borrowings | 253 | 30,605 |
| | (b) Trade payables | 5,454 | 5,037 |
| | (c) Other current liabilities | 101,806 | 96,318 |
| | (d) Short-term provisions | 917 | 7,613 |
| | | 108,430 | 139,573 |
| | TOTAL | 359,777 | 394,723 |
| B | ASSETS | | |
| 1 | Goodwill on Consolidation | 8,504 | 8,504 |
| 2 | Non-current assets | | |
| | (a) Fixed assets | | |
| | (i) Tangible assets | 8,750 | 8,827 |
| | (ii) Intangible assets | 1,334 | 1,025 |
| | (iii) Capital work-in-progress | 1,418 | 2,027 |
| | | 11,502 | 11,879 |
| | (b) Non-current investments | 81,769 | 81,862 |
| | (c) Deferred tax assets (net) | 374 | 308 |
| | (d) Long-term loans and advances | 4,085 | 645 |
| | (e) Other non-current assets | 4,946 | 2,808 |
| | | 91,174 | 85,623 |
| 3 | Current assets | | |
| | (a) Investments | 72,229 | 57,164 |
| | (b) Trade receivables | 4,001 | 3,632 |
| | (c) Cash and cash equivalents | 162,392 | 221,607 |
| | (d) Short-term loans and advances | 515 | 877 |
| | (e) Other current assets | 9,460 | 5,437 |
| | | 248,597 | 288,717 |
| | TOTAL | 359,777 | 394,723 |

- 2 The above unaudited consolidated financial results for the period ended September 30, 2012 have been reviewed by the Audit Committee and approved by the Board of Directors on October 22, 2012.
- 3 The Consolidated results of the group includes seven subsidiaries, a joint venture and an associate. The results of all the subsidiaries included in the consolidated results have been reviewed / audited. The results of the Joint Venture and an associate have been consolidated using their management accounts for which the auditors have issued a modified report.
- 4 As per the definitions of 'business segment' and 'geographical segment', contained in Accounting Standard-17 "Segment Reporting", the Management is of the opinion that as the Exchange's operations comprise of two segments viz. a) Stock exchange activity i.e. facilitating trading of securities and the activities incidental there to and b) Depository activity i.e. providing depository related services. And accordingly following disclosure is made.

(Rs in Lakhs)

| Sr. No | Particulars | For The Quarter Ended 30.09.12 (Unaudited) | For The Quarter Ended 30.06.12 (Unaudited) | For The Quarter Ended 30.09.11 (Unaudited) | For The Half year Ended 30.09.12 (Unaudited) | For The Half year Ended 30.09.11 (Unaudited) | For The Year Ended 31.03.12 (Audited) |
|--------|---------------------------------------|--|--|--|--|--|---------------------------------------|
| I | Segment Revenue | | | | | | |
| | (a) Stock Exchange Activity | 9,193 | 9,509 | 9,720 | 18,702 | 20,404 | 41,805 |
| | (b) Depository Activity | 2,851 | 2,954 | 2,721 | 5,805 | 5,959 | 11,967 |
| | Total | 12,044 | 12,463 | 12,441 | 24,507 | 26,363 | 53,772 |
| | Less : Inter Segment Revenue | - | - | - | - | - | - |
| | Total Income | 12,044 | 12,463 | 12,441 | 24,507 | 26,363 | 53,772 |
| II | Segment Results | | | | | | |
| | (a) Stock Exchange Activity | 2,809 | 243 | 5,884 | 3,052 | 12,963 | 19,058 |
| | (b) Depository Activity | 2,202 | 2,122 | 1,849 | 4,324 | 4,301 | 9,507 |
| | Total | 5,011 | 2,365 | 7,733 | 7,376 | 17,264 | 28,565 |
| | Add : Unallocated Corporate Income | 1,082 | 1,173 | 910 | 2,255 | 1,541 | 4,070 |
| | Less : Unallocated Corporate Expenses | 1,573 | 1,246 | 1,334 | 2,819 | 2,494 | 5,674 |
| | Profit before taxation | 4,520 | 2,292 | 7,309 | 6,812 | 16,311 | 26,961 |
| | Less : Provision for taxation | 1,244 | 757 | 1,717 | 2,001 | 4,303 | 6,426 |
| | Profit after taxation | 3,276 | 1,535 | 5,592 | 4,811 | 12,008 | 20,535 |
| | | | | | As at | As at | As at |
| | | | | | Sep 30, 2012 (Unaudited) | Sep 30, 2011 (Unaudited) | March 31, 2012 (Audited) |
| III | Capital Employed | | | | | | |
| | (a) Stock Exchange Activity | | | | 189,059 | 193,244 | 184,353 |
| | (b) Depository Activity | | | | 33,749 | 28,739 | 33,037 |
| | (c) Unallocated | | | | 3,710 | 1,195 | 5,632 |
| | Total | | | | 226,518 | 223,178 | 223,022 |

- 5 Prior Period items comprise reversal of operating income and accounting of certain expenses aggregating Rs 1,027 lakh relating to prior years.
- 6 a) Pursuant to SEBI Circular CIR/DNPD/5/2011 dated June 2, 2011 (BSE Notice no-20110602-18, dated June 02, 2011), permitting stock exchanges to introduce Liquidity Enhancement Schemes (LES) for illiquid securities in their equity derivatives segment, the Exchange has launched a series of Liquidity Enhancement Incentive Programmes (LEIPS) to enhance liquidity in BSE's Futures & Options Segment. The programme was launched on 28th September, 2011 and an expense of Rs. 2,278 lakh (previous period Rs 13 lakh) was incurred during the quarter ended September 30, 2012 and Rs. 6,291 lakh (previous period Rs 13 lakh) has been incurred towards the same during the half year ended September 30, 2012. Considering the special nature of this expense and its impact on the profit of the Exchange, the same has been recognised as an exceptional item.
- b) During the current period the Joint Venture of the Group had implemented a Voluntary Retirement Scheme 2012 for its employees. The expenses on account of the same amounting to Rs. 237 lakhs for the quarter and half year ended September 30, 2012 is treated as an exceptional item.
- 7 One of the group's subsidiaries suffered a loss by fire at its office premises during April 2012. This has been disclosed as an extraordinary item during the period. Insurance claim for the same has been lodged.
- 8 The Securities Contracts (Regulation) (SECC) Regulations, 2012 requires every recognised stock exchange to credit twenty five percent. of its annual profits every year to a fund to guarantee settlement of trades of the recognised clearing corporation(s) which clears and settles trades executed on that stock exchange. Pending clarification from SEBI regarding the norms for sourcing including transfer of profits by stock exchanges to TGF, no transfer of profits has been recorded in the books of account as at September 30, 2012.
- 9 SEBI has issued Depositories and Participants (Amendment) Regulations, 2012 on September 11, 2012. According to these Regulations depositories are required to establish and maintain an Investor Protection Fund for the protection of interest of beneficial owners and every depository is required to credit twenty five percent of its profits every year to the Investor Protection Fund. No transfer to the Investor Protection Fund is made by the subsidiary company as at September 30, 2012.
- 10 During the current period The Exchange has received a notice from Department of Telecommunication (DOT), Government of India to pay a revised VSAT Network License Fees, Royalty Etc. aggregating Rs 13,450 lakhs. The management is in the process of filing reply with DOT challenging the claim. No provision for the same is made in the accounts for the half year ended September 30, 2012 and the same has been considered as a Contingent Liability.
- 11 The Statutory Auditors have carried out a Limited Review of the financial results.
- 12 Previous period figures have been regrouped / reclassified wherever necessary to correspond with the current period classification / disclosure.

For and on behalf of Board of Directors of
BSE LIMITED

Ashishkumar Chauhan
Interim CEO