

JRG SECURITIES LTD

Registered and Corporate Office: JRG House, Ashoka Road, Kaloor, Kochi - 682 017

CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2011

(Rs. In lakhs)

| SI No. | Particulars | For the Quarter ended | | For the Year ended | |
|-----------|--|-----------------------|------------------|--------------------|-----------------|
| | | 31.3.2011 | 31.3.2010 | 31.3.2011 | 31.3.2010 |
| 1 | Income | (Unaudited) | (Unaudited) | Audited | Audited |
| a | Income from Operations | 1,435.84 | 1,407.11 | 5,973.07 | 5,803.20 |
| b | Other Operating Income | 256.64 | 135.74 | 459.03 | 508.29 |
| | Total Income | 1,692.48 | 1,542.85 | 6,432.10 | 6,311.49 |
| 2 | Expenditure | | | | |
| a | Trading Expenses | 536.14 | 537.09 | 2,011.42 | 2,118.27 |
| b | Employees cost | 524.04 | 473.42 | 2,089.42 | 1,833.46 |
| c | Administrative and other expenses | 586.25 | 433.26 | 1,799.60 | 1,507.11 |
| d | Depreciation/Amortisation | 171.18 | 248.01 | 691.43 | 742.17 |
| e | Total Expenditure | 1,817.61 | 1,691.78 | 6,591.87 | 6,201.01 |
| 3 | Profit / (Loss) from Operations before Other Income, Interest and Exceptional items (1-2) | (125.12) | (148.93) | (159.77) | 110.48 |
| 4 | Other Income | 313.11 | 252.41 | 952.01 | 845.82 |
| 5 | Profit / (Loss) before Interest and Exceptional items (3+4) | 187.99 | 103.48 | 792.24 | 956.30 |
| 6 | Interest | 34.54 | (7.52) | 74.55 | 39.49 |
| 7 | Profit / (Loss) after Interest but before Exceptional items (5-6) | 153.44 | 111.00 | 717.69 | 916.81 |
| 8 | Exceptional items | - | - | - | - |
| 9 | Profit / (Loss) before tax (7+8) | 153.44 | 111.00 | 717.69 | 916.81 |
| 10 | Tax expense (including Deferred Tax) | (5.19) | (5.14) | 241.62 | 245.47 |
| 11 | Net Profit / (Loss) after tax (9-10) | 158.64 | 116.14 | 476.07 | 671.34 |
| 12 | Share of Minority Interest in Profit / (Loss) | 41.69 | 76.37 | 318.40 | 208.75 |
| 13 | Net profit / (Loss) attributable to the shareholders of the parent (11-12) | 116.95 | 39.77 | 157.67 | 462.59 |
| 14 | Paid-up equity share Capital (Face Value of Rs. 10/- each) | 2,335.26 | 2,330.64 | 2,335.26 | 2,330.64 |
| 15 | Reserve excluding Revaluation Reserves | | | 6,792.76 | 6,592.82 |
| 16 | Earning Per Share (EPS) in Rupees | | | | |
| | -Basic | 0.50 | 0.17 | 1.37 | 1.99 |
| | -Diluted | 0.50 | 0.17 | 1.37 | 1.99 |
| | | (Not annualised) | (Not annualised) | | |
| 17 | Public Shareholding* | | | | |
| | - Number of Shares | 11,821,068 | 11,833,818 | 11,821,068 | 11,833,818 |
| | - Percentage of Share Holding | 50.62 | 50.78 | 50.62 | 50.78 |
| 18 | Promoters and promoter group Shareholding Pledged/Encumbered | | | | |
| | - Number of shares | Nil | Nil | Nil | Nil |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | Nil | Nil | Nil | Nil |
| | - Percentage of shares (as a % of the total share capital of the company) | Nil | Nil | Nil | Nil |
| b | Non-encumbered | | | | |
| | - Number of Shares | 11,531,558 | 11,472,558 | 11,531,558 | 11,472,558 |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100.00 | 100.00 | 100.00 | 100.00 |
| | - Percentage of shares (as a % of the total share capital of the company) | 49.38 | 49.22 | 49.38 | 49.22 |

* Public Share Holding as defined under Clause 40A of Listing Agreement (excludes shares held by Promoters and Promoter Group)

- Notes:**
- The above consolidated financial results for the quarter and year ended 31 March 2011 have been reviewed by the Audit Committee and approved by the Board of Directors at the respective meetings held on 11 May 2011 and 12 May 2011.
 - The Company conducts its operations along with its subsidiaries. The Consolidated financial results are prepared in accordance with the principles and procedures for the preparation and presentation of consolidated financial results as set out in the accounting standards (AS-21) prescribed by Companies (Accounting Standards) Rules, 2006. The financial results of the holding Company and its subsidiaries (JRG Wealth Management Limited, JRG Fincorp Limited, JRG Insurance Broking (P) Limited, JRG Business Investment Consultants Limited) have been combined on a line by line basis by adding together, income and expenses after eliminating intra-group balances, transactions and resulting unrealised gains/losses. The Consolidated financial results are prepared by applying uniform accounting policies. During the year ended 31 March 2010, Company has discontinued the use of the equity method of accounting for the investment in associate (JRG Metals and Commodities DMCC, Dubai), as the Company ceases to have significant influence in the associate but retains in whole its investment.
 - Statement of Assets and Liabilities

(Rs. In lakhs)

| SI No. | Particulars | As at | |
|----------|---|------------------|------------------|
| | | 31.03.2011 | 31.3.2010 |
| 1 | Sources of Funds | Audited | Audited |
| a | Share Holders Funds | | |
| b | Share Capital | 2,328.55 | 2,328.45 |
| | Reserves and Surplus | 6,792.76 | 6,592.82 |
| | | 9,121.31 | 8,921.27 |
| 2 | Secured Loans | - | 485.57 |
| 3 | Minority interest | 2,856.64 | 2,538.23 |
| 4 | Deferred tax liability | - | 42.32 |
| | | 11,977.95 | 11,987.39 |
| 1 | Application of funds | | |
| 2 | Fixed Assets | 1,574.32 | 2,087.98 |
| 3 | Goodwill on consolidation | 177.20 | 177.20 |
| 4 | Investments | 2,482.24 | 2,087.55 |
| 5 | Deferred tax asset | 34.64 | 22.19 |
| a | Current Assets, Loans and Advances | | |
| b | Stock in trade | 196.04 | - |
| c | Sundry debtors | 751.85 | 1,855.68 |
| d | Cash and Bank balances | 6,096.58 | 4,856.46 |
| | Loans and advances | 5,588.67 | 6,464.87 |
| | | 12,633.14 | 13,177.01 |
| 6 | Less: Current liabilities and provisions | | |
| a | Current Liabilities | 4,909.30 | 5,546.96 |
| b | Provisions | 14.29 | 17.59 |
| | Net current assets | 7,709.55 | 7,612.47 |
| | | 11,977.95 | 11,987.39 |

- There were no investor complaints pending as at the beginning of the quarter. One complaint was received and resolved during the quarter.
- The consolidated segment results are set out below :

(Rs. In lakhs)

| SI No. | Particulars | For the Quarter ended | | For the Year ended | |
|----------|--|-----------------------|------------------|--------------------|------------------|
| | | 31.3.2011 | 31.3.2010 | 31.3.2011 | 31.3.2010 |
| | Segment wise revenues, results, and capital employed | (Unaudited) | (Unaudited) | Audited | Audited |
| 1 | Segment revenue | | | | |
| a | Equity Broking Services | 993.44 | 1,008.65 | 3,846.42 | 4,755.68 |
| b | Commodity Broking Services | 538.33 | 465.49 | 1,951.20 | 1,248.66 |
| c | Insurance Broking Services | 22.74 | 30.26 | 69.68 | 146.25 |
| d | Client Financing | 208.12 | 52.96 | 842.54 | 400.07 |
| e | Financial Distribution Support Services | 183.49 | 81.51 | 208.36 | 260.66 |
| | Total | 1,946.12 | 1,638.87 | 6,918.20 | 6,811.32 |
| | Less : Inter segment revenue | 24.95 | 121.81 | 50.69 | 121.81 |
| | Add : other unallocable Income | 84.44 | 278.20 | 516.60 | 467.80 |
| | Total Income | 2,005.59 | 1,795.25 | 7,384.11 | 7,157.30 |
| 2 | Segment result : Profit / (Loss) before Tax | | | | |
| a | Equity Broking Services | (28.94) | (170.99) | (559.70) | 231.20 |
| b | Commodity Broking Services | 47.20 | 19.23 | 264.94 | 102.86 |
| c | Insurance Broking Services | 2.78 | (0.91) | (6.71) | (10.78) |
| d | Client Financing | (1.72) | (85.90) | 543.70 | 168.69 |
| e | Financial Distribution Support Services | 76.00 | 42.75 | 33.40 | (25.83) |
| | Less : i) Interest | (26.32) | 7.52 | (74.54) | (17.12) |
| | ii) other Unallocable Expenditure/income | 84.44 | 299.31 | 516.60 | 467.80 |
| | iii) Inter Company adjustments | - | - | - | - |
| | Total Profit / (Loss) before tax | 153.44 | 111.00 | 717.69 | 916.81 |
| 3 | Capital Employed : (Segment Assets-Segment Liabilities) | | | | |
| a | Equity Broking Services | 4,309.36 | 4,116.08 | 4,309.36 | 4,116.08 |
| b | Commodity Broking Services | 555.57 | 315.16 | 555.57 | 315.16 |
| c | Insurance Broking Services | 89.72 | 94.19 | 89.72 | 94.19 |
| d | Client Financing | 4,127.72 | 4,312.40 | 4,127.72 | 4,312.40 |
| e | Financial Distribution Support Services | (77.49) | 32.04 | (77.49) | 32.04 |
| | Unallocated | 2,845.68 | 2,412.52 | 2,845.68 | 2,412.52 |
| | Total | 11,850.56 | 11,282.39 | 11,850.56 | 11,282.39 |

- During the year ended 31 March 2011, the Company has granted 467,052 options under its Employee Stock Option Scheme 2008 to the employees of the Company and / or its subsidiary companies at an exercise price of Rs. 36/- per share.
- The details of the implementation of new project and utilisation of IPO Proceeds are stated below;

(Rs. In lakhs)

| Particulars | Envisaged in the prospectus | Change in utilisation* | Amount utilised till 31-03-2010 | Amount utilised during the Year ended 31-3-2011 | Total fund utilised (Including change in utilisation) | Amount remaining to be utilised |
|--|-----------------------------|------------------------|---------------------------------|---|---|---------------------------------|
| Middle East Operations | 560.00 | (366.66) | 193.34 | - | 193.34 | - |
| Technology Upgradation | | | | | | |
| Computer Software | 160.00 | - | 110.00 | - | 110.00 | - |
| Computer Hardware | 600.00 | - | 50.00 | - | 50.00 | - |
| Regional Office | 130.00 | - | 628.81 | - | 628.81 | - |
| Issue Expenses | - | - | 147.86 | - | 147.86 | - |
| Opening new branches in India | - | 200.00 | 61.91 | 38.62 | 100.53 | 99.47 |
| Infrastructure development for i-trade | - | 40.00 | 6.89 | 2.64 | 9.53 | 30.47 |
| Other infrastructural requirements. | - | 126.66 | 31.37 | 76.69 | 108.06 | 18.60 |
| Total | 1,450.00 | - | 1,230.18 | 117.95 | 1,348.13 | 148.54 |
| Means of Finance | | | | | | |
| Issue Proceeds | | | | | 1,301.46 | |
| Internal Accruals | | | | | 46.67 | |
| Total Utilised | | | | | 1,348.13 | |

* In the Annual General meeting of the Company held on 25 July 2009, the shareholders had consented for the change in the utilization of the aforesaid monies totalling to Rs.366.66 lacs, raised by the Company during the IPO of its shares, from those specified in the object clause in the prospectus, inter alia to utilise for expansion activities of the Company in India for opening new branches, infrastructure development for i-trade and other infrastructural requirements. The unutilised amount raised in the public issue amounting to Rs 148.54 lacs is maintained in Fixed deposit with Banks.

- Key results of JRG Securities Limited on a standalone basis.

(Rs. In lakhs)

| Particulars | Quarter ended 31-03-2011 | Quarter ended 31-03-2010 | Year ended 31-03-2011 | Year ended 31-03-2010 |
|-------------------|--------------------------|--------------------------|-----------------------|-----------------------|
| Turnover | 736.65 | 838.26 | 3,266.59 | 4,075.68 |
| Profit Before Tax | (50.86) | (146.91) | (553.24) | 259.68 |
| Profit After Tax | (50.86) | (117.26) | (510.92) | 145.73 |

- Previous years/periods figures have been regrouped or rearranged wherever necessary to conform to current period presentation.

Place: Hyderabad
Date: 12 May 2011

Gaurav Vivek Soni
Managing Director