

NOMURA

NOMURA FIXED INCOME SECURITIES PRIVATE LIMITED

Registered Office : Ceejay House, Level 11 , Plot F, Shivsagar Estate, Dr. Annie Besant Road, Worli, Mumbai 400018

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011

(₹ in Millions)

BALANCE SHEET AS AT MARCH 31, 2011

SOURCES OF FUNDS

1 Shareholder's Funds

- A Share Capital 3,292.03
- B Reserves and Surplus 847.81

4,139.84

2 Loan Funds

- A Secured Loans 7,156.99
- B Unsecured Loans* 1,000.00

8,156.99

12,296.83

APPLICATION OF FUNDS

1 Fixed Assets

7.96

2 Current Assets, Loans & Advances

- A Current Assets
 - I Stock-in-Trade
 - (i) Government Securities 8,075.93
 - (ii) Commercial Paper & Certificate of Deposits 1,879.25
 - (iii) Corporate Bonds & Debentures 100.00

10,055.18

3,472.32

57.84

13,585.34

Less : A Current Liabilities 1,624.48

B Provisions 4.82

Net Current Assets

11,956.04

3 Others

- A Deferred Tax Asset 4.03
- B Profit and Loss Account (Debit Balance) 328.80

12,296.83

* Of which call money borrowing's

NIL

** Of which call money lending's

NIL

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

1 Income

- A Interest Income 638.40
- B Discount Income 374.82
- C Profit on Securities (net) 128.14
- D Other Income 9.17

1,150.53

2 Expenses

- A Interest Expense 693.63
- B Administrative and other Expenses 289.43

983.06

3 Profit before Tax

167.47

4 Profit after Tax

106.37

Regulatory Capital Required *** 1,360.11

Actual Capital 3,811.04

(Shareholders Funds less profit and loss account debit balance)

Return on Net Worth 2.80%

Notes

- 1 The results have been approved at the Board meeting held on May 26, 2011.
- 2 The securities held as stock-in-trade are valued at cost or market value whichever is lower.
- 3 Net borrowings in call : average ₹ 179 millions; peak ₹ 3,400 millions.
- 4 Leverage Ratio : average 3.93 times; peak 9.09 times.
- 5 CRAR (Quarterly)***

June 30, 2010	Sept 30, 2010	Dec 31, 2010	March 31, 2011
27.29%	28.88%	31.09%	40.89%

*** Calculated as per RBI Master Circular on Capital Adequacy standards and Risk Management Guidelines for Primary Dealers dated July 1 , 2010.

- 6 Details of issuer composition of non-Government Securities as at March 31, 2011 (Ref.: RBI Circular No. IDMD.PDRS.No.03/03.64.00/2003-04 dated March 08, 2004)

(₹ in Millions)

No.	Issuer	Amount	Extent of Private Placement ***
1	PSU's	100.00	100.00
Total		100.00	100.00

**** All the investments in above non government securities are rated, listed and are above investment grade. Investments in unlisted securities of Certificate of deposits of ₹1,879 million are not considered above as the same are not covered by the above circular. There are no investments in non-government securities other than PSU issuers as disclosed above.

- 7 The above results are published pursuant to Reserve Bank of India's direction to Primary Dealers.

For Nomura Fixed Income Securities Private Limited

Date : June 18, 2011

Place : Mumbai

sd/-
Director