

NOMURA

NOMURA FIXED INCOME SECURITIES PRIVATE LIMITED

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

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2013

(₹ in million)

BALANCE SHEET AS AT MARCH 31, 2013

| SOURCES OF FUNDS | |
|---|----------|
| 1. Shareholder's Funds | |
| A) Share Capital | 3,292.0 |
| B) Reserves and Surplus | 899.0 |
| | 4,191.0 |
| 2. Loan Funds | |
| A) Secured Loans | 11,143.9 |
| B) Unsecured Loans* | 5,250.0 |
| | 16,393.9 |
| | 20,584.9 |
| APPLICATION OF FUNDS | |
| 1. Fixed Assets | |
| | 1.4 |
| 2. Current Assets, Loans & Advances | |
| A) Current Assets | |
| I. Stock-in-Trade | |
| (i) Government Securities | 14,740.6 |
| (ii) Commercial Paper & Certificate of Deposits | 1,844.4 |
| (iii) Corporate Bonds & Debentures | 4,970.2 |
| | 21,555.2 |
| II. Other Current Assets | |
| | 2,912.5 |
| B) Loans and Advances ** | 133.0 |
| | 24,600.7 |
| Less: A) Current Liabilities | |
| | 4,139.3 |
| B) Provisions | |
| | 7.3 |
| Net Current Assets | 20,454.1 |
| 3. Others | |
| A) Deferred Tax Asset | 5.3 |
| B) Profit and Loss Account (Debit Balance) | 124.1 |
| | 20,584.9 |
| | |
| * Of which call money borrowings | NIL |
| ** Of which call money lending's | NIL |

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2013

| | |
|---|---------|
| 1. Income | |
| A) Interest Income | 1,222.9 |
| B) Discount Income | 710.0 |
| C) Profits on Securities (net) | 201.1 |
| D) Other Income | 20.1 |
| | 2,154.1 |
| 2. Expenses | |
| A) Interest Expense | 1,531.2 |
| B) Administrative and Other Expenses | 269.8 |
| | 1,801.0 |
| 3. Profit before Tax | |
| | 353.1 |
| 4. Profit after Tax | |
| | 238.5 |
| Regulatory Capital Required *** | 1,692.7 |
| Actual Capital | 4,066.9 |
| (Shareholders Funds less profit and loss account debit balance) | |
| Return on Net Worth | 5.87% |

Notes

- The results have been approved at the Board Meeting held on May 16, 2013.
- The securities held as stock-in-trade are valued at cost or market value whichever is lower.
- Net borrowings in call: Average ₹ 306.3 million; peak ₹ 5,900.0 million.
- Leverage Ratio: Average 4.30 times; peak 7.70 times.
- CRAR (Quarterly)***

| June 30, 2012 | Sept 30, 2012 | Dec 31, 2012 | March 31, 2013 |
|---------------|---------------|--------------|----------------|
| 39.56% | 32.41% | 30.90% | 35.04% |

*** Calculated as per RBI Master Circular on Capital Adequacy Standards and Risk Management Guidelines for Primary Dealers dated July 1, 2012.

- Details of issuer composition of non-Government Securities as at March 31, 2013: (Ref.: RBI Circular No. IDMD.PDRS.No.03/03.64.00/2003-04 dated March 08, 2004)

(₹ in million)

| No. | Issuer | Amount | Extent of Private Placement**** |
|-----|--------------------|----------------|---------------------------------|
| 1. | PSU's | 551.0 | 551.0 |
| 2. | Fis | 2,408.8 | 2,408.8 |
| 3. | Banks | 251.6 | 251.6 |
| 4. | Private Corporates | 1,758.8 | 1,758.8 |
| | Total | 4,970.2 | 4,970.2 |

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

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

For and on behalf of the Board of
Nomura Fixed Income Securities Private Limited

Date : May 25, 2013
Place : Mumbai

sd/-
Director