

Morgan Stanley India Primary Dealer Private Limited

Regd Off: 18/19 F, Tower 2, One Indiabulls Centre, 841, Senapati Bapat Marg, Mumbai - 400 013

Audited Financial Results for the Year ended 31st March 2011

(Rs. Crores)

Balance Sheet as at March 31, 2011

SOURCES OF FUNDS	
1. Shareholders' Funds	
A Share Capital	222.17
B Reserves and Surplus	63.97
	286.14
2. Loan Funds	
A Secured Loans	5.00
B Unsecured Loans	25.00
	30.00
	316.14
APPLICATION OF FUNDS	
1. Fixed Assets	
	3.15
2. Current Assets, Loans & Advances	
A Current Assets	
I Stock in trade	
Government Securities (Inclusive of T-Bills)	275.77
II Other Current Assets	122.97
B Loans and Advances	
	17.06
	415.80
Less:	
A Current Liabilities	
	102.36
B Provisions	
	0.61
	102.96
Net Current Assets	312.84
3. Others	
	0.15
	316.14

Profit and Loss Account for the year ended 31st March 2011

Income	
Trading of Securities	
Interest	83.28
Discount	25.39
Trading Profit	13.50
Others	3.75
	125.93
Expenses	
Interest	79.65
Administrative and Other Costs	19.20
	98.85
Profit before tax	27.08
Net Profit	17.83
III Regulatory Capital Required (As per Capital Adequacy Guidelines)	208.63
Actual Capital	285.60
IV Return on Average Net Worth	6.60%

Notes:

- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 15th June 2011
- Net borrowing in call averaged Rs. 21.89 crores and the peak borrowing was Rs. 145 Crores.
- Basis of Valuation of Stock-in-trade : Lower of Cost and market value on categorywise basis
- Leverage ratio : 5.79 times (average) and 10.89 times (Peak)
- Capital Adequacy ratio considering applicable risk weights including market risk was as under

	30th June 2010	30th September 2010	31st December 2010	31st March 2011
	37.34%	25.04%	19.32%	20.53%
- Investment in non-government debt securities as on 31st March 2011 - Nil
- The results have been extracted from the audited accounts and are published in accordance with the Reserve Bank of India circular IDMD.PDRD. 01/03.64.00/2010-11 dated July 1, 2010

For Morgan Stanley India Primary Dealer Private Limited

Mary Ann Smith

Chief Executive Officer & Director

Mumbai, dated: June 15, 2011