

## Note No: 20 Notes to Accounts

### 20.1 Income from Fixed Deposits

Interest income for the year ended 31<sup>st</sup> March 2013 on fixed deposits held with Bank of India has been recorded in the financial statements according to the rate of interest as provided on the fixed deposits receipts by bankers, which amounts to Rs. 12, 35,239.38/- Whereas as per Form 26AS, the same is seen at Rs 17,48,800/-. Similarly there is also difference of TDS accounted for by the company on the interest earned which is at Rs 1,23,110/- and TDS reflecting in Form 26AS is at Rs 1,83,330/-. The said difference for both interest and as well as for TDS is been informed to Bank of India and the reconciliation from the bankers is awaited. Necessary corrective entries, if any, will be passed on final reconciliation with bank records.

### 20.2. Treatment for Additions to & Utilization from Funds

(i) Investor Service Fund:

As per the stipulation laid by SEBI every year Exchange has to provide certain amount out of collection of annual listing fees towards investor service expenses. The Exchange has kept aside such amount under Investor Service Reserve Account represented under Reserves. The income accrued / generated on the investments made against Investor Service Reserve is recognized as income of the Exchange from F Y 2012-2013 and accordingly gross interest earned is considered in profit & Loss account. The interest, net of Tax liability on the same is recognized as appropriation in profit & loss account and is credited to the Reserve at net value. The Expenses incurred out of fund are directly represented as utilization from the account. .

(ii) Settlement Guarantee Fund

Pursuant to SEBI Guidelines received by the exchange vide letter no MRD/DoP/SE/Cir- 36/2008 dtd 29.12.2008, exchange has passed a board resolution on 26.06.2009 and decided to recognize interest earned on investments made against Settlement Guarantee fund as income of the exchange on & from financial 2011-12 and accordingly the gross interest earned is considered in profit & Loss account. The interest, net of Tax liability on the same is recognized as appropriation to Settlement Guarantee fund and accordingly is credited to the fund a/c at net value.

### 20.3. Contingent Liabilities

ESIC authorities have earlier held that the provisions of the ESIC Act are applicable to the Exchange and accordingly raised the demand of Rs.44,296.07 towards the contribution for the period April 97 to September 97. The Exchange contended that the provisions of ESI Act are not applicable and has contested the said demand before the appropriate authorities. An amount of Rs.22,387/- has been paid under protest in the earlier years, against the said raised demand. However recently as per the directions of the Hon'ble Court the Exchange has paid the balance amount of Rs.47,070/- (along with the interest) to the ESIC authorities.

The case filed by the Exchange against the ESIC authorities contesting the applicability of the ESIC Act to the Exchange, has been decided against the Exchange by the Hon'ble Employees Insurance Court, Pune. The Exchange has filed an appeal in the Bombay High Court against the said order of the Employees Insurance Court and the matter is subjudice. The contention of the Exchange is that the ESIC Act is not applicable to the Exchange. The case at the ESIC Court will come up for hearing shortly. However the contingent liability on this account, if any is estimated at around Rs.6 lacs. Irrespective of Hearings, the matter is under status quo position.

ESIC dues which have not been deposited on account of disputes are as follows

Nature of Dues	Amount not Deposited	Forum where dispute is pending
ESIC demand for contribution (Rs.4.08.900.00) Period-04/1992 to 03/1 997 (Additional)	Rs. 1,61,000.00	Hon'ble High Court, Mumbai and ESI Court. Pune
ESIC demand for contribution (Rs.3. 18,819.00) Period: 9/1999 to 9/2003	Rs. 1,59,409.00	Hon'ble High Court. Mumbai and ESI Court. Pune
ESIC demand for contribution (Rs.44, 473/-) Period: 04/1992 to 03/1997	Rs. 22,386.00	Hon'ble High Court. Mumbai and ESI Court. Pune

As per the order of the Hon'ble Bombay High Court dated 31.08.2012 under Application No. 1759 of 2012 and First Appeal No 814 of 2012 PSE has deposited Rs. 34,241/- with the ESI court, Pune.

As per the order of the Hon'ble Bombay High Court dated 31.08.2012 under Application No. 1760 of 2012 and First Appeal No. 815 of 2012 PSE has deposited Rs. 4,57,980/- with the ESI court, Pune.

The Contingent liability if any is not ascertainable.

#### 20.4. Amount paid to Auditors (excludes Service Tax)

	Year ended 31 <sup>st</sup> March 2013	Year ended 31 <sup>st</sup> March 2012
a) Audit fees	Rs. 40000	Rs. 40000

#### 20.5 Earnings per share (EPS)

	Year ended 31/03/2013	Year ended 31/03/2012
Profit after tax and prior period adjustment	21,21,372	24,32,733
No. of equity shares	1883750	1883750
Basic earnings per share of Rs. 1 each ( in rupees)	1.13	1.29
Diluted earnings per share of Rs. 1 each ( in rupees)	1.13	1.29

**20.6 Receivable under Operating lease:** Agreement for operating lease was due for renewal during the financial year 2012-2013 and the same was renewed from the period 1<sup>st</sup> April 2012 to 30<sup>th</sup> June 2013.

The total amount recognized in the statement of Profit and Loss for the year ended March 31, 2013 is Rs. 9,76,320/-. (March 31, 2012 : Rs. 9,76,320/-)

**20.7 Corporatization & Demutualization Reserve:** Corporatization & demutualization scheme propose certain reserve creation but same is not created till this year and it was replied during audit process that same will be created in FY 2013-14.

**20.8** Previous years figures have been regrouped wherever necessary to make them comparable with the current year figures.

**BY ORDER OF THE BOARD OF DIRECTORS  
OF PUNE STOCK EXCHANGLIMITED**

**Date: 31.08.2013  
Place: Pune**

**Mrs Mangal Gawali  
(Managing Director & CEO)**

**Mr Nandkumar Kakirde  
(Director)**

**PUNE STOCK EXCHANGE LIMITED**

**Reg. Off: Shivleela Chambers, 752, Sadashiv Peth, Kumthekar Marg, Pune – 411030**

**ATTENDANCE SLIP**

Please complete this slip and hand it over at the entrance of the meeting hall.

DPID No. \_\_\_\_\_ Client ID No. \_\_\_\_\_  
Registered Folio No. \_\_\_\_\_ Shares held \_\_\_\_\_  
Name (in block letters) \_\_\_\_\_

I hereby record my presence at the Annual General Meeting of the Company held at 2<sup>nd</sup> Floor, Shivleela Chambers, 752, Sadashiv Peth, Kumthekar Marg, Pune – 411030 on Saturday, September 28, 2013, 2013 at 11.00 A. M.

*Note: Please carry with you this attendance slip duly signed and hand over the same the entrance of the meeting hall.*

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**PUNE STOCK EXCHANGE LIMITED**

**Reg. Off: Shivleela Chambers, 752, Sadashiv Peth, Kumthekar Marg, Pune – 411030**

**PROXY FORM**

Registered Folio No. \_\_\_\_\_ Shares held \_\_\_\_\_

I/We, \_\_\_\_\_ of being a member / member of the above named company hereby appoint \_\_\_\_\_ of \_\_\_\_\_ or failing him/her \_\_\_\_\_ of \_\_\_\_\_ as my/our proxy to vote for me/us on my/our behalf at the Annual General Meeting of the company to be held at 2<sup>nd</sup> Floor, Shivleela Chambers, 752, Sadashiv Peth, Kumthekar Marg, Pune – 411030 on Saturday, September 28, 2013 at 11.00 A.M. and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2013.

Affix Rs. 1/- revenue stamp
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**Note: The proxy to be effective should be deposited at the registered office of the company not less than 48 hours before the commencement of meeting.**