

DSE FINANCIAL SERVICES LIMITED

(A SUBSIDIARY OF DELHI STOCK EXCHANGE LIMITED)
DSE HOUSE, 3/1, ASAF ALI ROAD, NEW DELHI - 110002
PHONES: 011 - 23278922, 23292173, 32960394, 23292417-2418
Telefax: 011 - 23264121, Email: dse_financial@yahoo.co.in

NOTICE

Notice is hereby given that the Thirteenth Annual General Meeting of the Members of DSE Financial Services Limited will be held on 19th day, of September, 2009 at 12.30 p.m. at Board Room, 3/1, DSE House, Asaf Ali Road, New Deldi-110002 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2009 and the Profit & Loss Account for the year ended on that date and the Reports of Directors and Auditors thereon.
2. To re- appoint Shri Ashok Kumar, who retires at the AGM as per SEBI circular No. SMD/POLICY/CIR-4/2003 dated 11.02.2003 and as per Circular No. MRD/POLICY/CIR-33/2004 dated 30.09.2004, he will continue as Director till another Director is appointed in his place.
3. To re- appoint Vice Admiral Harinder Singh (Retd), who retires at the AGM as per SEBI circular No. SMD/POLICY/CIR-4/2003 dated 11.02.2003 and as per Circular No. MRD/POLICY/CIR-33/2004 dated 30.09.2004, he will continue as Director till another Director is appointed in his place.
4. To re- appoint Dr.O.P Gupta, who retires at the AGM as per SEBI circular No. SMD/POLICY/CIR-4/2003 dated 11.02.2003 and as per Circular No. MRD/POLICY/CIR-33/2004 dated 30.09.2004, he will continue as Director till another Director is appointed in his place.
5. To re- appoint Dr S.P Narang who retires at the AGM as per SEBI circular No. SMD/POLICY/CIR-4/2003 dated 11.02.2003 and as per Circular No. MRD/POLICY/CIR-33/2004 dated 30.09.2004, he will continue as Director till another Director is appointed in his place
6. To re- appoint Dr Sunil Gulati, who retires at the AGM as per SEBI circular No. SMD/POLICY/CIR-4/2003 dated 11.02.2003 abd as per Circular No. MRD/POLICY/CIR-33/2004 dated 30.09.2004, he will continue as Director till another Director is appointed in his place
7. To appoint a Director in place of Shri Arun Kumar Gupta who retires by rotation and being eligible, has offered himself for re-appointment.

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8. To appoint a Director in place of Shri P.S Kohli who retires by rotation and being eligible, has offered himself for re-appointment.
9. To appoint Auditors of the Company and fix their remuneration. The retiring Auditors, M/S Thakur Vaidyanath Aiyer & Co, Chartered Accountants, being eligible, offer themselves for re- appointment.

Dated:18.08.2009

Registered Office:

3 & 4/4B, Asaf Ali Road,
New Delhi-110002

By order of the Board of Directors
For DSE Financial Services Limited



(Devinder Arora)
Executive Director

Notes:

- a) A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
- b) The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.
- c) None of the Directors seeking re-appointment is related to any member of the Board of Directors or to any Management Personnel.

Directors' Report

To,
The Members,

Your Directors have immense pleasure in presenting the Thirteenth Annual Report along with Audited Accounts of the Company for the year ended March 31, 2009 and sharing with you the progress made by your Company during the Financial Year 2008-09.

TURNOVER WISE PERFORMANCE

During the year, the turnover of the Company was as under:

(Rs. In Lacs)		
Product	2008-09	2007-08
BSE	1,41,153.25	2,21,901.10
NSE	61,908.88	64,301.20
TOTAL	2,03,062.13	2,86,202.30

FINANCIAL RESULTS

(Rs. In Lacs)		
ITEMS	2008-09	2007-08
Income	54.48	69.84
Profit/Loss before Depreciation, Preliminary Expenses & Taxes	(29.46)	7.81
Depreciation	3.66	5.19
Preliminary expenses	1.72	1.72
Provision for FBT	0.37	0.21
Profit after Tax	(35.21)	0.70

Upto the year 2007-08 the income and performance of the company was improving. During the year 2007-08, the company could break-even. However, the year 2008-09 has proved worst due to unprecedented global economic slow down and the company has suffered a loss of Rs 35.21 lacs.



FUTURE OUTLOOK

Your Directors are glad to inform that the year 2009-10 has started with positive outlook. The volumes of trade have started improving. SEBI has granted NSE F&O Segment registration to your Company. NSE F&O generates highest volumes of securities trade in India. Your Company has started the F&O trading since 05.08.2009. Your Company is also seeking SEBI registration of Currency and Interest Futures, which are business generators of the future.

DIRECTORS

In accordance with the Companies Act, 1956 and Articles of Association, Shri.Arun Kumar Gupta and Shri.P.S Kohli, retire by rotation and being eligible, have offered themselves for re-appointment

DIRECTORS' REPONSIBILITY STATEMENT

Pursuant to the provisions of Section 217 (2AA) of the Companies Act, 1956, your Directors hereby confirm that:

- (i) In the preparation of Annual Accounts for the Financial Year ended March 31, 2009, the applicable Accounting Standards have been followed;
- (ii) The Company has selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the loss of the Company for the year under review;
- (iii) The Company has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) The Company has prepared the Annual Accounts for the Financial Year ended March 31, 2009 on a going concern basis.

CORPORATE GOVERNANCE

Your Company has adopted high standard of Corporate Governance principles by ensuring strict compliance of various SEBI Guidelines and Companies Act. A report on Corporate Governance for the year 2008-09 is given as a separate statement and forms part of the Annual Report.



DIVIDEND

As there is no profit during the year, no dividend is recommended.

AUDITORS

The Auditors, M/s. Thakur, Vaidyanath Aiyer & Co., Chartered Accountants, retire at the conclusion of the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment.

As required under Section 224 (1B) of the Companies Act, 1956, the Company has obtained from them a confirmation to the effect that their re-appointment, if made, would be within the limits prescribed in the said Section.

PARTICULARS OF EMPLOYEES

There are no employees drawing remuneration in excess of the limits prescribed under Section 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Amendment Rules, 1998.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

During the year there were no transactions involving conservation of energy, technology absorption and foreign exchange earning and outgo.

ACKNOWLEDGEMENTS

Your Directors acknowledge with deep sense of appreciation for the co-operation received from the DSE, BSE, NSE, Sub-Brokers and Bankers towards smooth functioning, operations and growth of the Company.

It is believed that by maintaining our strength, stability and focus, we will be able to grow our business and remain a well-managed Company.

For and on behalf of the Board
of DSE Financial Services Limited

Date: 18.08.2009
Place: New Delhi


Dr. O.P. Gupta
(Chairman)



CORPORATE GOVERNANCE

COMPANY PHILOSOPHY

The Company believes that the discipline of Corporate Governance pertains to systems, by which Companies are directed and controlled, keeping in mind long term interests of all stakeholders and strictly follows the principles of transparency, fairness and accountability.

BOARD OF DIRECTORS

Composition and Category of Directors

The composition of the Board of the Company is governed by the SEBI Regulations and Articles of Association of the Company. At least 50% of Directors be SEBI approved Public Representatives and upto 50% of the Directors can be nominated by the Delhi Stock Exchange Ltd. In addition there should be CEO who shall be Directors in the Board. Delhi Stock Exchange has also power to nominate two of its employees on the Board of the Company.

As on 31.03.2009, there were 12 Directors on the Board comprising of 5 Public Representative Directors, 5 DSE nominated Directors, 1 DSE nominated Employee Director and 1 CEO & Executive Director. The DSE Nominated Employee Director and Executive Director are non- retiring Directors.

The composition of the Board is as follows:-

S.No	Name of Directors	Nature of Directorship	Date of Appointment
1.	Mr. Ashok Kumar	Public Representative	12.04.2004
2.	Vice Adm Harinder Singh (Retd)	Public Representative	12.04.2004
3.	Dr. O.P Gupta	Public Representative	12.04.2004
4.	Dr S.P Narang	Public Representative	12.04.2004
5.	Dr. Sunil Gulati	Public Representative	12.04.2004
6.	Mr.A.K Gupta	DSE Nominee	09.04.2008
7.	Mr.P.S Kohli	DSE Nominee	09.04.2008
8.	Mr. Purushottam Lakhota	DSE Nominee	16.06.2008
9.	Mr. Saurabh Chugh	DSE Nominee	09.04.2008
10.	Mr. V.P Malhotra	DSE Nominee	09.04.2008
11.	Mr. H.S Sidhu	DSE Employee Nominee	21.09.2007
12.	Mr. Devinder Arora	Executive Director	15.06.2005



Attendance of each Director at the Board Meetings for the period from 01.04.2008 to 31.03.2009

S.No	Name of Directors	Date of Appointment	Meetings held during the tenure	Meetings Attended
1.	Mr.A.K Gupta	09.04.2008	8	8
2.	Mr. Ashok Kumar	12.04.2004	8	8
3.	Mr. H.S Sidhu	21.09.2007	8	7
4.	Vice Adm Harinder Singh (Retd)	12.04.2004	8	5
5.	Dr. O.P Gupta	12.04.2004	8	5
6.	Mr.P.S Kohli	09.04.2008	8	8
7.	Mr. Purushottam Lakhotia	16.06.2008	7	7
8.	Dr S.P Narang	12.04.2004	8	8
9.	Mr. Saurabh Chugh	09.04.2008	8	7
10.	Dr. Sunil Gulati	12.04.2004	8	4
11.	Mr. V.P Malhotra	09.04.2008	8	7
12.	Mr. Devinder Arora	15.06.2005	8	8

GENERAL BODY MEETINGS

Location and time of the last three AGMs are as follows:

For the Year	2005-06	2006-07	2007-08
AGM	10 th	11 th	12 th
Date & Time	September 25,2006 4.00 p.m	September 29,2007 4.00 p.m	August 2,2008 11.00 a.m
Venue	Board Room 3/1, Asaf Ali Road New Delhi-110002	Board Room 3/1, Asaf Ali Road New Delhi-110002	Board Room 3/1, Asaf Ali Road New Delhi-110002

Whether any special resolution was passed last year through postal ballot- details of voting pattern.

During the last year, no item warranted the postal ballot as stipulated under the Companies Act,1956 and moreover the rules of postal ballot are not applicable to the Company being an un- listing Company.



DISCLOSURES

- i. During the year there have been no materially significant related party transactions that may have potential conflict with the interest of the Exchange at large.
- ii. The Company has complied with the requirements of the SEBI and other regulatory authorities as applicable from time to time.
- iii. During the year 2008-09 the Company has paid Rs.1,38,000/- as sitting fees to Directors.

GENERAL SHAREHOLDER INFORMATION

i. Forthcoming AGM- Date, time and Venue:

The 13th Annual General Meeting of the Company is scheduled for 19th September 2009 at 12.30 p.m at Board Room DSE House, 3/1, Asaf Ali Road, New Delhi-110002

ii. Financial Year:

The Company's financial year was from April 1, 2008 to March 31,2009.


iii. Address for correspondence:

DSE Financial Services Limited
DSE House, 3/1,Asaf Ali Road New Delhi-110002
Ph:91-11-23278922,91-11-23292173 Fax: 91-11-23264121
The official website of the Company is www.dsefl.com and
Investors' Grievances I.D is dse_financial@rediffmail.com

Place: New Delhi

Date: 18.08.2009

On behalf of the Board of Directors
DSE Financial Services Ltd


Dr. O.P Gupta
(Chairman)

AUDITOR'S REPORT

To
The Members of DSE Financial Services Ltd.

We have audited the attached Balance Sheet of DSE Financial Services Ltd. as at 31st March 2009 and the annexed Profit and Loss Account for the year ended on that date . These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditors' Report) Order 2003, issued by the Central Government of India in terms of sub section (4A) of Section 227 of the Companies Act 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:

- A. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- B. In our opinion, proper books of accounts, as required by law have been kept by the company so far as appears from our examination of books of accounts.
- C. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts.
- D. In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956 to the extent applicable and are mandatory in nature.
- E. On the basis of written representations received from the directors, as on 31st March 2009, and taken on record by the Board of Directors, we report that none of the Director is disqualified to act as a Director as referred under clause (g) of sub section (1) of Section 274 of the Companies Act, 1956.



F. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with significant accounting policies and notes as appearing in Schedules 7 give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:

- (i) In case of Balance Sheet, of the state of affairs of the Company as at 31st March 2009;
- (ii) In case of Profit and Loss Account, of the loss for the year ended on that date.

For Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants

K. N. Gupta

(K.N. Gupta)
Partner
M. No. - 9169

Place: New Delhi

Date: 18 AUG 2009



ANNEXURE TO THE AUDITOR'S REPORT

(Refer to in paragraph 3 of our Report of even date)

Fixed Assets:

- 1 The Company has maintained proper records, showing full particulars including quantitative details and situation of fixed assets.
- 2 As certified by the management, they have conducted physical verification of fixed assets in a phased manner and no material discrepancy was noticed on such verification.
- 3 The Company has not disposed off any substantial portion of any of the fixed assets during the year.

Inventories

- 4 The Company is not carrying any inventories either during the year or at the year end, thus clauses 4(ii) a,b,c of the order are not applicable to the Company.

Transactions with Parties under Section 301 of the Companies Act, 1956

- 5 According to information and explanation given to us, the Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
- 6 According to information and explanation given to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 301 of the companies Act, 1956.
- 7 In view of what has been stated in six and seven above, the question of rate of interest and other terms and conditions thereof being prima facie prejudicial to the interest of the Company or receipt/repayment of principal amount and the interest thereof regularly does not arise.
- 8 There are no other transactions that need to be entered into the register in pursuance of Section 301 of the Companies Act, 1956.

Loans, Advances and Guarantees:

- 9 (a) The Company has not taken working capital loans from any Bank.
(b) The Company has not given interest free loans and advances in the nature of loans to employees and others.



(c) In view of what is stated in (a) and (b) above, there are no overdue amounts.

- 10 The Company has not defaulted in repayment of dues to the Bank.
- 11 The Company has not granted any loans and advances on the basis of security by way of pledge of Shares, Debentures and other Securities.
- 12 The Company has not given any guarantees for loan taken by others from Banks or Financial Institutions.
- 13 No term loan has been obtained during the year under audit.
- 14 No funds have been raised for short-term purposes from the Bank.

Internal Controls:

- 15 (a) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of business for the purpose of Fixed Assets and provision of services.

(b) There are no continuing failures to correct matters in respect of lack of adequacy of internal controls brought to notice.
- 16 During the year under audit, there was an internal audit system in the organization to commensurate with the size and nature of its business.

Fixed Deposits:

- 17 The Company has not accepted any deposits from the public and therefore, there is no question of contravention of the directives issued by the Reserve Bank of India and the provisions of section 58 A of the Companies Act, 1956 and rules framed thereunder.

Cost Records:

- 18 We have been informed that the Central Government had not prescribed maintenance of cost records u/s 209(1)(d) of the Companies Act, 1956.

Statutory Dues:

- 17 (a) According to the records of the Company, except for delay in deposit of TDS and FBT dues as per Income Tax Act, 1961, undisputed dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and any other statutory dues have been regularly deposited during the year with the appropriate authorities.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs duty and excise duty were outstanding as at 31st March, 2009 for a period of more than six months from the date they became payable.



(c) There are no disputed demands/dues of Sales Tax/Income Tax/Excise Duty, which have not been deposited as at 31st March 2009.

Others:

18. The Company has accumulated losses at the end of the financial year. It has also incurred a loss during the current financial year. However, the accumulated losses at the end of the year are less than fifty percent of its net-worth.
19. As per explanations and information obtained, no special statute applicable to a chit fund Company is applicable to the Company.
20. No debentures have been issued by the Company during the year.
21. The Company has not issued any fresh capital and hence the question of neither the preferential allotment nor the end use thereof arises.
22. The Company is not dealing or trading in shares on its own account.
23. Based upon the audit procedures performed and informations and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants



(K.N. Gupta)

Partner

M. No. - 9169

Place: New Delhi

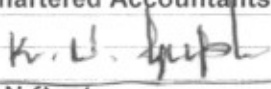




Date: 18 AUG 2009



DSE Financial Services Ltd.

(A Subsidiary of Delhi Stock Exchange Limited)

BALANCE SHEET AS AT 31st March 2009

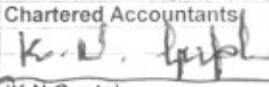
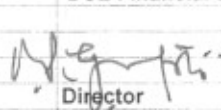
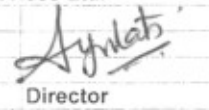
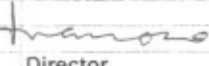
		Figures in Rs.	
	SCHEDULES	AS AT 31.03.2009	AS AT 31.03.2008
SOURCES OF FUNDS			
SHAREHOLDERS FUNDS			
Share Capital	1	60,000,000	60,000,000
TOTAL		60,000,000	60,000,000
APPLICATION OF FUNDS			
Fixed Assets:	2		
Gross Block		2,907,357	2,887,100
Less : Accumulated Depreciation		2,315,965	1,950,797
Net Block		591,392	936,303
Investments	3	6,764,000	6,764,000
Current assets, Loans and Advances	4		
Interest Accrued		279,733	257,194
Sundry Debtors		20,124,497	20,888,356
Cash and Bank Balances		36,419,855	45,372,656
Loans and Advances		27,307,674	31,522,467
		84,131,759	98,040,673
Less: Current Liabilities and Provisions	5		
Current Liabilities		41,584,443	52,843,185
Provisions		404,239	49,855
		41,988,682	52,893,040
Net Current Assets		42,143,077	45,147,633
Miscellaneous Expenditure (To the extent not written off or adjusted)			
Preliminary Expenses		515,064	686,752
Accumulated Losses		9,986,467	6,465,313
As per Profit & Loss Account			
TOTAL		60,000,000	60,000,000
Notes to Accounts & Significant Accounting Policies	7		
Schedules 1 to 7 referred above form an integral part of the Balance Sheet			
As per our report of even date attached.			
For Thakur, Vaidyanath Aiyar & Co. Chartered Accountants		For and on behalf of board of DSE Financial Services Ltd.	
			
K.N Gupta Partner		Director	Director
M. No. - 9169			
Place : New Delhi		Director	Director
Date : 18 AUG 2009			



DSE Financial Services Ltd.

(A subsidiary of Delhi Stock Exchange Limited)

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st March 2009

	Schedule Nos.	Figures in Rs. Year Ended 31st March 2009	Figures in Rs. Year Ended 31st March 2008
A INCOME			
Brokerage Income (Net)	6	2,409,882	3,999,298
Interest Income - on Bank FDRs		2,024,271	1,780,547
Depository Income		584,573	895,131
Dividend Income		300,000	125,000
Misc. Receipts		129,046	183,525
TOTAL (A)		5,447,772	6,983,501
B EXPENDITURE			
Salary, Allowances & Reimbursement		2,902,434	2,115,031
Executive Director's Remuneration & Reimbursement		1,037,948	161,000
General Charges BSE		137,600	278,602
Transaction Charges		698,077	981,948
Broker Note (Stamp Duty) on Contract Notes		105,690	598,791
Depository Charges		420,006	674,157
Lease Line Charges		344,170	175,786
Broad Band Charges		202,494	200,000
Ex-Gratia / Compensation		200,000	-
Gratuity		310,038	-
LTC		6,155	-
Professional & Consultancy Charges		108,411	68,800
Printing and Stationery		196,788	216,306
Office Expenditure & Staff Welfare		234,923	118,106
Recruitment Expenses		5,564	7,500
Audit Fees		50,000	35,000
Conveyance, Tour & Traveling Expenses		69,110	12,830
Payment to Directors			
Conveyance		112,500	78,000
Sitting Fees		138,000	65,000
Bank charges		2,332	134
Board & Management Meeting Expenses		16,700	11,481
Filing Fees		5,270	8,370
NSF Expenses		106,400	131,614
Postage & Courier Expenses		11,044	24,410
Computer Repair & AMC Charges		168,987	135,559
Repair & maintenance- others		14,275	28,720
SEBI Expenses		30,000	10,000
Rent		674,640	1,276
Telephone Expenses		60,913	63,084
Interest Paid		23,514	-
Depreciation	2	366,527	519,220
Preliminary Expenses Written Off		171,688	171,688
TOTAL (B)		8,932,198	6,892,413
C Profit \ (Loss) for the year (A-B)		(3,484,426)	91,088
Provision for Fringe Benefit Tax		36,728	20,620
Net Profit / (Loss) for the year		(3,521,154)	70,468
Add: Loss brought forward from previous year		6,465,313	6,535,781
Loss carried forward to the Balance Sheet		9,986,467	6,465,313
Basic and Diluted EPS(in Rupees) (Refer note 7 of Schedule 7B)		(58.69)	1.17
Notes to Accounts & Significant Accounting Policies	7		
Schedules 1 to 7 referred above form an integral part of the Profit & Loss Account			
As per our report of even date attached.			
For Thakur, Vaidyanath Aiyar & Co. Chartered Accountants		For and on behalf of board of DSE Financial Services Ltd.	
			
(K.N Gupta) Partner		Director	
M. No. - 9169			
Place : New Delhi		Director	
Date :			
Date :		Director	

18 AUG 2009



DSE Financial Services Limited

(A subsidiary of Delhi Stock Exchange Limited)

	Figures in Rs.	
SCHEDULE 1 - SHARE CAPITAL	As At 31.03.2009	As At 31.3.2008
Authorised		
250,000 Equity shares of Rs 1000/- each	250,000,000	250,000,000
Issued, Subscribed and paid up		
60,000 Equity shares of Rs. 1000/- each (Owned by Delhi Stock Exchange Limited(Holding Company) and its nominees)	60,000,000	60,000,000
Total	60,000,000	60,000,000



DSE FINANCIAL SERVICES LIMITED

(A subsidiary of Delhi Stock Exchange Limited)

SCHEDULE - 2: FIXED ASSETS

Figures in Rs.

PARTICULARS	RATE	GROSS BLOCK			ACCUMULATED DEPRECIATION			NET BLOCK		
	OF DEP. %	AS AT 01.04.2008	ADDITIONS / DELETIONS	AS AT 31.03.2009	UPTO 31.03.2008	ADJUSTMENTS	FOR THE YEAR	UPTO 31.03.2009	AS AT 31.03.2009	AS AT 31.03.2008
<u>TANGIBLE ASSETS</u>										
COMPUTER & PERIPHERALS	40	1,539,190	17,237	1,556,427	1,110,312	-	177,221	1,287,533	268,894	428,878
OFFICE EQUIPMENTS	20	101,302	3,020	104,322	36,754	(1359)	13,895	49,290	55,032	64,548
AIR CONDITIONER	20	16,060	-	16,060	7,364	-	1,739	9,103	6,957	8,696
<u>INTANGIBLE ASSETS</u>										
COMPUTER SOFTWARE	40	1,230,548	-	1,230,548	796,367	-	173,672	970,039	260,509	434,181
TOTAL		2,887,100	20,257	2,907,357	1,950,797	(1359)	366,527	2,315,965	591,392	936,303
PREVIOUS YEAR		2,645,843	241,257	2,887,100	1,431,577	-	519,220	1,950,797	936,303	1,214,266



DSE Financial Services Ltd.

(A Subsidiary of Delhi Stock Exchange Limited)

Figures in Rs.

SCHEDULE 3 - INVESTMENTS

As At

As At

31.03.2009

31.3.2008

Long Term Investment

In Shares

10,000 Equity Shares of Bombay Stock Exchange Ltd of
face value of Re. 1/- each fully paid up - Unquoted

6,764,000

6,764,000

Refer Note 5 (b) of Schedule - 7A

Total

6,764,000

6,764,000



DSE Financial Services Limited

(A subsidiary of Delhi Stock Exchange Limited)

		Figures in Rs.	
		AS AT 31.03.2009	AS AT 31.03.2008
SCHEDULE 4 -CURRENT ASSETS, LOANS & ADVANCES			
Current Assets			
i)	Interest Accrued		
	On FDR's with Bank	279,733	257,194
	TOTAL - A	279,733	257,194
ii)	Sundry Debtors (Unsecured Considered Good)		
	Outstanding for more than six months	5,856,202	2,721,156
	Others	14,268,295	18,167,200
	TOTAL - B	20,124,497	20,888,356
iii)	Cash and Bank Balances		
	Cash in Hand	1,752	2,503
	Bank Balances		
	a) With Scheduled Banks in current accounts		
	with Bank of India	5,000	5,000
	with Canara Bank 3090	91,885	46,811
	with Canara Bank 3128	102,347	315,138
	with HDFC Bank (Branch Bank Accounts)	13,625,755	12,919,798
	with HDFC Bank (00303400009813)	796	4,531,999
	with HDFC Bank (0990620002539)	-	1,103,348
	with HDFC Bank (0990660006116)	106	21,813
	with HDFC Bank (0990650006769)	1,144,345	1,448,974
	with HDFC Bank (0030340016175)	1,132,003	672,317
	with HDFC Bank (0030340016185)	15,866	4,955
	b) In Fixed deposit with		
	Canara Bank	3,500,000	3,500,000
	(Pledge with BSE as deposit in TGF & SSF)		
	HDFC Bank		
	Pledge with BSE as additional capital	14,300,000	18,300,000
	Pledge with NSCCL as Security	2,500,000	2,500,000
	TOTAL - C	36,419,855	45,372,656
iv)	Loans and Advances (Unsecured considered good)		
	Advances Recoverable in cash or in kind or for value to be received :		
	Deposit with NSE ✓	21,600,000	21,600,000
	Security Deposit with NSCCL ✓	3,400,000	3,400,000
	Capital Adequacy Fund (BSE) ✓	300,000	5,000,000
	Security Deposit with CDSL ✓	250,000	250,000
	Deposit for v-sat with NSE ✓	200,000	200,000
	Lease Line Security with NSE ✓	100,000	100,000
	Tax Deducted at Source	1,216,388	818,365
	Prepaid Expenses	221589	148535
	Cenvat Receivables	14,697	5,567
	Advance to Web Site Developer	5,000	-
	TOTAL - D	27,307,674	31,522,467
	TOTAL - A+B+C+D	84,131,759	98,040,673



DSE Financial Services Ltd.

(A subsidiary of Delhi Stock Exchange Limited)

		Figures in Rs.	
		AS AT	AS AT
SCHEDULE 5 - Current Liabilities and Provisions		31.03.2009	31.03.2008
A) Current Liabilities			
Sundry Creditors		34,267,650	38,497,468
Margin from Sub-Brokers		6,740,919	10,793,485
DSE Deposit (Refundable)		-	3,200,000
Sub Broker's Commission Payable		335,186	193,983
Expenses payable		163,574	116,756
TDS Payable		55,925	16,729
Service Tax Payable		-	4,042
Delhi Stock Exchange Ltd. (Holding Company)		21,189	20,722
	Total (A)	41,584,443	52,843,185
B) Provisions			
Provision for Gratuity		291,865	-
Provision for Leave Encashment		104,745	49,248
Provision for Fringe Benefit Tax (Net of Payments)		7,629	607
	Total (B)	404,239	49,855
	Total (A+B)	41,988,682	52,893,040



DSE Financial Services Ltd.

(A subsidiary of Delhi Stock Exchange Limited)

		Figures in Rs.	
SCHEDULE 6		Year Ended	Year Ended
		31.03.2009	31.03.2008
Brokerage Income			
On BSE Transactions			
Gross Receipts	8,633,292		
Less : Paid to Sub Brokers	6,921,565	1,711,727	3,252,611
On NSE Transactions			
Gross Receipts	2,413,362		
Less : Paid to Sub Brokers	1,715,207	698,155	746,687
Total		2,409,882	3,999,298



SCHEDULE 7

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

A. Accounting Policies

1. Basis of Accounting

- a) The Financial statements have been prepared under the historical cost convention in accordance with generally accepted accounting principles in India, the accounting standards referred to in section 211(3C) of the Companies Act, 1956, as applicable and the provisions of the Companies Act, 1956.
- b) The Company follows the mercantile system of Accounting and recognizes significant items of income and expenditure on accrual basis.

2. Revenue Recognition

Revenue is recognized on accrual basis in accordance with AS – 9 except to the extent stated otherwise.

3. Fixed Assets

Fixed assets are stated at cost less accumulated depreciation.

4. Depreciation

(a) Tangible Assets

Depreciation on Fixed Assets is provided on written down value method at the rates specified in schedule XIV of the Companies Act, 1956.
Assets below Rs. 5000/- (Cost) are fully depreciated in the year of purchase.

(b) Intangible Assets

Intangible Assets (i.e. Computer software) are amortized on written down value basis at the rate of 40%.

5. Investments

- a. Current investments are stated at cost or fair value, whichever is lower.
- b. Investments in Equity Shares of Bombay Stock Exchange Limited, being long term, are stated at cost. Cost includes amount deposited for card based membership (Rs. 67.54 Lacs) earlier against which allotment of shares have been made to the Company.



6. Preliminary Expense

Preliminary expenses are to be amortized over a period of five years from the financial year in which profit arise.

7. Staff Benefits

- b) At present, the provisions of the Employees Provident Fund and Miscellaneous Provisions Act 1952 are not applicable to the company since the total number of employees is lesser than the minimum stipulated requirements of the said act.
- b) The company is making provision for Gratuity and Leave Encashment to staff as per Provisions of Payment of Gratuity Act, 1972 and leave rules of the organization respectively.

B. Notes

1. In the opinion of the Board, current assets, loans and advances are approximately of the value stated if realized in the ordinary course of business, unless otherwise stated. The provisions made for all the known liabilities are adequate.
2. The Company is having a procedure for sending quarterly confirmation letters / accounts statements to its debtors / creditors and other parties as per the requirement of SEBI / Exchange. No discrepancy has been communicated by such parties to the company.
3. The company recovers margin from its sub brokers, the details of which are available on line.
4. FDRs amounting to Rs. 67.94 lakhs have been pledged by Sub-Brokers with Bombay Stock Exchange in the name and on behalf of the company as additional capital against margin as on 31.03.2009.
5. The Company is having brought forward losses under the Income Tax Act. In the absence of virtual as well as reasonable certainty of attaining substantial profitability in the near future, credit for deferred tax assets has not been recognized to comply with Accounting Standard (AS-22) on Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India.
6. Provision for tax, if any, in respect of pending Income Tax Assessments will be made in the year in which such assessments take place.
7. There are some unclaimed shares lying for more than 3 years in the demat account of the Company, which do not belong to it. A letter, dated 24th December 2008, has been sent by the company to The Securities and Exchange Board of India (SEBI) requesting for their approval for sale of such shares, for which a



notice to the general public has already been given in the Newspaper. However, no reply from SEBI has been received till date.

8. Annualized Earning per share has been calculated based on the net profit / (Loss) after taxation of Rs. (35,21,154) (Previous Year Rs. 70,468) and the weighted average number of equity shares of 60,000 (Previous Year 60,000).

11. As per AS-18 issued by The Institute of Chartered Accountants of India, the Company's related parties and transactions with them are disclosed below:

a) List of related parties:

Holding company (a)	Key Management Personnel (b)
Delhi Stock Exchange Ltd.	Mr. Devindra Arora, CEO Cum Executive Director

b) Transactions with related parties

S.No.	Nature of transaction	(a)		(b)	
		31.03.2009	31.03.2008	31.03.2009	31.03.2008
i)	Short Term (Interest Free)	-	1,00,00,000	-	-
ii)	Rental Paid	6,74,640	1,276	-	-
iii)	Remuneration Paid (including provision for Leave encashment)	-	-	7,28,948	1,09,000
iv)	Reimbursement of Expenses	66,956	63,569	3,09,000	52,000
v)	Balance Outstanding	(21,189)	(19,288)	-	-

12. The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company, accordingly, there are no micro, small and medium enterprises, to whom the company owes dues.

13. Previous year figures have been regrouped / rearranged wherever considered necessary. Figures have been rounded off to the nearest rupee.

For Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants



(K. N. Gupta)

Partner

M. No. - 9169

Place: New Delhi

Date: 18 AUG 2009

For and on behalf of The Board
DSE Financial Services Limited



Director



Director



Director

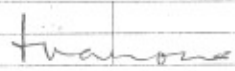


Director



DSE FINANCIAL SERVICES LTD.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1	Registration details			
	Registration No.	79973	State Code	55
	Balance Sheet Date	31.3.2009		(Rupees in thousand)
2	Capital raised during the year			
	Public issue		Rights Issue	
	NIL		NIL	
	Bonus Issue		Private Placement	
	NIL		NIL	
3	Position of mobilisation and deployment of funds			(Rupees in thousand)
Source of Funds				
	Paid up Capital	60,000	Reserves & Surplus	NIL
	Total Liabilities	60,000	Total Assets	60,000
	Secured Loan	NIL	Unsecured Loans	NIL
Application of Funds				
	Net Fixed Assets	591	Investments	6764
	Net Current Assets	42143	Miscellaneous Expenditure	515
	Accumulated Losses	9987		
4.	Performance of Company			(Rupees in thousand)
	Turnover	5448	Total Expenditure	8932
	Profit / (loss) Before Tax	-3484	Profit / (loss) After Tax	-3521
	Earning Per Share (Rs.)	-58.69	Dividend Rate %	NIL
5.	Generic names of three principal products of Company (As per monetary terms)			
	Item Code No. (ITC Code)	Services	Product Description	N/A
Place : New Delhi		For and on behalf of the Board		
Date : 18.02.2009		DSE Financial Services Ltd.		
				
		Executive Director		