

■ Board of Directors:

Dr. R. H. Patil (Chairman)
Mr. Yeshwant S. S. Kapdi (Managing Director)
Mr. Y. H. Malegam
Mr. S. Venkiteswaran
Mr. M. R. Ramesh
Mr. A. V. Rajwade
Mr. K. R. Ramamoorthy
Dr. N. L. Sarda
Dr. Ajay Shah
Mr. P. Sanyal
Mr. B. B. Shetty
Mr. Anjan Barua
Ms. Shilpa Kumar
Mr. A. D. M. Chavali
Mr. Bhavesh Zaveri
Dr. Hira Sadhak
Mr. M. S. Sundara Rajan

■ Company Secretary:

Mr. O. N. Ravi

■ Auditors:

M/s. Kalyaniwalla & Mistry
Chartered Accountants

■ Registered Office:

5th, 6th & 7th Floor, Trade World
C-Wing, Kamala City,
Senapati Bapat Marg,
Lower Parel (W),
Mumbai 400 013.
Tel: 67543700 ♦ Fax: 24951089
Website: www.ccilindia.com



THE CLEARING CORPORATION OF INDIA LIMITED

Financial Statements 2010-2011

Contents

1. Auditors' Report	3
2. Financial Statements	
Balance Sheet	8
Profit and Loss Account	9
Cash Flow Statement	10
Schedules forming part of Balance Sheet	12
Schedules forming part of Profit and Loss Account	17
Schedule to Significant Accounting Policies and Notes to Accounts	18
Balance Sheet Abstract and Company's General Business Profile	34
Statement pursuant to Section 212 of the Companies Act, 1956	36
3. Auditors' Report and Financial Statements of Subsidiary	37

AUDITORS' REPORT

To the members of

THE CLEARING CORPORATION OF INDIA LIMITED

1. We have audited the attached Balance Sheet of The Clearing Corporation of India Limited as at March 31, 2011, the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. 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 misstatement. 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.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. 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 account as required by law, have been kept by the Company so far as appears from our examination of such.
 - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.



- (e) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011;
 - ii) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
 - iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.
5. On the basis of the written representations received from the Directors as on March 31, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2011, from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

For and on behalf of
KALYANIWALLA & MISTRY
Chartered Accountants
Firm Regn. No.: 104607 W

Sd/-
Darius Z. Fraser
Partner
M. No.: 42454

Place: Mumbai
Date : May 14, 2011

ANNEXURE TO THE AUDITOR'S REPORT

As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we further report that:

1. Fixed Assets:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a program for physical verification of fixed assets at periodic intervals. In our opinion, the period of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) In our opinion, the disposal of fixed assets during the year does not affect the going concern assumption.

2. Inventory:

The Company does not have any inventory.

3. Loans and Advances:

The Company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.

4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchases of fixed assets and for services. During the course of our audit, no major weakness has been noticed in the internal control system.

5. There are no particulars of contracts or arrangements referred to in Section 301 of the Act which need to be entered in the register required to be maintained under that section.

6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Section 58A, 58AA, or any other relevant provisions of the Companies Act, 1956 and the rules framed thereunder. No order has been passed by the Company Law Board, or National Company Law Tribunal, or Reserve Bank of India, or any Court, or any other Tribunal.

7. In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.



8. According to the information and explanations given to us, the maintenance of cost records has not been prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956, for any of the activities of the Company.
9. Statutory Dues:
 - (a) According to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues, including dues pertaining to Investor Education and Protection Fund, Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Cess and any other statutory dues with the appropriate authorities. We have been informed that there are no undisputed dues which have remained outstanding as at the end of the financial year, for a period of more than six months from the date they became payable.
 - (b) According to the information and explanations given to us, there are no dues of Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty or Cess outstanding on account of any dispute.
10. The Company does not have accumulated losses as at the end of the financial year, nor has it incurred cash losses in the current financial year, or in the immediately preceding financial year.
11. According to the information and explanations given to us and based on the documents and records produced before us, there has been no default in repayment of dues to banks. There are no dues to financial institutions or debentureholders.
12. According to the information and explanations given to us and based on the documents and records produced before us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or other securities.
13. In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi / mutual benefit fund/ societies.
14. The Company is not carrying the business of dealing or trading in shares, securities, debentures and other investments. However, proper records have been maintained in respect of transactions and contracts entered into, wherever the investments are made by the Company in securities. The securities have been held by the Company in its own name.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.

16. According to the information and explanations given to us, the Company has not obtained any term loan.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet, the Cash Flow Statement and other records examined by us, the Company has not used funds raised on short term basis for long term investment.
18. The Company has not made any preferential allotment of shares to any parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.
19. The Company did not issue any debentures during the year.
20. The Company has not raised any money through a public issue during the year.
21. Based upon the audit procedures performed by us, to the best of our knowledge and belief and according to the information and explanations given to us by the Management, no fraud on, or by the Company, has been noticed or reported during the year.

For and on behalf of
KALYANIWALLA & MISTRY
Chartered Accountants
Firm Regn. No.: 104607 W

Sd/-
Daraius Z. Fraser
Partner
M. No.: 42454

Place: Mumbai
Date : May 14, 2011



THE CLEARING CORPORATION OF INDIA LIMITED
BALANCE SHEET AS AT MARCH 31, 2011

		(₹ in lacs)	
	Schedule	As at 31.03.2011	As at 31.03.2010
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	10,000	10,000
Reserves and Surplus	2	56,001	44,134
TOTAL		66,001	54,134
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	3	13,359	9,046
Less : Depreciation		7,292	6,166
Net Block		6,067	2,880
Capital Work-In-Progress		7,791	7,540
		13,858	10,420
Long Term Investments	4	1,300	1,300
Net Deferred Tax Asset		63	41
Current Assets, Loans and Advances			
(i) Sundry Debtors		1,218	1,024
(ii) Cash and Bank balances		252,213	227,119
(iii) Current Investments		169,081	144,776
(iv) Accrued Interest/Income		6,641	5,336
(v) Loans and Advances		1,451	1,243
		430,604	379,498
Less : Current Liabilities and Provisions	6		
(i) Current Liabilities		377,960	335,403
(ii) Provisions		1,864	1,722
		379,824	337,125
Net Current Assets		50,780	42,373
TOTAL		66,001	54,134
Significant Accounting Policies and Notes to Accounts	11		

The Schedules referred to above form an integral part of the Balance Sheet

As per our attached report of even date

For and on behalf of the Board of Directors

For and on behalf of

KALYANIWALLA & MISTRY

Chartered Accountants

Firm Regn. No.:104607W

Sd/-
Dr. R. H. Patil
Chairman

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
Daraius Z. Fraser
Partner
M. No.:42454

Sd/-
Y.H.Malegam
Director

Place : Mumbai
Date : May 14, 2011

Sd/-
O. N. Ravi
*Company Secretary &
Corporate Development Officer*



THE CLEARING CORPORATION OF INDIA LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

(₹ in lacs)			
	Schedule	For the year ended 31.03.2011	For the year ended 31.03.2010
INCOME			
Income from Operations	7	13,083	14,876
Interest/Income from Investments (Net)	8	12,938	16,617
Other Income (Refer Note no. 9(a) in Schedule 11)		190	208
		26,211	31,701
EXPENDITURE			
Employment Cost	9	2,046	1,459
Operating, Administration and Other Expenses	10	3,275	2,755
Depreciation		1,127	1,056
		6,448	5,270
Profit Before Tax		19,763	26,431
Provision for Tax			
- Current tax		6,580	8,080
- Tax adjustments relating to earlier years		(10)	(10)
- Deferred tax		(22)	125
- Wealth tax		11	10
Net Profit After Tax		13,204	18,226
Balance brought forward from previous year		3,902	3,021
Profit available for appropriation		17,106	21,247
APPROPRIATIONS:			
Proposed Dividend		1,150	1,150
Corporate Dividend Tax		187	195
General Reserve		1,000	3,000
Settlement Reserve Fund		13,000	13,000
Balance carried to Balance Sheet		1,769	3,902
		17,106	21,247
Basic and Diluted earnings per share (₹) (Equity Share of face value of ₹ 10 each)		25.48	35.52

Significant Accounting Policies and Notes to Accounts 11

The Schedules referred to above form an integral part of the Profit & Loss Account

As per our attached report of even date

For and on behalf of the Board of Directors

For and on behalf of

KALYANIWALLA & MISTRY

Chartered Accountants

Firm Regn. No.:104607W

Sd/-
Dr. R. H. Patil
Chairman

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
Daraius Z. Fraser
Partner
M. No.:42454

Sd/-
Y.H.Malegam
Director

Place : Mumbai
Date : May 14, 2011

Sd/-
O. N. Ravi
*Company Secretary &
Corporate Development Officer*



THE CLEARING CORPORATION OF INDIA LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011

	(₹ in lacs)	
	2010-11	2009-10
(A) CASH FLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX	19,763	26,431
Add : Adjustments for -		
Depreciation	1,127	1,056
Interest paid on Deposits from Members	3,235	1,971
(Profit)/ Loss on sale of fixed asset (net)	1	(20)
Loss on sale/redemption of Investments	-	0
Less: Adjustments for -		
Interest Income	16,134	16,220
Profit on Sale/Redemption of mutual funds	39	2,368
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	7,953	10,850
Adjustments for :		
(Increase)/ Decrease in Trade and Other Receivables	(400)	497
Increase/(Decrease) in Trade and Other Payables	812	75
CASH GENERATED FROM OPERATIONS	8,365	11,422
Direct Taxes paid	(6,489)	(8,134)
NET CASH FROM/(USED IN) OPERATING ACTIVITIES (A)	1,876	3,288
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(4,565)	(4,900)
Sale of Fixed Assets	(0)	21
Interest/income received	14,830	16,017
Purchase/Acquisition of Investments	(338,788)	(262,595)
Sale/Redemption of Investments	314,522	286,167
NET CASH FROM/(USED IN) INVESTING ACTIVITIES (B)	(14,001)	34,710
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Investment in Equity Shares of Subsidiary Company	-	(500)
Increase/(Decrease) in Deposits from Members	41,442	(17,706)
Interest paid on Deposits from Members	(2,878)	(3,064)
Dividend/Corporate Dividend tax paid	(1,345)	(1,345)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES (C)	37,219	(22,615)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	25,094	15,383
CASH AND CASH EQUIVALENTS - OPENING BALANCE	227,119	211,736
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	252,213	227,119
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	25,094	15,383



THE CLEARING CORPORATION OF INDIA LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011 (contd.)

1. The above cash flow statement has been prepared using the indirect method as per Accounting Standard 3.
 2. Cash and Cash Equivalents includes ₹ 21,000 Lacs (Previous Year - ₹ 8,000 Lacs) in Bank Deposits earmarked towards Settlement Reserve Fund (Refer note no. 20 in Schedule 11).
 3. Previous year's figures have been regrouped, reclassified and rearranged to conform to current year's presentation, wherever necessary.
-

As per our attached report of even date

For and on behalf of
KALYANIWALLA & MISTRY
Chartered Accountants
Firm Regn. No.:104607W

Sd/-
Daraius Z. Fraser
Partner
M. No.:42454

Place : Mumbai
Date : May 14, 2011

For and on behalf of the Board of Directors

Sd/-
Dr. R. H. Patil
Chairman

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
Y.H.Malegam
Director

Sd/-
O. N. Ravi
*Company Secretary &
Corporate Development Officer*



THE CLEARING CORPORATION OF INDIA LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2011

	(₹ in lacs)	
	As at 31.03.2011	As at 31.03.2010
SCHEDULE 1 : SHARE CAPITAL		
Authorised		
5,00,00,000 Equity Shares of ₹ 10 each	5,000	5,000
5,00,00,000 Preference Shares of ₹ 10 each (Redeemable, Non Convertible or Cumulative)	5,000	5,000
TOTAL	<u><u>10,000</u></u>	<u><u>10,000</u></u>
Issued, Subscribed and Paid-up		
5,00,00,000 Equity Shares of ₹ 10 each fully paid up	5,000	5,000
5,00,00,000 8% Redeemable, Cumulative Preference Shares of ₹ 10 each	5,000	5,000
(3,10,00,000 Preference Shares are redeemable on 26.03.2013 and 1,90,00,000 Preference Shares are redeemable on 29.03.2013)		
TOTAL	<u><u>10,000</u></u>	<u><u>10,000</u></u>
SCHEDULE 2: RESERVES AND SURPLUS		
General Reserve		
As per last Balance Sheet	19,232	16,232
Add: Transferred from Profit and Loss Account	1,000	3,000
	<u>20,232</u>	<u>19,232</u>
Settlement Reserve Fund		
As per last Balance Sheet	21,000	8,000
Add: Transferred from Profit and Loss Account (Refer Note no.20 of Schedule 11)	13,000	13,000
	<u>34,000</u>	<u>21,000</u>
Balance as per annexed Profit and Loss Account	1,769	3,902
TOTAL	<u><u>56,001</u></u>	<u><u>44,134</u></u>

THE CLEARING CORPORATION OF INDIA LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2011

SCHEDULE 3 : FIXED ASSETS

(₹ in lacs)

SR. NO.	DESCRIPTION	GROSS BLOCK (AT COST)			DEPRECIATION			NET BLOCK			
		As on 01.04.2010	Additions during the year	Deductions during the year	As on 31.03.2011	Upto 01.04.2010	For the year	Deductions during the year	Upto 31.03.2011	As on 31.03.2011	As on 31.03.2010
1	Buildings #	1,752	2,428	-	4,180	104	39	-	143	4,037	1,648
2	Leasehold Improvements	76	-	-	76	76	-	-	76	-	-
3	Computer Systems-Hardware	1,979	520	-	2,499	1,190	599	-	1,789	710	789
4	Computer Systems-Software	4,765	598	-	5,363	4,636	401	-	5,037	326	129
5	Equipment	323	597	0	920	123	60	0	183	737	200
6	Furniture & Fixtures	151	171	1	321	37	28	1	64	257	114
	T O T A L	9,046	4,314	1	13,359	6,166	1,127	1	7,292	6,067	2,880
	PREVIOUS YEAR	8,526	1,782	1,262	9,046	6,372	1,056	1,262	6,166	2,880	
	CAPITAL WORK-IN PROGRESS (INCLUDING CAPITAL ADVANCES)									7,791	7,540
	GRAND TOTAL									13,858	10,420

Cost of Buildings includes ₹ 14,000 paid towards 14 shares of ₹1,000 each of an Apartment Condominium.



THE CLEARING CORPORATION OF INDIA LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2011

SCHEDULE 4 : LONG TERM INVESTMENTS

	Maturity Date	Face value per unit (₹)	As at 31.03.2011		As at 31.03.2010	
			Number of units	Cost ₹ in lacs	Number of units	Cost ₹ in lacs
NON-TRADE, UNQUOTED						
(i) BONDS/DEBENTURES						
Tax-free						
5.30% Nuclear Power Corporation of India Limited	31/Dec/12	100,000	300	300	300	300
Sub-Total (i)				300		300
(ii) EQUITY SHARES						
In Subsidiary Companies						
Clearcorp Dealing Systems (India) Limited	--	10	10,000,000	1,000	10,000,000	1,000
Sub- Total (ii)				1,000		1,000
TOTAL (AGGREGATE OF UNQUOTED INVESTMENTS) (i) + (ii)				1,300		1,300

THE CLEARING CORPORATION OF INDIA LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2011

(₹ in lacs)

	As at 31.03.2011	As at 31.03.2010
SCHEDULE 5 : CURRENT ASSETS, LOANS AND ADVANCES		
(i) Sundry Debtors		
Unsecured, Considered good and due for less than six months	<u>1,218</u>	<u>1,024</u>
(ii) Cash and Bank Balances		
Cash in hand	0	1
Balances with Scheduled Banks (Refer Note no. 11 in Schedule 11)		
in Current Accounts	2,039	1,091
in Deposit Accounts	<u>230,840</u>	<u>221,121</u>
	232,880	222,212
Balances with Non-Scheduled Banks - in foreign currency (Refer Note no. 11 in Schedule 11)		
in Current Accounts	3,662	4,207
in Deposit Accounts	<u>14,735</u>	<u>-</u>
	18,396	4,207
Balance with Reserve Bank of India - In current accounts	<u>937</u>	<u>699</u>
	252,213	227,119
(iii) Current Investments (Refer Note no. 11 of Schedule 11)		
Quoted, Government Securities		
US Government Treasury Bills	<u>169,081</u>	<u>144,776</u>
(Market Value - ₹ 1,69,150 lacs, Previous Year - ₹ 1,44,838 lacs)		
(iv) Interest/Income Accrued		
On Long Term Investments	13	13
On Current Investments	70	62
On Deposits with Banks	<u>6,558</u>	<u>5,261</u>
	6,641	5,336



THE CLEARING CORPORATION OF INDIA LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2011

	(₹ in lacs)	
	As at 31.03.2011	As at 31.03.2010
(v) Loans and Advances		
(Unsecured, Considered good)		
Advances recoverable in cash or in kind or for value to be received	686	483
Deposits	765	760
	<u>1,451</u>	<u>1,243</u>
TOTAL	<u><u>430,604</u></u>	<u><u>379,498</u></u>

SCHEDULE 6 : CURRENT LIABILITIES AND PROVISIONS

(i) CURRENT LIABILITIES

Sundry Creditors

(a) Due to Creditors other than Micro and Small Enterprises

864

290

(b) Due to Micro and Small Enterprises
(Refer Note no.21 of Schedule 11)

7

--

Deposits from Members (Refer Note no.11 of Schedule 11)

375,370

333,928

Amount payable to Clearcorp Dealing Systems (India) Limited - Subsidiary Company

17

32

Interest accrued but not due

1,000

643

Other Liabilities

702

510

377,960

335,403

(ii) PROVISIONS

Provision for Employee Benefits

341

275

Provision for Tax (Net of Payments - ₹ 20,685 lacs ,
Previous year - ₹ 18,464 lacs)

186

102

Proposed Dividend

1,150

1,150

Provision for Corporate Dividend Tax

187

195

1,864

1,722

TOTAL

379,824

337,125



THE CLEARING CORPORATION OF INDIA LIMITED
SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED MARCH 31, 2011

(₹ in lacs)

	For the year ended 31.03.2011	For the year ended 31.03.2010
SCHEDULE 7 : INCOME FROM OPERATIONS		
(Refer Note no. 2(b) of Schedule 11)		
Transaction Charges -Securities Settlement	8,291	10,412
Transaction Charges -CBLO Settlement	1,484	2,061
Transaction Charges -Forex Settlement	2,599	1,979
Transaction Charges -CLS Settlement	395	308
Outstanding Forex Forward Charges	205	-
Membership Fees	12	20
Others	97	96
TOTAL	13,083	14,876
SCHEDULE 8 : INTEREST/INCOME FROM INVESTMENTS (NET)		
Interest/Income on :		
-Long Term Investments	16	16
-Current Investments	350	397
-Fixed Deposits with Banks (Tax Deducted at Source- ₹ 1,575 lacs, Previous year - ₹ 2,049 lacs)	15,768	15,807
	16,134	16,220
Less : Interest paid on deposits from members	3,235	12,899
Profit on Sale/Redemption of mutual funds (Refer Note no. 10 of Schedule 11)	39	1,971
TOTAL	12,938	14,249
SCHEDULE 9 : EMPLOYMENT COST		
Salaries & Allowances	1,721	1,254
Contribution to Provident & Other Funds	206	112
Staff Welfare & Training Expenses	119	93
TOTAL	2,046	1,459
SCHEDULE 10 : OPERATING, ADMINISTRATION AND OTHER EXPENSES		
Rent	863	848
Electricity Charges	175	141
Insurance	47	31
Communication Expenses	131	119
Repairs & Maintenance - Building	36	27
Repairs & Maintenance - Computer Systems & Equipment	643	566
Repairs & Maintenance - Others	27	28
Professional Fees	101	106
Line of Credit Commitment Charges	596	362
CLS Settlement Charges	267	213
Directors' Sitting Fees	29	30
Other Expenses	360	284
TOTAL	3,275	2,755



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts

1. Nature of Operations :

The Clearing Corporation of India Limited ('the Company') provides clearing and settlement system for the transactions in the Money Market, Government Securities Market, Foreign Exchange Market, etc. and carries out related activities. The Company acts as a central counterparty for the trades executed by its members and extends settlement guarantee in terms of the Bye-laws, Rules and Regulations for various types of operations. The Company is authorized as a Payment System under 'The Payment and Settlement Systems Act, 2007' by Reserve Bank of India.

2. Significant Accounting Policies:

(a) **Basis of preparation of Financial Statements :**

The financial statements have been prepared to comply in all material respects with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006, and relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical convention on accrual basis.

The preparation of financial statements requires the management to make estimates and assumptions that have been considered in the reported amounts of assets and liabilities (including current liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements as prudent and reasonable. Future results could differ from these estimates.

(b) **Revenue Recognition :**

- (i) Transaction Charges income is recognised on settlement of respective transactions in terms of the contract with members.
- (ii) Outstanding Forex Forward Charges income is recognized on accrual basis over the period of respective Forex Forward trades in terms of the contract with the members.
- (iii) Non-refundable one time membership fee is recognised as income in the year in which respective settlement operations commence or in the year in which the membership of the applicant is approved, whichever is later.
- (iv) In case of investment in discounted securities/instruments the discount is accrued over the period to maturity and included in Income from Investments.
- (v) Dividend Income is recognized when the right to receive is established.
- (vi) Revenue from Services is recognized as and when the Service is performed as per the relevant agreements.
- (vii) Other Revenue Income is recognised as and when there is a reasonable certainty of ultimate realisation.

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

(c) Fixed Assets and Depreciation:

- (i) Fixed assets are stated at cost which comprises of purchase price, freight, duties, taxes, cost of installation and other incidental expenses incurred towards acquisition and installation of such assets.
- (ii) The expenses relating to civil work, electrical installations and other interior work for leased premises are treated as Leasehold Improvements and are amortised over the primary period of lease.
- (iii) Software expenses incurred for Company's core business applications are capitalized as Computer Systems - Software.
- (iv) Depreciation is provided on Straight Line Method as per rates specified below and in the manner specified in Schedule XIV to the Companies Act, 1956:

Asset	Depreciation Rates Applied	SLM Depreciation rates prescribed in the Schedule
Buildings	1.63%	1.63%
Equipment	20.00%	4.75%
Furniture & Fixtures	20.00%	6.33%
Computer Systems - Hardware	50.00%	16.21%
Computer Systems - Software	100.00%	16.21%

Fixed Assets whose cost is ₹ 5,000 or less are fully written off in the year of acquisition.

(d) Investments:

- (i) Current investments are carried at the lower of the cost and fair value.
- (ii) Long term investments are stated at cost less amortised premium.

(e) Employee Benefits:

Short term Employee Benefits are estimated and provided for. Post Employment Benefits and Other Long term Employee Benefits are treated as follows:

(i) Defined Contribution plans:

- (a) **Provident Fund:** The provident fund plan is operated by Regional Provident Fund Commissioner (RPFC) and the contribution thereof is paid/provided for.
- (b) **Superannuation Fund:** Superannuation benefit for the eligible employees is covered by Superannuation Scheme with Life Insurance Corporation of India and the contribution thereof is paid/provided for.



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

Contributions to the defined contribution plans are charged to Profit & Loss Account for the respective financial year.

(ii) Defined Benefits plans:

Gratuity: Gratuity for employees is covered by Gratuity Scheme with Life Insurance Corporation of India and the contribution thereof is paid/provided for. Provision for Gratuity is made as per actuarial valuation as at the end of the year.

Actuarial gains/losses at the end of the year accrued to the defined benefit plans are taken to Profit & Loss Account for the respective financial year and are not deferred.

(iii) Other Long Term Benefits :

Long term compensated absences: Provision for Leave encashment is made on the basis of actuarial valuation as at the end of the year.

(f) Income Tax:

Provision for current tax is made on the basis of relevant provisions of the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable/virtual certainty that these would be realised in future.

(g) Foreign Currency Transactions:

Revenue Transactions in foreign currency are recorded at the rate of exchange in force at the date of transactions. Foreign Currency assets and liabilities are stated at the rate of exchange prevailing at the year end and resultant gains/losses are recognized in the Profit & Loss Account.

(h) Provisions and Contingent Liabilities:

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if -

- a) the Company has a present obligation as a result of past event,
- b) a probable outflow of resources is expected to settle the obligation and
- c) the amount of the obligation can be reliably estimated.

Contingent Liability is disclosed in the case of -

- a) a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation.
- b) a possible obligation, unless the probability of outflow of resources is remote.

Where some or all of the expenditure required to settle a provision is expected to be reimbursed by another party, such reimbursement is recognised to the extent of provision or contingent liability, as the case may be, only when it is virtually certain that the reimbursement will be received.

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

3. Estimated amount of contracts remaining to be executed on Capital account and not provided for (net of advances) : ₹ 3,389 lacs (Previous year - ₹ 3,172 lacs)

4. Managerial Remuneration :

(₹ in lacs)

Particulars	2010-11	2009-10
Salary & Allowances	27	21
Contribution to Provident Fund	2	2
Perquisites	8	9
Total	37	32

Notes : (i) The above figures exclude provision for leave entitlement and contribution to the approved Group Gratuity Fund, which are actuarially determined, and premium on Group mediclaim policy paid, for the Company as a whole.

(ii) Perquisites are evaluated as per income tax provisions wherever necessary.

(iii) Perquisites include Provision for unclaimed Leave Travel Allowance and Medical reimbursement.

5. Auditors' Remuneration :

(₹ in lacs)

Particulars	2010-11	2009-10
Audit Fees	5	4
Tax Audit Fees	-	1
Taxation matters	-	*
Other matters	#	**
Out of pocket expenses (Including service tax)	1	1
Total	6	7

₹ 20,000 * ₹ 40,000 ** ₹ 20,000

6. (a) Value of imports on CIF basis:- ₹ 9 lacs (Previous Year - Nil)

(b) Expenditure in Foreign Currency:

(₹ in lacs)

Particulars	2010-11	2009-10
Interest paid to Members	322	694
Other Expenditure	313	271
Total	635	965



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

(c) Earnings in Foreign Exchange:

(₹ in lacs)

Particulars	2010-11	2009-10
Interest on Deposits with banks	14	300
Income on US Government Treasury Bills	311	397
Pre-funding Handling Charges	*	**
Datafeed Charges	15	17
Miscellaneous Receipts	-	1
Total	340	715

* ₹12,148 ** ₹11,839

7. Disclosure as required by Accounting Standard 15 (Revised) on Employee Benefits in respect of Gratuity : The Gratuity Scheme of the Company is funded with LIC of India in the form of qualifying insurance policy. The disclosure is based on Actuarial Valuation details provided by LIC of India.

(₹ in lacs)

Description	Gratuity	
	2010-11	2009-10
A. Expense recognised in the statement of Profit & Loss Account for the year		
- Current Service Cost	24	24
- Interest Cost	17	17
- Expected return on plan assets	(24)	(18)
- Net actuarial (gain) / loss recognized during the year	37	(23)
- Total Expense to be recognized in Profit & Loss Account	54	*
Expense Accounted for the year	54	*
B. Actual return on plan assets		
- Expected return of plan assets	24	18
- Actuarial gain /(loss) on plan assets	-	-
- Actual return of plan assets	24	18

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

Description	Gratuity	
	2010-11	2009-10
C. Net Asset / (Liability) recognised in the Balance Sheet		
- Present value of obligation	298	220
- Fair value of plan assets	317	209
- Funded status {surplus / (deficit)}	19	(11)
- Net Asset/(Liability) recognized in the Balance Sheet	19	(11)
D. Change in Present value of Obligation during the year		
- Present value of obligation at the beginning of the year	220	210
- Current Service Cost	24	24
- Interest Cost	17	17
- Benefits paid	-	(8)
- Actuarial (gain) / loss on obligation	37	(23)
- Present value of obligation at the end of the year	298	220
E. Change in Assets during the year		
- Fair value of plan assets at the beginning of the year	210	163
- Expected return on plan assets	24	18
- Contributions made	83	37
- Benefits paid	-	(8)
- Actuarial (gains) / loss on plan assets	-	-
- Fair value of plan assets at the end of the year	317	210
F. Major categories of plan assets as a percentage of total plan	100% insurance policy	
G. Actuarial Assumptions		
- Discount rate	8.00%	8.00%
- Expected rate of return on assets	9.25%	9.25%
- Employee Attrition Rate	1%-3%	1%-3%
- Mortality Rate/Table	LIC(1994-96) Ultimate	
- Future salary increases consider inflation, seniority, promotion and other relevant factors	5.00%	5.00%

* ₹ 29,891



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

8. Securities purchased and redeemed/sold during the year are as follows:

(₹ in lacs)

Securities	Purchase Value	Redemption/Sale value
Govt. of India 91 days Treasury Bills	2,461 (-)	2,500 (-)
US Government Treasury Bills *	172,238 (134,326)	172,416 (134,517)

Figures in bracket represent corresponding amounts for the previous year

* Actual amounts in US Dollar terms are - Purchase Value USD 3,836 lacs, Redemption Value USD 3,840 lacs. (Previous year figures - Purchase Value USD 2,976 lacs, Redemption Value USD 2,980 lacs).

9. (a) Other income includes-

- (i) Profit on sale of fixed assets (net) - Nil (Previous year - ₹ 20 lacs).
- (ii) Usage charges amounting to ₹ 29 lacs (Previous year - ₹ 32 lacs) reimbursed by Reserve Bank of India.
- (iii) Usage charges amounting to ₹ 90 lacs (Previous year - ₹ 88 lacs) reimbursed by Clearcorp Dealing Systems (India) Limited.
- (iv) Income from Datafeed charges amounting to ₹ 30 lacs (Previous year - ₹ 32 lacs).
- (v) Miscellaneous Income amounting to ₹ 41 lacs (Previous year - ₹ 36 lacs).

(b) Other expenses include-

- (i) Rates & taxes - ₹ 3 lacs (Previous year - ₹ 3 lacs).
- (ii) Loss on sale of fixed assets (net) - ₹ 66,603 (Previous year - Nil).
- (iii) Foreign exchange difference (loss) - ₹ 5 lacs (Previous year - ₹ 5 lacs).
- (iv) Service Tax pertaining to previous years - ₹ 18 lacs (Previous year - Nil).
- (v) Prior period items - ₹ 11 lacs (Previous year - Nil).

10. Profit on Sale/Redemption of mutual funds amounting to ₹ 39 lacs, in the current year, represents amount received in the current year on account of distribution of valuation surplus by two Fixed Maturity Plans (FMPs) already redeemed in the previous year (i.e. Financial Year 2009-10).

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

11. Amount of collaterals received from members and outstanding as on 31.03.2011:

(₹ in lacs)

Particulars	Cash	Govt. Securities #	Guarantees
Securities Settlement	149,287 (141,390)	987,477 (842,174)	--
Forex Settlement	* 187,389 (158,308)	--	** 53,580 (54,168)
CBLO Settlement	38,694 (34,229)	14,389,487 (16,774,181)	@
Default Fund - Forex Forwards	--	44,161 (-)	--
Total	375,370 (333,927)	15,421,125 (17,616,355)	53,580 (54,168)

Figures in bracket represent amount outstanding as at the end of the previous year.

The Collaterals received in the form of cash have been invested as under and included in respective accounts - Refer Schedule 5:

(₹ in lacs)

	As on 31.03.2011	As on 31.03.2010
USD Investments	***169,081	***144,776
Balance in Bank Accounts		
- In Current Accounts	5,139	5,467
- In Deposit Accounts	201,150	183,684
Total	375,370	333,927

Collaterals received in the form of Government securities are held by the Company under its Constituent Subsidiary General Ledger (CSGL) Account with Reserve Bank of India.

* Equivalent to US Dollars 4,197 lacs (Previous year-US Dollars 3,507 lacs).

@ The Company has accepted Bank Guarantees amounting to ₹ 165,000 lacs (Previous year - ₹ 155,000 lacs) as additional collaterals towards CBLO Settlement.

** Royal Bank of Scotland PLC has extended a facility to State Bank of India (SBI) amounting to USD 1,200 lacs (Previous year - USD 1,200 lacs), exclusively for its obligations towards the Company, undertaking to meet liability arising out of any default by SBI in CLS Settlement Operations. This has been accepted by the Company as Guarantee.

*** Shown as Current Investments under Current Asset.



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

12. The components of net deferred tax asset/(liability) are as under:

(₹ in lacs)

Deferred Tax Assets/(Liability)	As at 31.03.2011	As at 31.03.2010
Arising out of timing difference in:		
(i) Depreciation	(108)	(46)
(ii) Provision for Leave Entitlement	105	83
(iii) Provision for Deferred Incentive	66	-
(iv) Provision for Gratuity	-	4
Net Deferred Tax Asset/(Liability)	63	41

13. Minimum lease rentals payable under non-cancellable operating leases for office/residential accommodations:

(₹ in lacs)

Period	2010-11	2009-10
Not later than 1 year	563	563
Between 1 and 5 years	Nil	8
Later than 5 years	Nil	Nil

14. Basic and Diluted Earnings Per Share is calculated as under:

Particulars	2010-11	2009-10
(i) Numerator - Net Profit attributable to Equity Shareholders (₹ in lacs)#	12,740	17,758
(ii) Denominator - Weighted Average Number of Equity Shares outstanding during the year	50000000	50000000
(iii) Nominal value of Equity shares	₹ 10.00	₹ 10.00
(iv) Basic and Diluted Earnings Per share - for the year	₹ 25.48	₹ 35.52

Net Profit attributable to Equity Shareholders have been arrived at after deducting Preference Dividends and Dividend Distribution Tax thereon from the Net Profit after Tax as per Profit & Loss Account.

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

15. Details of balances as at balance sheet date and maximum balances during the year with non-scheduled banks are as follows:

(Amount in ₹)

Balances with non-scheduled Banks	Balance as at 31.03.2011	Balance as at 31.03.2010	Maximum balance during FY 2010-11	Maximum balance during FY 2009-10
RBS,Sydney,Australia	3,930	4,144	5,442,891,965	116,890,623
RBS,Toronto,Canada	2,430	2,344	1,417,557	39,140,571
RBS,Zurich,Switzerland	7,353	6,277	78,021	1,877,493
RBS,Copenhagen,Denmark	7,877	2,043	7,120	2,267
RBS, Amsterdam,Netherlands	24,893	18,842	24,208	20,995
RBS,London,U.K	35,009	16,133	35,963	53,868,665
RBS,Hongkong	1,327	906	1,385	1,025
RBS,Tokyo,Japan	2,702	2,422	3,010	14,215,038
DnB NOR Bank, Norway	405	380	380	4,222
ASB Bank, Auckland,New Zealand	6,817	1	14,202	11,240
RBS,Stockholm,Sweden	8,354	1,880	7,000	1,925
RBS,Singapore	3,546	3,226	3,231	9,604
RBS,New York,USA	363,778,585	418,388,185	8,153,653,241	7,336,364,881
RBS,Johannesburg,South Africa	-	3,078	3,078	2,712
FRB,Johannesburg,South Africa	6,312	-	7,587	-
Citi Bank, New York, USA	2,232,500	2,257,000	2,257,000	5,813,750
Deutsche Bank, New York, USA	46,382	-	302,381,540	-
In Deposit Accounts				
RBS,New York	-	-	7,563,300,000	7,566,000,000
RBS,Amsterdam,Netherlands	1,473,450,000	-	96,552,200,000	7,230,000,000

RBS = Royal Bank of Scotland

FRB = First Rand Bank

Notes:

- (i) Balances in all the current accounts/deposit accounts in a single Branch are clubbed in order to ascertain above details.



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

- (ii) End of day balances has been considered while ascertaining maximum balance during the year.
- (iii) Closing balance in respective currency has been converted into Indian Rupees at the rate prevailing on the day of the balance sheet & Maximum balance during the year has been converted at the rate prevailing on the date of transactions.

16. Provision for Employee Benefits includes:-

(₹ in lacs)

Particulars	2010-11	2009-10
(a) Provision for Gratuity	-	11
(b) Provision for Leave Entitlement	323	250
(c) Provident/Pension Fund Contribution	18	14
TOTAL	341	275

17. Disclosure in respect of Related Parties pursuant to Accounting Standard 18:

(A) List of Related Parties:

- (i) Parties where control exists - Subsidiaries

Clearcorp Dealing Systems (India) Limited

- (ii) Other Parties with whom the Company has entered into transactions during the year in the ordinary course of the business

Parties having substantial interest

State Bank of India

Key Management Personnel

Mr. Syed Shahabuddin - Managing Director - upto 31.05.2010

Mr.Y.S.S. Kapdi - Managing Director - w.e.f. 01.06.2010

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

(B) Details of transactions entered into during the year:

(₹ in lacs)

Nature of Relationship	Subsidiary	Party having substantial interest	Key Management Personnel
(i) Transactions during the year			
Income from Operations	-----	403 (456)	-----
Usage Charges recovered	99 (88)	-----	-----
Rent received for residential accommodation	4 (4)	-----	-----
Reimbursement/Sharing of expenses - (Receipt)	102 (81)	(-) (1)	-----
Interest on deposits from members	-----	53 (38)	-----
Operational Income shared	589 (636)	-----	-----
Remuneration :			
- Mr. Syed Shahabuddin	-----	-----	8 (32)
- Mr. Y. S. S. Kapdi			29 (-)
(ii) Outstanding balance as at 31.03.2011			
Amounts receivable	----- (-)	37 (32)	-----
Amounts Payable	17 (32)	19 (13)	-----
Collaterals outstanding - Cash	-----	10,747 (12,295)	-----
Collaterals outstanding - Securities (at face value) #	-----	865,621 (1,845,000)	-----
Collaterals outstanding - Guarantees \$	-----	53,580 (54,168)	-----



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

(₹ in lacs)			
Nature of Relationship	Subsidiary	Party having substantial interest	Key Management Personnel
Investment in equity shares	1,000 (1,000)	-----	-----
Remuneration :			
- Mr. Syed Shahabuddin			-
	-----	-----	(1)
- Mr. Y. S. S. Kapdi			2
			(-)

- Notes:**
- (a) Figures in bracket represent corresponding amounts in the previous year.
 - (b) Transactions with subsidiary are in respect of common operations and in accordance with the terms of agreement entered into in this regard.
 - (c) No amount in respect of the related parties has been provided for as doubtful debts or written off/back during the year.
 - (d) Transactions with State Bank of India in the nature of banker-customer relationship have been excluded.
 - (e) # Collaterals received in the form of Government securities are held by the Company under its Constituent Account with Reserve Bank of India.
 - (f) \$ Represents USD 1,200 lacs (Previous year - USD 1,200 lacs). Refer note no.11 above.
 - (g) Related party relationship is as identified by the Company and relied upon by the auditors.
 - (h) All the above transactions are in the ordinary course of the business of the Company.

18. Disclosure in respect of derivative instruments and unhedged foreign currency exposure :

- (a) During the year the Company has not entered into any transaction of Derivative Financial Instrument.

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

- (b) Following are the particulars of material foreign currency exposures not hedged by any derivative instrument:

(₹ in lacs)

PARTICULARS	As at 31.03.2011		As at 31.03.2010	
	Amount in US Dollars	Amount in INR	Amount in US Dollars	Amount in INR
ASSETS				
US Govt. Treasury Bills	3,787	169,081	3,207	144,776
Deposits with Banks	330	14,735	210	9,479
Others	84	3,750	96	4,316
Total	4,201	187,566	3,513	158,571
LIABILITIES				
Deposits from members	4,197	187,388	3,507	158,308
Interest payable to members	3	152	5	236
Bank Transaction Charges Payable	1	25	1	28
Total	4,201	187,565	3,513	158,572
Net Assets / (Liabilities)	-	1	-	(1)

19. The Company's operations fall into one business segment comprising of facilitating 'Clearing and Settlement' of securities/foreign exchange/money market instruments and activities incidental thereto, and all its operations are carried out in India. Therefore, the disclosures as required under Accounting Standard 17 - "Segment Reporting" are not applicable.
20. Settlement Reserve Fund represents amount set aside from Profits of the Company, from time to time as may be considered appropriate by the management, to ensure that there are sufficient assigned financial resources which may be utilized for meeting claims in relation to any settlement default, consequences of operational failures and any loss on account of settlement bank failure. 'Balance with Scheduled Banks - in Deposit Accounts' includes ₹ 21,000 lacs (Previous year - ₹ 8,000 lacs) earmarked for this purpose.



THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

21. As at March 31, 2011, three suppliers have intimated that they are registered as micro/small enterprises with appropriate authority under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act"). The Details of dues to those suppliers as on March 31, 2011 are as follows:

(Amt. in ₹)

		As at 31.03.2011	As at 31.03.2010
(a)	(i) Principal amount remaining unpaid at the end of Accounting year	6,74,499	-
	(ii) Interest due on above	-	-
(b)	Amount of interest paid in terms of 16 of the MSMED Act	-	-
(c)	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the due date during the year) but without adding the interest specified under MSMED Act	-	-
(d)	The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-

As at March 31, 2011, no other supplier has intimated the Company about its registration as Micro or Small Enterprises under MSMED Act.

22. There is no amount outstanding in respect of items which would be required to be credited to Investor Education and Protection Fund, on completion of specified period, under Section 205C of the Companies Act, 1956.
23. In the opinion of the management, the Current Assets, Loans & Advances have a value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet. Provision for Depreciation and all known liabilities is adequate and not in excess of the amount reasonably necessary.
24. Information with regard to other matters specified in clauses 3, 4C & 4D of Part II to Schedule VI of the Companies Act, 1956 are either nil or not applicable to the Company.

THE CLEARING CORPORATION OF INDIA LIMITED

SCHEDULES TO BALANCE SHEET AS AT AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2011

Schedule 11: Significant Accounting Policies and Notes to Accounts (contd.)

25. Previous year's figures have been regrouped, reclassified and rearranged to conform to current year's presentation, wherever necessary.
26. Previous year's figures have been audited by a firm of Chartered Accountants other than Kalyaniwalla & Mistry, Chartered Accountants, the current auditors.

For and on behalf of the Board of Directors

Sd/-
Dr. R. H. Patil
Chairman

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
Y.H.Malegam
Director

Sd/-
O. N. Ravi
*Company Secretary &
Corporate Development Officer*

Place : Mumbai
Date : May 14, 2011



THE CLEARING CORPORATION OF INDIA LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

(Submitted in terms of Part IV of Schedule VI of the Companies Act, 1956)

I Registration Details

Registration No. U 6 5 9 9 0 M H 2 0 0 1 P L C 1 3 1 8 0 4

State Code 1 1

Balance Sheet Date 3 1 0 3 1 1
Date Month Year

II Capital raised during the year (Amount in ₹ Thousands)

Public Issue

Nil

Rights Issue

Nil

Bonus Issue

Nil

Private Placement

Nil

III Position of Mobilisation and Deployment of Funds (Amount in ₹ Thousands)

Total Liabilities

4 4 5 8 2 4 1 9

Total Assets

4 4 5 8 2 4 1 9

Sources of Funds

Paid-up Capital

1 0 0 0 0 0 0

Reserves & Surplus

5 6 0 0 1 8 4

Secured Loans

Nil

Unsecured Loans / Deposits

Nil

Application of Funds

Net Fixed Assets

1 3 8 5 7 0 0

Investments

1 3 0 0 0 0

Net Current Assets

5 0 7 8 2 2 0

Deferred Tax Assets

6 2 6 4

Misc. Expenditure

Nil

Accumulated Losses

Nil



THE CLEARING CORPORATION OF INDIA LIMITED

IV Performance of Company (Amount in ₹ Thousands)

Turnover/Total Income

		2	6	2	1	1	7	2
--	--	---	---	---	---	---	---	---

Total Expenditure

		6	4	4	7	4	6
--	--	---	---	---	---	---	---

+ -

Profit / Loss before tax

✓	
---	--

		1	9	7	6	4	2	6
--	--	---	---	---	---	---	---	---

+ -

Profit / Loss after tax

✓	
---	--

		1	3	2	0	5	1	2
--	--	---	---	---	---	---	---	---

(Please tick appropriate box + for Profit, - for Loss)

Earning per Share in ₹

			2	5	.	4	8
--	--	--	---	---	---	---	---

Dividend rate %

1	5
---	---

V Generic Names of Three Principal Products / Services of Company (as per monetary terms)

Item Code No.
(ITC Code)

N	A								
---	---	--	--	--	--	--	--	--	--

Product

F	A	C	I	L	I	T	A	T	I	N	G		C	L	E	A	R	I	N
---	---	---	---	---	---	---	---	---	---	---	---	--	---	---	---	---	---	---	---

Description

G		A	N	D		S	E	T	T	L	E	M	E	N	T				
---	--	---	---	---	--	---	---	---	---	---	---	---	---	---	---	--	--	--	--

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

For and on behalf of the Board of Directors

Sd/-
Dr. R. H. Patil
Chairman

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
Y.H.Malegam
Director

Sd/-
O. N. Ravi
*Company Secretary &
Corporate Development Officer*

Place : Mumbai

Date : May 14, 2011



THE CLEARING CORPORATION OF INDIA LIMITED
STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956,
RELATING TO SUBSIDIARY COMPANY

1	Name of the subsidiary	:	Clearcorp Dealing Systems (India) Limited
2	Financial Year of the subsidiary Company ended on	:	31st March, 2011
3	Holding Company's interest as on above date		
	Number of shares	:	1,00,00,000 equity shares of ₹ 10 each, fully paid
	Extent of Holding	:	100%
4	The Net Aggregate amount of the subsidiary's Profits/(Losses) so far as it concerns members of the holding Company and is not dealt with in Holding Company's accounts		
	(i) for the financial year of the Company	:	₹ 617 thousands
	(ii) for the previous financial year of the subsidiary since it became the holding Company's subsidiary	:	₹ 78,757 thousands
5	Net aggregate amounts of the Profit/(Losses) of the subsidiary dealt with in the Company's account		
	(i) for the financial year of the Company	:	NIL
	(ii) for the previous financial year of the subsidiary since it became the holding Company's subsidiary	:	NIL

For and on behalf of the Board of Directors

Sd/-
Dr. R. H. Patil
Chairman

Sd/-
Y.S.S. Kapdi
Managing Director

Sd/-
Y.H.Malegam
Director

Sd/-
O. N. Ravi
Company Secretary &
Corporate Development Officer

Place : Mumbai
Date : May 14, 2011