

**CENTRUM CAPITAL HOLDINGS LLC**  
**and SUBSIDIARY**  
**CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2015**

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**CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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INDEPENDENT AUDITORS' REPORT

To the Members of  
Centrum Capital Holdings LLC & Subsidiary  
1891 Stuyvesant Avenue  
Merrick, NY 11566-3512

We have audited the accompanying consolidated statement of financial condition of Centrum Capital Holdings LLC & Subsidiary as of June 30, 2015 and the related consolidated statements of operations, changes in members' equity, and cash flows for the year then ended. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform our 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.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Centrum Capital Holdings LLC & Subsidiary, as of June 30, 2015 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The presentation of financial information in Indian rupees in the financial statements is not a required part of the basic financial statements. We have verified the arithmetic accuracy of the presentation based upon an exchange rate provided by management. We did not audit and do not express an opinion on such information.

*Lerner & Sipkin CPAs LLP*

Lerner & Sipkin, CPAs, LLP  
Certified Public Accountants (NY)

New York, NY  
August 20, 2015

**CENTRUM CAPITAL HOLDINGS LLC and SUBSIDIARY**  
**CONSOLIDATED STATEMENT OF FINANCIAL CONDITION**  
**JUNE 30, 2015**

	U.S. \$	INR
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,525	96,867
Other assets	<u>29,542</u>	<u>1,876,496</u>
Total assets	<u>\$ 31,067</u>	<u>1,973,363</u>
<b>LIABILITIES AND MEMBERS' EQUITY</b>		
<b>Liabilities:</b>		
Accounts payable and accrued expenses	\$ -	-
Advances from related party	<u>98,750</u>	<u>6,272,561</u>
Total liabilities	<u>98,750</u>	<u>6,272,561</u>
<b>Commitments and Contingencies (Note 4)</b>		
<b>Members' Equity</b>		
Members' Equity	<u>(67,683)</u>	<u>(4,299,198)</u>
Total liabilities and members' equity	<u>\$ 31,067</u>	<u>1,973,363</u>

*The accompanying notes are an integral part of this statement.*

**CENTRUM CAPITAL HOLDINGS LLC and SUBSIDIARY**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	U.S. \$	INR
<b>Revenues:</b>		
Fee income (Note 3)	\$ <u>          -</u>	<u>          -</u>
Total revenues	<u>          -</u>	<u>          -</u>
<b>Expenses:</b>		
Other expenses	<u>          475</u>	<u>          30,172</u>
Total operating expenses	<u>          475</u>	<u>          30,172</u>
Net (loss) before exchange rate gain	(475)	(30,172)
Exchange rate gain (loss)	<u>          -</u>	<u>          (240,511)</u>
Net (loss)	<u>\$ (475)</u>	<u>(270,683)</u>

*The accompanying notes are an integral part of this statement.*

**CENTRUM CAPITAL HOLDINGS LLC and SUBSIDIARY**  
**CONSOLIDATED STATEMENT OF CHANGES IN MEMBER'S EQUITY**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	U.S. \$	INR
Balance - beginning of year	\$ (67,208)	(4,028,515)
Distribution to members	-	-
Net (loss)	<u>(475)</u>	<u>(270,683)</u>
Balance - end of year	<u>\$ (67,683)</u>	<u>(4,299,198)</u>

*The accompanying notes are an integral part of this statement.*

**CENTRUM CAPITAL HOLDINGS LLC and SUBSIDIARY**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	U.S. \$	INR
<b>Cash flows from operating activities:</b>		
Net (loss)	\$ (475)	(270,683)
Adjustments to reconcile net income to cash used in operating activities:		
Changes in assets and liabilities		
Decrease in other assets	2,000	14,163
Increase in related party advances	<u>-</u>	<u>353,387</u>
Net cash (used in) operating activities	<u>1,525</u>	<u>96,867</u>
Net increase in cash	1,525	96,867
Cash and cash equivalents - beginning of the year	<u>-</u>	<u>-</u>
Cash and cash equivalents - end of the year	<u>\$ 1,525</u>	<u>\$ 96,867</u>
<b>Supplemental disclosure of cash flow information:</b>		
Cash paid during the year for :		
Interest	<u>-</u>	<u>-</u>
Taxes	<u>-</u>	<u>-</u>

*The accompanying notes are an integral part of this statement.*

**CENTRUM CAPITAL HOLDINGS LLC and SUBSIDIARY**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Note 1 - Nature of Business**

Centrum Capital Holdings LLC, a Limited Liability Company, ("Parent") a wholly owned subsidiary of Centrum Capital Limited, an Indian financial services company listed on the Bombay Stock Exchange, is the 99% owner of Central Securities LLC ("Centrum").

Centrum provided marketing, research and corporate finance services to institutional investors in the United States investing in securities of companies principally headquartered in India. Centrum was registered with the Securities and Exchange Commission (SEC) as a broker-dealer and was a member of the Financial Industry Regulatory Authority (FINRA).

On July 22, 2012 The Company withdrew its registrations and except for the settlement of obligations ceased operations.

The remaining employee of the Company whose responsibility was to wind up operations, withdrew \$31,542 (1,890,659 INR) for which no authorization was given. In the year ended June 30, 2015 \$2,000 of such funds were repaid to the Company. The Company is attempting to recover the remainder of such funds.

The settlement of the customer securities transactions is facilitated by Centrum Broking Private Limited (Affiliate), an affiliate of the Parent, in India for securities traded in the Indian stock markets. Accordingly, Centrum operated under the exemptive provisions of Rule 15c3-3(k)(2)(i) of the Securities Exchange Act of 1934, and it was also subject to SEC Rule 15c3-1, the Uniform Net Capital Rule.

The consolidated financial statements include the accounts of the Parent and its 99% owned subsidiary, Centrum (collectively the "Company"), after elimination of all material intercompany accounts, transactions, and profits.

**Note 2 - Summary of Significant Accounting Policies**

**a) *Revenue Recognition***

Centrum provided marketing and research services to facilitate securities transactions. Fees for these services were recognized quarterly. Interest and dividend revenues are earned from the underlying financial instruments owned.

**b) *Income Taxes***

Income taxes are not payable by, or provided for, the Company. Members are taxed individually on their share of Company earnings for federal and state income tax purposes. The accompanying financial statements have been adjusted to provide for unincorporated business tax based upon Company income, if applicable.



**CENTRUM CAPITAL HOLDINGS LLC and SUBSIDIARY**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Note 2 - Summary of Significant Accounting Policies (continued)**

*c) Cash and Cash Equivalents*

The Company considers demand deposited money market funds to be cash equivalents. The Company maintains cash in bank accounts which, at times, may exceed federally insured limits or where no insurance is provided. The Company has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on cash and cash equivalents.

*d) Use of Estimates*

The preparation of financial statements in conformity with U. S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities as of June 30, 2015, and the reported amounts of revenues and expenses during the year then ended. Management believes that the estimates utilized in preparing its financial statements are reasonable and prudent. Actual results could differ from those estimates.

*e) Foreign Currency*

The Company accounts for foreign currency translation in accordance with Statement of Financial Accounting Standards No. 52, "Foreign Currency Translation". Asset and liability accounts are translated at the exchange rate in effect at year-end, and income accounts are translated at the month end exchange rates. The U.S. dollar is considered the functional currency.

*g) Subsequent Events*

The Company has evaluated events and transactions that occurred between June 30, 2014 and August 20, 2015, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements.

**Note 3- Related Party Transactions**

The Company provided marketing and research services to facilitate sales of Indian securities through the Affiliate (Note 1). Fees for such services were determined quarterly. The Company ceased operations on July 22, 2012 and for the year ended June 30, 2015, there were no such revenues. The Affiliate is paying the accounting fees of the Company.