

Disclaimer

The unaudited standalone financial results for the quarter and nine months ended December 31, 2016 have been published in compliance with the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporation) Regulations, 2012. Potential investors should not rely on such results for making any investment decision.

National Stock Exchange of India Limited is proposing, subject to receipt of requisite approvals, market conditions and other considerations, an initial public offer of its equity shares and has filed a draft red herring prospectus dated December 28, 2016 ("DRHP") with Securities and Exchange Board of India ("SEBI"). The DRHP is available on the website of SEBI as well as on website of the Managers, Citigroup Global Markets India Private Limited at <http://www.online.citibank.co.in/rhtm/citigroupglobalscreen1.htm>, JM Financial Institutional Securities Limited at www.jmfi.com, Kotak Mahindra Capital Company Limited at <http://www.investmentbank.kotak.com>, Morgan Stanley India Company Private Limited at <http://www.morganstanley.com/about-us/global-offices/india/>, HDFC Bank Limited at www.hdfcbank.com, ICICI Securities Limited at www.icicisecurities.com, IDFC Bank Limited at www.idfcbank.com and IIFL Holdings Limited at www.iiflcap.com. Potential investors should note that investment in equity shares involves a high degree of risk and for details relating to such risk, see "Risk Factors" beginning on page 19 of the DRHP. Potential investors should not rely on the DRHP filed with SEBI for making any investment decision.

Any securities referred to herein have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "Securities Act"), and may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. There is no intention to register any securities referred to herein in the United States or to make a public offering of the securities in the United States.



NATIONAL SECURITIES CLEARING CORPORATION LIMITED

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016

(Rs. in lacs)

Sr. No.	PARTICULARS	Quarter ended			Nine months ended		Year ended
		Dec 31, 2016	Sept. 30, 2016	Dec 31, 2015	Dec 31, 2016	Dec 31, 2015	March 31, 2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Revenue from operations						
	Income from operations	2,485	2,558	2,169	7,478	7,469	9,985
	Other operating revenues	3,574	4,732	4,350	11,985	13,720	17,739
	Total Income from operations	6,059	7,290	6,519	19,463	21,189	27,724
2	Expenditure						
(a)	Employee benefits expenses	289	514	341	1,243	1,001	1,300
(b)	Other expenses	4,593	1,911	1,508	8,369	4,756	6,390
(c)	Depreciation and amortisation expenses	71	75	55	215	143	230
	Total Expenses	4,953	2,500	1,904	9,827	5,900	7,920
3	Profit from Operations before other income, finance costs and exceptional items (1-2)	1,106	4,790	4,615	9,636	15,289	19,804
4	Other income	1,432	2,246	1,044	5,735	4,550	6,574
5	Profit before Tax (3+4)	2,538	7,036	5,659	15,371	19,839	26,378
6	Tax expenses	839	2,103	1,974	5,379	6,873	8,997
7	Net profit for the period (5-6)	1,699	4,933	3,685	9,992	12,966	17,381
8	Other comprehensive Income (Net)	(27)	0	(2)	(33)	(8)	(5)
9	Total comprehensive Income (7+8)	1,672	4,933	3,683	9,959	12,958	17,376
12	Paid-up equity share capital (Face value Rs.10 per share)	4,500	4,500	4,500	4,500	4,500	4,500
13	Reserves (excluding Revaluation Reserve)						72,450
14	Earnings per Share (EPS) (before contribution to Core SGF)						
(a)	Basic (Rs.)	3.78*	10.96*	8.19*	22.2*	28.81*	38.62
(b)	Diluted (Rs.)	3.78*	10.96*	8.19*	22.2*	28.81*	38.62
	* Not annualised						

Notes:

- The above unaudited financial results for the for the quarter and nine months ended December 31, 2016 have been reviewed by the Audit Committee and approved by the Board of Directors on January 31, 2017.
- The Statutory Auditors have carried out a limited review of the financial information for the quarter and nine months ended December 31, 2016. Figures for the quarter ended December 31,2015 , nine months ended December 31 ,2015 and March 31,2016 prepared as per IGAAP (previously reported) have been restated as required in terms of Indian Accounting Standards (Ind As) for the purpose of these results and have also been reviewed by Statutory Auditor
- The Company has adopted Indian accounting standard ("Ind As") from April 1 .2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under section 133 of companies Act .2013 and the other accounting principles generally accepted in India .Financial results for all periods presented have been prepared in accordance with the recognition and measurement principal of Ind AS 34.
- During the period, dues amounting to Rs.24.10 crs. (Previous period Rs.72.38 crs.) pertaining to a defaulter member, after netting off available deposits and collaterals in the form of securities available with the company have been written off as bad debts, the same had earlier been appropriated from the amount of Rs. 527.20 crs. received as contribution to the Settlement Guarantee Fund from National Stock Exchange of India Limited under the Securities Contracts (Regulations) (SECC) Regulations, 2013 and as per circular CIR/CFD/FAC/62/2016 dated May 05,2016. Further the above mentioned amount has been transferred to Core Settlement guarantee Fund (Core SGF)
- Securities and Exchange Board of India, vide circular CIR/MRD/DRMNP/25/2014 dated August 27, 2014, interlia, has issued norms related to the computation and contribution to the Core Settlement Guarantee Fund by the Clearing Corporation (minimum 50%), Stock Exchange (minimum 25%) and members (maximum 25%). Further SEBI vide circular CIR/CFD/FAC/62/2016 dated May 05,2016 advised Stock Exchange to transfer 25% of its annual profits to Core SGF, accordingly total Core SGF as on December 31, 2016 is Rs.1627.08 crs comprising of Rs.525 Crs. contributed towards the Core Settlement Guarantee Fund (Core SGF) by NSCCL, an amount of Rs.263 Crs. received from NSE towards Core SGF, members contribution to Core SGF amounting to Rs.260 Crs. is utilised out of the amount received from NSE towards 25% of its annual profits upto March 2015 and the balance amount of 25% of Exchange profits amounting to Rs. 258.20 crs. is credited to Core SGF. In addition to the above Fines & penalties collected by NSCCL amounting to Rs.179.58 Crs. and an amount of Rs.141.31 Crs. being Income from investments of Core SGF funds have been credited to Core SGF.
- As the Company's operations comprise of only facilitating Clearing & Settlement in securities and the activities incidental thereto within India, the disclosures required in terms of Indian Accounting Standard (Ind AS) 108 - "Operating segment " notified under Companies (Accounting Standards) Rules 2015 (as amended) are not applicable.
- Reconciliation between Financial results , as previously reported under Indian GAAP and Ind AS for Quarter ended/ nine months /year presented are as under :

Income reconciliations	(Rs. in lacs)		
	For the Quarter ended December 31, 2015	For the Nine Months ended December 31, 2015	For the year ended March 31 ,2016
	Net income under Indian GAAP	3,589	12,759
Actuarial (Gain)/loss on employee defined Benefit plans recognised in Other comprehensive income	4	12	8
Change in amortisation of investments on account of Effective Interest Rate method	5	6	5
Effect of measuring investments at fair value through profit and loss	136	298	1,194
Tax adjustments	(49)	(109)	(415)
Profit for the period under Ind AS	3,685	12,966	17,381
Other comprehensive income	(2)	(8)	(5)
Total comprehensive income under Ind AS	3,683	12,958	17,376

- Previous period / years figures are regrouped, reclassified and rearranged wherever necessary.

For and on behalf of Board of Directors
NATIONAL SECURITIES CLEARING CORPORATION LIMITED

Place : Mumbai
Date : 31-Jan-17



T VENKATA RAO
Managing Director