

## **Disclaimer**

The audited financial results for the quarter and year ended March 31, 2018 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](http://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](http://www.hdfcbank.com), ICICI Securities Limited at [www.icicisecurities.com](http://www.icicisecurities.com), IDFC Bank Limited at [www.idfcbank.com](http://www.idfcbank.com) and IIFL Holdings Limited at [www.iiflcap.com](http://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.



STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

(Rs. In Crores)

| Sr. No. | PARTICULARS   | Quarter ended  | Quarter ended     | Quarter ended  | Year ended     | Year ended     |
|---------|---|----------------|-------------------|----------------|----------------|----------------|
|         |   | March 31, 2018 | December 31, 2017 | March 31, 2017 | March 31, 2018 | March 31, 2017 |
|         |   | Unaudited      | Unaudited         | Unaudited      | Audited        | Audited        |
| 1       | <b>Income</b>   |                |                   |                |                |                |
|         | Revenue from operations   |                |                   |                |                |                |
|         | a) Income from Operations   | 33.94          | 31.05             | 26.53          | 122.49         | 101.31         |
|         | b) Other Operating Revenues   | 47.53          | 51.49             | 45.86          | 190.19         | 165.79         |
|         | Other income  | 14.75          | 13.95             | 28.06          | 59.87          | 85.33          |
|         | <b>Total Income</b>   | <b>96.22</b>   | <b>96.49</b>      | <b>100.45</b>  | <b>372.55</b>  | <b>352.43</b>  |
| 2       | <b>Expenditure</b>  |                |                   |                |                |                |
|         | (a) Employee benefits expenses  | 4.35           | 3.61              | 3.87           | 17.22          | 16.30          |
|         | (b) Depreciation and amortisation expenses  | 0.88           | 0.91              | 0.56           | 3.37           | 2.71           |
|         | (c) Space & Infrastructure Usage Charges  | 5.52           | 5.36              | 5.17           | 20.68          | 19.90          |
|         | (d) Repairs & Maintenance expenses  | 7.78           | 6.18              | 3.25           | 29.01          | 18.17          |
|         | (e) Other expenses  | 21.61          | 9.87              | 13.22          | 50.95          | 43.15          |
|         | (f) Bad debts written off   | -              | -                 | -              | -              | 24.10          |
|         | <b>Total Expenses</b>   | <b>40.14</b>   | <b>25.93</b>      | <b>26.07</b>   | <b>121.23</b>  | <b>124.33</b>  |
| 3       | <b>Profit before Tax (1- 2)</b>   | <b>56.08</b>   | <b>70.56</b>      | <b>74.38</b>   | <b>251.32</b>  | <b>228.10</b>  |
| 4       | Less : Tax expenses   |                |                   |                |                |                |
|         | Current tax   | 20.24          | 23.59             | 21.31          | 87.03          | 79.91          |
|         | Tax for earlier year  | -              | -                 | 0.48           | -              | 0.48           |
|         | Deferred tax  | 5.14           | 0.03              | (0.33)         | 5.46           | (5.13)         |
|         | <b>Total tax expenses</b>   | <b>25.38</b>   | <b>23.62</b>      | <b>21.46</b>   | <b>92.49</b>   | <b>75.26</b>   |
| 5       | <b>Profit for the period (3-4)</b>  | <b>30.70</b>   | <b>46.94</b>      | <b>52.92</b>   | <b>158.83</b>  | <b>152.84</b>  |
| 6       | <b>Other comprehensive Income (Net)</b>   |                |                   |                |                |                |
|         | <i>Items that will not be reclassified to profit or loss</i>                        |                |                   |                |                |                |
|         | Remeasurements of post-employment benefit obligations                               | (0.12)         | 0.05              | (0.10)         | (0.35)         | (0.61)         |
|         | <i>Income tax relating to items that will not be reclassified to profit or loss</i> |                |                   |                |                |                |
|         | Tax Remeasurements of post-employment benefit obligations                           | 0.04           | (0.02)            | 0.03           | 0.12           | 0.21           |
|         | <b>Total Other Comprehensive Income for the period</b>                              | <b>(0.08)</b>  | <b>0.03</b>       | <b>(0.07)</b>  | <b>(0.23)</b>  | <b>(0.40)</b>  |
| 7       | <b>Total comprehensive Income for the period (5+6)</b>                              | <b>30.62</b>   | <b>46.97</b>      | <b>52.85</b>   | <b>158.60</b>  | <b>152.44</b>  |
| 8       | <b>Paid-up equity share capital (Face value `10 per share)</b>                      | <b>45.00</b>   | <b>45.00</b>      | <b>45.00</b>   | <b>45.00</b>   | <b>45.00</b>   |
| 9       | Reserves (excluding Revaluation Reserve)  |                |                   |                | 576.25         | 662.84         |
| 10      | Earnings per Share (EPS) ( before contribution to Core SGF )                        |                |                   |                |                |                |
|         | (a) Basic (Rs.)   | 6.82*          | 10.43*            | 11.76*         | 35.30          | 33.97          |
|         | (b) Diluted (Rs.)   | 6.82*          | 10.43*            | 11.76*         | 35.30          | 33.97          |
|         | * Not annualised  |                |                   |                |                |                |

(Rs. In Crores)

| Statement of Asset and Liabilities |  |                 |                  |
|------------------------------------|--|-----------------|------------------|
| Sr. No.                            | Particulars  | As at           | As at            |
|                                    |  | 31.03.2018      | 31.03.2017       |
|                                    |  | Audited         | Audited          |
| <b>I</b>                           | <b>ASSETS</b>                                      |                 |                  |
| <b>1</b>                           | <b>Non-current assets</b>                          |                 |                  |
| a                                  | Property, Plant and Equipments                     | 4.28            | 3.40             |
| b                                  | Capital work-on-progress                           | 4.15            | 2.84             |
| c                                  | Other Intangible Assets                            | 4.42            | 2.01             |
| d                                  | Intangible assets under development                | 3.30            | 4.23             |
| e                                  | Financial assets                                   |                 |                  |
| i                                  | Investments  | 70.00           | 50.00            |
| ii                                 | Non current Bank balances                          | 182.74          | 409.35           |
| iii                                | Other Financial assets                             | 14.11           | 50.48            |
| f                                  | Income tax assets (net)                            | 20.19           | 12.37            |
| g                                  | Other Non -current assets                          | 0.06            | 0.15             |
|                                    |  | 303.26          | 534.84           |
| <b>2</b>                           | <b>Investments -Core SGF</b>                       | 2,414.32        | 1,684.95         |
| <b>3</b>                           | <b>Current assets</b>                              |                 |                  |
| a                                  | Financial Assets                                   |                 |                  |
| i                                  | Investments  | 327.05          | 247.14           |
| ii                                 | Trade receivable                                   | 18.35           | 7.38             |
| iii                                | Cash and Cash equivalents                          | 5,793.86        | 7,684.21         |
| iv                                 | Bank balances other than cash and cash equivalents | 566.03          | 529.66           |
| v                                  | Other Financial assets                             | 61.39           | 38.40            |
| b                                  | Other current assets                               | 7.31            | 13.11            |
|                                    |  | 6,773.99        | 8,519.91         |
|                                    | <b>TOTAL ASSETS</b>                                | <b>9,491.56</b> | <b>10,739.69</b> |
| <b>II</b>                          | <b>EQUITY AND LIABILITIES</b>                      |                 |                  |
| <b>1</b>                           | <b>Equity</b>                                      |                 |                  |
| a                                  | Equity Share capital                               | 45.00           | 45.00            |
| b                                  | Other Equity                                       | 576.25          | 662.84           |
|                                    |  | 621.25          | 707.84           |
| <b>2</b>                           | <b>Core Settlement Guarantee Fund (Core SGF )</b>  | 2,414.32        | 1,684.95         |
| <b>3</b>                           | <b>Non-current liabilities</b>                     |                 |                  |
| a                                  | Provisions   | 4.86            | 1.99             |
| b                                  | Deferred tax liabilities (Net)                     | 6.04            | 0.70             |
|                                    |  | 10.90           | 2.69             |
| <b>4</b>                           | <b>Current liabilities</b>                         |                 |                  |
| a                                  | Financial Liabilities                              |                 |                  |
| i                                  | Deposits (Unsecured)                               | 768.14          | 687.60           |
| ii                                 | Trade payable                                      | 10.78           | 36.19            |
| iii                                | Other financial liabilities                        | 5,561.29        | 7,526.80         |
| b                                  | Provisions   | 6.12            | 2.79             |
| c                                  | Current Tax Liabilities (Net)                      | 79.91           | 77.02            |
| d                                  | Other current liabilities                          | 18.85           | 13.81            |
|                                    |  | 6,445.09        | 8,344.21         |
|                                    | <b>TOTAL EQUITY AND LIABILITIES</b>                | <b>9,491.56</b> | <b>10,739.69</b> |

**Notes:**

- 1 The above audited financial results for the year ended March 31, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on April, 27 2018
- 2 For the purpose of above financial information, the Company has followed the same accounting policies as those that have been followed for the financial statements for the year ended March 31, 2017.
- 3 The Board of Directors have recommended a dividend of 80% (Rs. 8.00 /- per equity shares of Rs.10/- each).
- 4 Securities and Exchange Board of India, vide circular CIR/MRD/DRMNP/25/2014 dated August 27, 2014, interalia, has issued norms related to the computation and Minimum Required Contribution (MRC) 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 March 31, 2018 is Rs.2,414.32 crores comprising of: a) Rs.717 crore contributed by NSCCL by appropriating reserves / profits b) Rs.359 crore received from NSE towards Core SGF. c) Member's contribution to Core SGF amounting to Rs. 356 crore is utilised out of the amount received from NSE towards 25% of its annual profits upto August 2015 d) The balance amount of 25% of Exchange profits amounting to Rs. 350.59 crore is credited to Core SGF e) Rs.31 crores ,Rs15 ,crores and Rs16, crores adjusted towards incremental requirement of Minimum Required Corpus (MRC) from the interest accrual on the cash contribution by NSCCL, NSE and NSE's Contribution on behalf of members respectively. In addition to the above, Fines & penalties collected by NSCCL amounting to Rs.302.68 crore and an amount of Rs267.05 crore (Net off Rs.62 crores adjusted towards incremental requirement of Minimum Required Corpus (MRC) as per SEBI letter reference no. SEBI/HO/MRD/DRMNP/OW/P/2018/4559/1 dated February 12, 2018 ) being Income from investments of Core SGF funds have been credited to Core SGF. NSCCL's own contribution to Core SGF for the quarter and year ended March 31, 2018 amounting to Rs. Nil and Rs.192 crore, respectively, (for the quarter ended December 31, 2017 Rs. 48 crore, for the quarter and year ended March 31, 2017 Rs. Nil and Rs. 37.12 crore) have been appropriated out of profits.
- 5 Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director of the Company. The Company operates only in one Business Segment i.e. facilitating Clearing & Settlement in securities and the activities incidental thereto within India, hence does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".
- 6 The figures of last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective year
- 7 Previous period / years figures are regrouped, reclassified and rearranged wherever necessary.

Place : Mumbai  
Date : April 27, 2018



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

VIKRAM KOTHARI  
Managing Director  
[ DIN :07898773 ]