

## Disclaimer

The audited financial results for the quarter and half year ended September 30, 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.

Sr. No.	PARTICULARS	Quarter ended	Quarter ended	Quarter ended	Half year ended	Half year ended	Year ended
		September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017	March 31, 2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income</b>						
	Revenue from operations						
	a) Income from Operations	34.95	33.36	29.80	68.31	57.50	122.49
	b) Other Operating Revenues	45.36	46.31	44.86	91.67	91.17	190.19
	Other income	14.03	14.23	14.64	28.26	31.17	59.87
	<b>Total Income</b>	<b>94.34</b>	<b>93.90</b>	<b>89.30</b>	<b>188.24</b>	<b>179.84</b>	<b>372.55</b>
2	<b>Expenditure</b>						
	(a) Employee benefits expenses	6.82	5.57	4.39	12.39	9.26	17.22
	(b) Depreciation and amortisation expenses	1.03	0.96	0.96	1.99	1.58	3.37
	(c) Space & Infrastructure Usage Charges	6.24	5.38	5.12	11.62	9.80	20.68
	(d) Repairs & Maintenance expenses	7.72	6.28	6.16	14.00	15.05	29.01
	(e) Other expenses	6.42	6.92	10.52	13.34	19.47	50.95
	<b>Total Expenses</b>	<b>28.23</b>	<b>25.11</b>	<b>27.15</b>	<b>53.34</b>	<b>55.16</b>	<b>121.23</b>
3	<b>Profit before Tax (1- 2)</b>	<b>66.11</b>	<b>68.79</b>	<b>62.15</b>	<b>134.90</b>	<b>124.68</b>	<b>251.32</b>
4	Less : Tax expenses						
	Current tax	23.16	24.79	22.42	47.95	43.20	87.03
	Deferred tax	(0.02)	(0.70)	(0.64)	(0.72)	0.29	5.46
	<b>Total tax expenses</b>	<b>23.14</b>	<b>24.09</b>	<b>21.78</b>	<b>47.23</b>	<b>43.49</b>	<b>92.49</b>
5	<b>Profit for the period (3-4 )</b>	<b>42.97</b>	<b>44.70</b>	<b>40.37</b>	<b>87.67</b>	<b>81.19</b>	<b>158.83</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	0.04	(0.31)	(0.06)	(0.27)	(0.28)	(0.35)
	<i>Income tax relating to items that will not be reclassified to profit or loss</i>						
	Tax Remeasurements of post-employment benefit obligations	(0.02)	0.11	0.03	0.09	0.10	0.12
	<b>Total Other Comprehensive Income for the period</b>	<b>0.02</b>	<b>(0.20)</b>	<b>(0.03)</b>	<b>(0.18)</b>	<b>(0.18)</b>	<b>(0.23)</b>
7	<b>Total comprehensive Income for the period (5+6)</b>	<b>42.99</b>	<b>44.50</b>	<b>40.34</b>	<b>87.49</b>	<b>81.01</b>	<b>158.60</b>
8	<b>Paid-up equity share capital (Face value Rs. 10 per share)</b>	<b>45.00</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
10	Earnings per Share (EPS) ( before contribution to Core SGF )						
	(a) Basic (Rs.)	9.55*	9.93*	8.97*	19.48*	18.04*	35.30
	(b) Diluted (Rs.)	9.55*	9.93*	8.97*	19.48*	18.04*	35.30
	* Not annualised						

Statement of Asset and Liabilities			
Sr. No.	Particulars	As at	As at
		30.09.2018	31.03.2018
		Unaudited	Audited
<b>I</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
a	Property, Plant and Equipments	3.49	4.28
b	Capital work-on-progress	3.31	4.15
c	Other Intangible Assets	4.44	4.42
d	Intangible assets under development	48.24	3.30
e	Financial assets		
i	Investments	70.00	70.00
ii	Non-current bank balances	37.26	182.74
iii	Other Financial assets	3.89	14.11
f	Income tax assets (net)	26.36	20.19
g	Other Non-current assets	0.07	0.06
		197.06	303.26
<b>2</b>	<b>Investments -Core SGF</b>	2,590.50	2,414.32
<b>3</b>	<b>Investment earmarked towards SGF - Commodity derivatives</b>	250.00	-
<b>4</b>	<b>Current assets</b>		
a	Financial Assets		
i	Investments	334.43	327.05
ii	Trade and other receivables	11.89	18.35
iii	Cash and Cash equivalents	4,880.35	5,793.87
iv	Bank balances other than cash and cash equivalents	410.84	566.03
v	Other Financial assets	84.86	61.38
b	Other current assets	8.28	7.31
		5,730.65	6,773.99
	<b>TOTAL ASSETS</b>	<b>8,768.21</b>	<b>9,491.56</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	362.24	576.25
		407.24	621.25
<b>2</b>	<b>Core Settlement Guarantee Fund (Core SGF )</b>	2,590.50	2,414.32
<b>3</b>	<b>Settlement Guarantee Fund (SGF)- Commodity derivatives</b>	250.00	-
<b>4</b>	<b>Non-current liabilities</b>		
a	Provisions	5.28	4.86
b	Deferred tax liabilities (Net)	5.23	6.04
		10.51	10.90
<b>5</b>	<b>Current liabilities</b>		
a	Financial Liabilities		
i	Deposits (Unsecured)	768.43	768.14
ii	Trade payable	11.30	10.78
iii	Other financial liabilities	4,609.58	5,561.29
b	Provisions	5.21	6.12
c	Income tax liabilities (net)	96.55	79.91
d	Other current liabilities	18.89	18.85
		5,509.96	6,445.09
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8,768.21</b>	<b>9,491.56</b>

**Notes:**

1. The above unaudited financial results for the quarter and half year ended September 30, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on October 30, 2018.
2. The Statutory Auditors have carried out a review of the financial results for the quarter and half year ended September 30, 2018.
3. 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, 2018.
4. 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 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 Sep 30, 2018 is Rs.2590.50 crores comprising of: a) Rs.729.46 crores contributed by NCL by appropriating reserves / profits b) Rs.371.15 crores received from NSE towards Core SGF. c) Member's contribution to Core SGF amounting to Rs. 361.93 crores 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. 332.51 crores is credited to Core SGF e) Rs.60.04 crores ,Rs.28.35 ,crores and Rs.26.07, crores adjusted towards incremental requirement of Minimum Required Corpus (MRC) from the interest accrual on the cash contribution by NCL, NSE and NSE's Contribution on behalf of members respectively. In addition to the above, Fines & penalties collected by NCL amounting to Rs.382.36 crores and an amount of Rs 298.63 crores being Income from investments of Core SGF funds have been credited to Core SGF.  
NCL's own contribution to Core SGF for the quarter and half year ended September 30, 2018 amounting to Rs. Nil and Rs. 12.46 crores respectively, ( for the quarter ended June 2018 Rs. 12.46 crores, for the quarter and half year ended Sep 30 2017 Rs. 121 crores and 144 crores respectively, and for the year ended March 31, 2018 Rs. 192 crores) have been appropriated out of profits.
5. During the quarter the Company has received approval from SEBI to start clearing & settlement activities in Commodity Derivatives. As required by SEBI an amount of Rs.250 Crs. has been earmarked towards a separate fund to augment Settlement Guarantee Fund for Commodity Derivatives by way of appropriation from General Reserves. Further, the company has also earmarked investments amounting to Rs. 250 crs. towards the same. The operations in Commodity Derivatives commenced w.e.f. October 12, 2018.
6. 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".
7. Effective April 1, 2018, the Company has adopted Ind As 115 "Revenue from Contracts with customers" using the modified retrospective transition approach, which is applied to the contracts that were not completed as of April 1, 2018. The adoption of this standard did not have a material impact on the financial results for the quarter and half year ended September 30, 2018.
8. Pursuant to the application made by the Company with the Registrar of Companies, Maharashtra and subsequent approval thereof by the Registrar of Companies Maharashtra, the name of the Company has been changed from "National Securities Clearing Corporation Limited" to "NSE CLEARING LIMITED" w.e.f. August 01, 2018.
9. Previous period / years figures are regrouped, reclassified and rearranged wherever necessary.

Place : Mumbai  
Date : October 30, 2018.



*May prosperity always bloom*

For and on behalf of Board of Directors  
NSE CLEARING LIMITED

VIKRAM KOTHARI  
Managing Director  
[ DIN :07898773 ]