

NATIONAL SECURITIES DEPOSITORY LIMITED
Financial Results for the quarter and year ended 31st March, 2017

(₹ in lakh)

Sr. No.	Particulars	Quarter ended 31.3.2017	Quarter ended 31.12.2016	Quarter ended 31.3.2016	Year ended 31.3.2017	Year ended 31.3.2016	Year ended 31.3.2017	Year ended 31.3.2016
		Standalone	Standalone	Standalone	Standalone	Standalone	Consolidated	Consolidated
		Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited
1.	Income from Operations							
	a. Revenue from operations	4,765.05	4,417.93	3,383.36	19,617.09	13,417.10	24,831.28	18,118.82
	b. Other operating income	100.38	90.53	83.61	379.45	332.61	379.45	332.61
	c. Total income from operations (a + b)	4,865.43	4,508.46	3,466.97	19,996.54	13,749.71	25,210.73	18,451.43
2.	Expenses							
	a. Employee benefits expense	802.78	848.34	749.88	3,205.19	2,870.52	3,867.94	3,496.32
	b. Repairs and maintenance	505.38	554.94	505.21	2,222.94	2,035.84	2,264.76	2,078.39
	c. Communication expenses	245.62	251.80	138.85	1,568.36	428.86	1,598.89	458.55
	d. System support charges	-	-	-	-	-	1,439.56	1,418.63
	e. Depreciation and amortisation expense	57.41	57.54	61.00	241.54	252.23	347.58	351.21
	f. Other expenses	952.71	669.11	733.07	3,327.14	2,260.52	4,998.91	3,380.75
	g. Contribution to Investor Protection Fund (refer note 4)	125.64	396.05	63.14	760.47	290.95	760.47	290.95
	h. Total expenses	2,689.54	2,777.78	2,251.15	11,325.64	8,138.92	15,278.11	11,474.80
3.	Profit/ (loss) from operations before other income and taxes (1 - 2)	2,175.89	1,730.68	1,215.82	8,670.90	5,610.79	9,932.62	6,976.63
4.	Other income	910.69	845.64	733.15	3,655.80	3,222.09	4,310.14	3,810.80
5.	Profit before exceptional item (3+4)	3,086.58	2,576.32	1,948.97	12,326.70	8,832.88	14,242.76	10,787.43
6.	Exceptional item (refer note 2)	-	-	3,130.28	-	3,130.28	-	3,130.28
7.	Profit before tax (5 + 6)	3,086.58	2,576.32	5,079.25	12,326.70	11,963.16	14,242.76	13,917.71
8.	Tax expenses	960.22	806.35	944.70	3,612.14	3,596.61	4,244.62	4,176.79
9.	Net Profit/ (Loss) after tax (7 + 8)	2,126.36	1,769.97	4,134.55	8,714.56	8,366.55	9,998.14	9,740.92
10.	Other Comprehensive Income (net of tax)	36.06	(15.37)	4.21	(96.61)	16.84	(108.19)	30.55
11.	Total Comprehensive Income (9 + 10)	2,162.42	1,754.60	4,138.76	8,617.95	8,383.39	9,889.95	9,771.47
12.	Paid-up equity share capital (Face value ₹10/- each)	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00
13.	Reserves excluding revaluation reserves	-	-	-	47,034.51	39,620.13	51,017.62	42,331.24
14.	Basic and Diluted Earnings per share (₹) (*not annualised)	*5.32	*4.42	*10.34	21.79	20.92	25.00	24.35

NOTES :-

- Figures of the previous year have been regrouped wherever necessary. The figures for the quarter ended 31st March are the balancing figures between audited figures in respect of the full financial year and figures for the period ended 31st December.
- As per Regulation 9A (7) inserted by SEBI (Depositories and Participants) (Amendment) Regulations, 2012 dated 11th September, 2012, the Company is required to comply with the disclosure requirements and corporate governance norms as specified for listed companies. Accordingly, the financial results for the quarter and Year ended 31st March, 2017 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 8th May, 2017. The Statutory Auditors of the Company have conducted a Audit of the financial results for the quarter and year ended 31st March 2017.

- 3) The Company adopted Indian Accounting Standards ("Ind AS") from 1st April, 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 the Companies Act, 2013 read with the relevant Rules issued thereunder and the other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.
- 4) The Securities Exchange Board of India (SEBI) has issued SEBI (Depositories and Participants (Amendment) Regulations, 2012 ("the Regulations") on 11th September, 2012. According to these Regulations, depositories are required to establish and maintain an Investor Protection Fund (IPF) for the protection of interest of beneficial owners and every depository were required to credit twenty five per cent of its profits every year to the Investor Protection Fund. Accordingly, the Company had credited a total sum of `3,668.12 lakh from FY 2012-13 to FY 2014-15 to the IPF as at March 31, 2015. SEBI vide its notification dated 21st January, 2016 has retrospectively amended the Regulations wherein every depository is required to credit 5% of its profit from depository operations as Contribution to Investor Protection Fund as against 25% of profit specified in the Regulation dated 11th September, 2012. Accordingly, `3,130.28 lakh was written back in the year ended 31st March, 2016 being excess contribution upto 31st March, 2015.
- The contribution to IPF for the year ended 31st March, 2017 works out to `464.78 lakh (previous year `290.95 lakh), being 5% of the profits from depository operations of the Company before tax for the year available after making such contribution. In addition, the Company has transferred penalties of `304.89 lakh recovered from DP's to the NSDL IPF Trust.
- Further, SEBI vide its Circular dated 7th June, 2016 issued guidelines for utilization of IPF. The guidelines require administration of IPF by creation of a trust administered by Depository. As required by the Guidelines, the Company created irrevocable Trust 'National Securities Depository Limited Investor Protection Fund Trust' (NSDL IPF Trust). The Company transferred `1,133.68 lakh to NSDL IPF Trust.
- 5) The Board of Directors recommended dividend of ` 2.50 per share (25%) for the year ended 31st March 2017 subject to the approval of members at the Annual General Meeting.
- 6) The Group has identified business segments as its primary segment. Business segments are primarily Depository segment and Database management services segment. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable. Since the operations of the segments are in India no geographical segments have been identified.

CONSOLIDATED SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

For the year ended 31st March, 2017	For the year ended 31st March, 2017	For the year ended 31st March, 2016
Particulars	(₹ in Lakh)	(₹ in Lakh)
Segment revenue		
Depository	19,996.54	13,749.71
Database management services	5,214.19	4,701.72
Total	25,210.73	18,451.43
Less: Inter segment revenue	-	-
Total revenue	25,210.73	18,451.43
Segment results		
Depository	9,466.40	5,636.54
Database management services	1,672.50	1,315.57
Total	11,138.90	6,952.11
Add: Other unallocable income net of unallocable expense	(238.04)	897.43
Operating profit	10,900.86	7,849.54
Add: Interest income	3,341.90	2,937.89
Add: Exceptional Items		3,130.28
Profit before tax	14,242.76	13,917.71
Capital Employed		
Depository	5,484.76	(2,924.20)
Database management services	559.56	(727.66)
Payment Bank	695.29	-
Unallocated	48,278.01	49,983.10
Total	55,017.62	46,331.24

STATEMENT OF ASSETS AND LIABILITIES

Particulars	Standalone as at 31st March, 2017		Standalone as at 31st March, 2016		Consolidated as at 31st March, 2017		Consolidated as at 31st March, 2016	
	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)
ASSETS								
I. ASSETS								
Non Current Assets								
a) Property, plant and equipment	1,109.50		1,084.66		1,281.79		1,289.95	
b) Capital work-in-progress	-		-		843.84		49.40	
c) Other intangible assets	144.71	1,254.21	127.50	1,212.16	213.41	2,339.04	247.05	1,586.40
d) Financial assets								
i) Investments	44,385.49		37,852.81		37,549.39		36,958.56	
ii) Other financial assets	458.62		51.11		691.32		268.06	
e) Deferred tax asset	315.13		476.80		315.13		476.80	
f) Income tax assets (Net)	562.35		562.35		634.92		634.92	
g) Other non-current assets	107.57	45,829.16	113.41	39,056.48	336.35	39,527.11	229.99	38,568.33
Current assets								
a) Financial assets								
i) Investments	8,400.07		6,561.00		9,516.56		7,243.27	
ii) Trade receivables	2,684.72		1,924.19		3,246.28		2,287.27	
iii) Cash and cash equivalents	757.89		904.14		10,524.16		2,571.79	
iv) Bank balances other than cash and cash equivalent	392.74		419.00		592.74		2,319.00	
v) Other financial assets	162.52		55.10		57.70		344.12	
b) Other current assets	244.08	12,642.02	1,454.23	11,317.66	282.19	24,219.63	1,496.32	16,261.77
Total		59,725.39		51,586.30		66,085.78		56,416.50
II. EQUITY AND LIABILITIES								
EQUITY								
Shareholders' funds								
Share capital	4,000.00		4,000.00		4,000.00		4,000.00	
Other equity	47,034.51	51,034.51	39,620.13	43,620.13	51,017.62	55,017.62	42,331.24	46,331.24
LIABILITIES								
Non-current liabilities								
a) Financial liabilities								
i) Other long-term liabilities	115.20			72.00	115.20		72.00	
b) Deferred tax liability (Net)	-				35.64		52.26	
c) Other liabilities	-	115.20			14.48	165.32	15.78	140.04
Current liabilities								
a) Financial Liabilities								
i) Trade payables								
a) MSMED	30.96		7.41		86.77		12.72	
b) Other than MSMED	553.71		426.00		1,426.89		1,075.58	
ii) Other financial liabilities	4,741.66		4,858.84		5,008.12		5,106.80	
b) Provisions	1,206.45		828.72		1,312.86		925.36	
c) Current tax liability (Net)	633.51		223.38		722.07		443.98	
d) Other current liabilities	1,409.39	8,575.68	1,549.82	7,894.17	2,346.13	10,902.84	2,380.78	9,945.22
Total		59,725.39		51,586.30		66,085.78		56,416.50

For and on behalf of Board

Sd/-

G V Nageswara Rao
 Managing Director & CEO
 DIN:00799504