

NATIONAL SECURITIES DEPOSITORY LIMITED
Financial Results for the quarter and year ended 31st March, 2014

(₹ in lakh)

| Sr. No. | Particulars | Quarter ended | Quarter ended | Quarter ended | Year ended | Period ended | Year ended | Period ended |
|---------|---|---------------|---------------|---------------|------------|--------------|--------------|--------------|
| | | 31.3.2014 | 31.12.2013 | 31.3.2013 | 31.3.2014 | 31.3.2013 | 31.3.2014 | 31.3.2013 |
| | | Standalone | Standalone | Standalone | Standalone | Standalone | Consolidated | Consolidated |
| | | Unaudited | Unaudited | Unaudited | Audited | Audited | Audited | Audited |
| 1. | Income from Operations | | | | | | | |
| a. | Revenue from operations | 2,686.01 | 2,531.93 | 2,401.22 | 10,170.19 | 9,514.23 | 12,961.48 | 11,922.85 |
| b. | Other operating income | 58.18 | 53.52 | 123.25 | 285.84 | 290.52 | 285.84 | 290.52 |
| c. | Total income from operations (a + b) | 2,744.19 | 2,585.45 | 2,524.47 | 10,456.03 | 9,804.75 | 13,247.32 | 12,213.37 |
| 2. | Expenses | | | | | | | |
| a. | Employee benefits expense | 449.36 | 560.30 | 447.55 | 2,040.69 | 1,882.29 | 2,752.83 | 2,606.10 |
| b. | Repairs and maintenance | 416.98 | 419.45 | 619.56 | 1,751.97 | 1,791.57 | 1,751.97 | 1,791.57 |
| c. | System support charges | - | - | - | - | - | 1,221.46 | 976.46 |
| d. | Depreciation and amortisation expense | 158.10 | 146.69 | 224.00 | 662.28 | 2,165.03 | 779.37 | 2,266.21 |
| f. | Other expenses | 856.13 | 326.71 | 729.69 | 2,065.63 | 1,937.88 | 2,867.14 | 2,648.05 |
| g. | Contribution to Investor Protection Fund | 297.40 | 355.93 | 863.18 | 1,291.21 | 863.18 | 1,291.21 | 863.18 |
| h. | Total expenses | 2,177.97 | 1,809.08 | 2,883.98 | 7,811.78 | 8,639.95 | 10,663.98 | 11,151.57 |
| 3. | Profit/ (loss) from operations before other income and taxes (1 - 2) | 566.22 | 776.37 | (359.51) | 2,644.25 | 1,164.80 | 2,583.34 | 1,061.80 |
| 4. | Other income | 623.40 | 647.40 | 519.39 | 2,520.60 | 2,287.91 | 3,097.42 | 2,896.24 |
| 5 | Profit/ (Loss) from operations before Finance cost (3 + 4) | 1,189.62 | 1,423.77 | 159.88 | 5,164.85 | 3,452.71 | 5,680.76 | 3,958.04 |
| 6 | Finance cost | - | - | - | - | - | 1.92 | 9.25 |
| 7 | Profit/ (Loss) before tax [5-6] | 1,189.62 | 1,423.77 | 159.88 | 5,164.85 | 3,452.71 | 5,678.84 | 3,948.79 |
| 8 | Tax expenses (write back of provision for tax of earlier period ₹280.10 lakh) | 292.54 | 407.47 | 397.68 | 1,169.10 | 1,399.97 | 1,334.80 | 1,560.23 |
| 9 | Net Profit/ (Loss) after tax (7 - 8) | 897.08 | 1,016.30 | (237.80) | 3,995.75 | 2,052.74 | 4,344.04 | 2,388.56 |
| 10 | 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 |
| 11 | Reserves excluding revaluation reserves | - | - | - | 27,516.14 | 24,690.34 | 27,921.25 | 24,747.17 |
| 12 | Basic and Diluted Earnings per share (₹) (*not annualised) | *2.24 | *2.54 | *-0.59 | 9.99 | 5.13 | 10.86 | 5.97 |

NOTES :-

- Figures of the previous periods 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, 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, 2014 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 20th May, 2014.

- 3) Securities and Exchange Board of India (SEBI) has issued SEBI (Depositories and Participants) (Amendment) Regulations, 2012 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 the beneficial owners and every depository is required to credit twenty five percent of its profit to Investor Protection Fund. The norms towards contribution to and the utilisation of IPF are yet to be specified. During the year ended 31st March, 2014 the contribution to IPF works out to ₹1291.21 lakh being 25% of the profits of the Company before tax for year ended 31st March, 2014, available after making such contribution. The contribution to IPF for the quarter and year ended 31st March 2013 was ₹863.18.
- 4) The Board of Directors recommended dividend of ₹2.50 per share (25%) for the year ended 31st March 2014 subject to the approval of members at the Annual General Meeting.
- 5) 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, 2014

| | For the year ended 31st March, 2014 | For the period ended 31st March, 2013 |
|--|--|--|
| Particulars | (₹ in Lakh) | (₹ in Lakh) |
| Segment revenue | | |
| Depository | 10,456.03 | 9,804.75 |
| Database management services | 2,791.29 | 2,408.62 |
| Total | 13,247.32 | 12,213.37 |
| Less: Inter segment revenue | - | - |
| Total revenue | 13,247.32 | 12,213.37 |
| Segment results | | |
| Depository | 2,723.88 | 1,448.08 |
| Database management services | (60.91) | (100.97) |
| Total | 2,662.97 | 1,347.11 |
| Add: Other unallocable income net of unallocable expense | 138.02 | (175.14) |
| Operating profit | 2,800.99 | 1,171.97 |
| Less: Interest expense | (1.92) | (9.25) |
| Add: Interest income | 2,879.77 | 2,786.07 |
| Profit before tax | 5,678.84 | 3,948.79 |
| Capital Employed | | |
| Depository | (5,436.61) | (3,139.96) |
| Database management services | (280.92) | (502.46) |
| Unallocated | 37,638.78 | 32,389.59 |
| Total | 31,921.25 | 28,747.17 |

STATEMENT OF ASSETS AND LIABILITIES

| Particulars | Standalone as at 31st March, 2014 | | Standalone as at 31st March, 2013 | | Consolidated as at 31st March, 2014 | | Consolidated as at 31st March, 2013 | |
|--------------------------------|--------------------------------------|------------------|--------------------------------------|------------------|--|------------------|--|------------------|
| | (₹ in Lakh) | (₹ in Lakh) | (₹ in Lakh) | (₹ in Lakh) | (₹ in Lakh) | (₹ in Lakh) | (₹ in Lakh) | (₹ in Lakh) |
| EQUITY AND LIABILITIES | | | | | | | | |
| Shareholders' funds | | | | | | | | |
| Share capital | 4,000.00 | | 4,000.00 | | 4,000.00 | | 4,000.00 | |
| Reserves and surplus | 27,516.14 | 31,516.14 | 24,690.34 | 28,690.34 | 27,921.25 | 31,921.25 | 24,747.17 | 28,747.17 |
| Non-current liabilities | | | | | | | | |
| Deferred tax liability | | - | | - | 12.74 | | 1.36 | |
| Other long-term liabilities | | 2,888.00 | | 3,000.00 | 3,022.43 | 3,035.17 | 3,147.67 | 3,149.03 |
| Current liabilities | | | | | | | | |
| Trade payables | 745.28 | | 798.79 | | 1,243.40 | | 1,294.74 | |
| Other current liabilities | 4,328.72 | | 2,027.40 | | 5,143.87 | | 2,845.21 | |
| Short-term provisions | 1,846.10 | 6,920.10 | 1,464.59 | 4,290.78 | 1,921.38 | 8,308.65 | 1,549.78 | 5,689.73 |
| Total | | 41,324.24 | | 35,981.12 | | 43,265.07 | | 37,585.93 |
| ASSETS | | | | | | | | |
| II . ASSETS | | | | | | | | |
| Non Current Assets | | | | | | | | |
| Fixed assets: | | | | | | | | |
| Tangible assets | 1,125.48 | | 1,360.89 | | 1,394.93 | | 1,512.20 | |
| Intangible assets | 157.54 | | 220.83 | | 223.02 | | 233.34 | |
| Capital work-in-progress | - | 1,283.02 | - | 1,581.72 | 165.25 | 1,783.20 | 327.01 | 2,072.55 |
| Non-current investments | 30,994.67 | | 26,635.90 | | 24,889.67 | | 20,530.90 | |
| Deferred tax asset | 606.61 | | 618.71 | | 606.61 | | 618.71 | |
| Long-term loans and advances | 730.16 | | 231.88 | | 1,324.93 | | 712.84 | |
| Other non-current assets | 206.83 | 32,538.27 | 164.98 | 27,651.47 | 469.78 | 27,290.99 | 343.16 | 22,205.61 |
| Current assets | | | | | | | | |
| Current investments | 2,669.31 | | 3,850.26 | | 3,172.89 | | 4,140.26 | |
| Trade receivables | 1,522.75 | | 773.35 | | 1,679.88 | | 858.71 | |
| Cash and cash equivalents | 2,081.41 | | 685.15 | | 7,937.03 | | 6,708.56 | |
| Short-term loans and advances | 177.55 | | 485.52 | | 230.11 | | 542.38 | |
| Other current assets | 1,051.93 | 7,502.95 | 953.65 | 6,747.93 | 1,170.97 | 14,190.88 | 1,057.86 | 13,307.77 |
| Total | | 41,324.24 | | 35,981.12 | | 43,265.07 | | 37,585.93 |

For and on behalf of Board

G V Nageswara Rao
Managing Director & CEO