

NATIONAL SECURITIES DEPOSITORY LIMITED
Statement of Standalone Financial Results for the Quarter and Nine Months ended 31st December, 2019

(₹ in Lakh)

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Incomes						
	a. Revenue from operations	5,983.38	6,133.89	5,625.14	18,434.47	15,623.10	21,727.56
	b. Other income	1,023.89	1,160.81	1,004.27	2,981.77	2,839.82	4,297.73
	Total income	7,007.27	7,294.70	6,629.41	21,416.24	18,462.92	26,025.29
2	Expenses						
	a. Employee benefits expense	1,528.77	1,422.21	1,211.81	4,300.45	3,442.95	4,749.42
	b. Depreciation and amortisation expense	114.68	122.77	72.21	354.85	220.25	293.38
	c. Finance cost (Note 3)	2.77	3.14	-	9.43	-	-
	d. Contribution to Investor Protection Fund	104.92	132.35	118.17	383.86	312.70	429.11
	e. Other expenses (Note 4)	2,328.98	1,834.09	1,660.85	6,039.33	4,826.35	7,258.02
	Total expenses	4,080.12	3,514.56	3,063.04	11,087.92	8,802.25	12,729.93
3	Profit before exceptional items and Tax (1 - 2)	2,927.15	3,780.14	3,566.37	10,328.32	9,660.67	13,295.36
4	Exceptional Items (Note 5)	-	-	-	-	807.88	807.88
5	Profit before tax (3 - 4)	2,927.15	3,780.14	3,566.37	10,328.32	8,852.79	12,487.48
6	Tax expenses						
	a. Current tax	607.55	756.34	874.97	2,268.44	2,182.36	2,992.23
	b. Deferred tax (Note 7)	(6.83)	7.94	(4.02)	3.27	(42.76)	(98.39)
	Tax expenses (a+b)	600.72	764.28	870.95	2,271.71	2,139.60	2,893.84
7	Net Profit after tax (5-6)	2,326.43	3,015.86	2,695.42	8,056.61	6,713.19	9,593.64
8	Other comprehensive Income (net of tax)	(117.44)	(15.57)	(203.39)	(120.90)	(44.07)	(52.97)
9	Total comprehensive income (7+8)	2,208.99	3,000.29	2,492.03	7,935.71	6,669.12	9,540.67
10	Basic and Diluted Earnings per share (₹) (*not annualised)	*5.82	*7.54	*6.74	*20.14	*16.78	23.98

NOTES :-

- The above financial results for the Quarter and Nine months ended 31st December, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 7th February, 2020. The 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.
- The Company's main business is to provide Depository services. All other activities revolve around the main business. As such, there are no separate reportable operating segments as per the stipulations of Indian Accounting Standards (Ind AS) 108 "Operating Segments".
- Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases". The transition was effected using prospective method. Resultantly, the figures for the current period are not comparable with the previous periods.
- The company has opted for the sabka Vishwas (Legacy Dispute Resolution) Scheme 2019, for settlement of Service Tax Payable of earlier years (2009-10). Accordingly a provision of ₹325.93 lakh has been included in Other expenses in the Quarter and Nine months ended 31st December, 2019.
- During FY 2018-19, SEBI directed the Company to refund System Driven Disclosure fees charged to the issuers of securities during financial year ended 31st March, 2017. Consequently, the Company reversed the income from system driven disclosure fees net of Service Tax.
- The Statement includes the results for the Quarter ended 31st December, 2019 being the balancing figure between audited figures in respect of the Six months ended 30th September, 2019, and the published year to date figures which were subject to limited review by the Statutory Auditors.
- The Taxation Laws (Amendment) Ordinance 2019, has inserted section 115BAA in the Income Tax Act, 1961, providing existing domestic companies with an option to pay tax at a concessional rate of 22% plus applicable surcharge and cess. The reduced tax rates come with consequential surrender of specified deductions/ incentives. The option needs to be exercised within the prescribed time for filing the return of income under section 139(1) of the Income Tax Act, 1961, for assessment year (AY) 2020-21 or subsequent AYs. Once exercised, such option cannot be withdrawn for the same or subsequent AYs.

These financial results are prepared on the basis that the Company would avail the option to pay income tax at the lower rate. Consequently, the opening deferred tax asset has been measured at the lower rate and the tax expenses include a total tax debit of ₹53.17 Lakh.

- The figures for the corresponding previous period have been restated / regrouped wherever necessary to make them comparable.

For and on behalf of Board

Sd/-

G V Nageswara Rao
 Managing Director & CEO
 DIN : 00799504

Mumbai, 7th February, 2020

NATIONAL SECURITIES DEPOSITORY LIMITED							
Statement of Consolidated Financial Results for the Quarter and Nine Months ended 31st December, 2019							
							(₹ in Lakh)
Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2019 (Unaudited)	30.09.2019 (Unaudited)	31.12.2018 (Unaudited)	31.12.2019 (Unaudited)	31.12.2018 (Unaudited)	31.03.2019 (Audited)
1	Incomes						
	a. Revenue from operations	7,742.28	7,920.20	7,333.89	23,707.17	20,728.55	28,604.69
	b. Other income	1,435.74	1,793.93	1,367.02	4,413.53	3,811.70	5,496.54
	Total income	9,178.02	9,714.13	8,700.91	28,120.70	24,540.25	34,101.23
2	Expenses						
	a. Employee benefits expense	1,948.06	1,781.50	1,542.75	5,464.64	4,374.86	6,043.95
	b. Depreciation and amortisation expense	312.69	317.85	185.24	945.32	503.77	693.99
	c. Finance cost (Note 2)	25.82	27.82	-	82.60	-	-
	d. Contribution to Investor Protection Fund	104.92	132.35	118.17	383.86	312.70	429.11
	e. Other expenses (Note 3)	3,249.73	2,889.10	2,691.90	9,043.70	7,815.90	11,389.11
	Total expenses	5,641.22	5,148.62	4,538.06	15,920.12	13,007.23	18,556.16
3	Profit before exceptional items and Tax (1 - 2)	3,536.80	4,565.51	4,162.85	12,200.58	11,533.02	15,545.07
4	Exceptional Items (Note 4)	-	-	-	-	807.88	807.88
5	Profit before tax (3 - 4)	3,536.80	4,565.51	4,162.85	12,200.58	10,725.14	14,737.19
6	Tax expenses						
	a. Current tax	806.99	949.11	1,013.97	2,854.30	2,791.42	3,718.56
	b. Adjustment for current tax of prior periods	-	-	-	-	0.83	0.83
	c. Deferred tax (Note 7)	(2.05)	13.91	(20.07)	23.97	(67.47)	(70.42)
	Tax expenses (a+b)	804.94	963.02	993.90	2,878.27	2,724.78	3,648.97
7	Net Profit after tax (5-6)	2,731.86	3,602.49	3,168.95	9,322.31	8,000.36	11,088.22
8	Other comprehensive Income (net of tax)	(138.94)	(16.73)	(244.83)	(140.30)	(54.33)	(52.79)
9	Total comprehensive income (7+8)	2,592.92	3,585.76	2,924.12	9,182.01	7,946.03	11,035.43
10	Basic and Diluted Earnings per share (₹) (*not annualised)	*6.83	*9.01	*7.92	*23.31	*20	27.72

NOTES :-

- The above consolidated financial results for the Quarter and Nine months ended 31st December, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 7th February, 2020. The consolidated 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.
- Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases". The transition was effected using prospective method. Resultantly, the figures for the current period are not comparable with the previous periods.
- The company has opted for the sabka Vishwas (Legacy Dispute Resolution) Scheme 2019, for settlement of Service Tax Payable of earlier years (2009-10). Accordingly an provision of ₹325.93 lakh has been included in Other expenses in the Quarter and Nine months ended 31st December, 2019.
- During FY 2018-19, SEBI directed the Company to refund System Driven Disclosure fees charged to the issuers of securities during financial year ended 31st March, 2017. Consequently, the Company reversed the income from system driven disclosure fees net of Service Tax.
- The consolidated figures for the corresponding Quarter and Nine months ended December, 2018, as reported in the statement have been approved by the Board of Directors of the Company, but have not been subjected to review by the Statutory Auditors.
- The Statement includes the consolidated results for the Quarter ended 31st December, 2019 being the balancing figure between audited figures in respect of the Six months ended 30th September, 2019 and the published year to date figures which were subject to limited review by the Statutory Auditors.
- The Taxation Laws (Amendment) Ordinance 2019, has inserted section 115BAA in the Income Tax Act, 1961, providing existing domestic companies with an option to pay tax at a concessional rate of 22% plus applicable surcharge and cess. The reduced tax rates come with consequential surrender of specified deductions/ incentives. The option needs to be exercised within the prescribed time for filing the return of income under section 139(1) of the Income Tax Act, 1961, for assessment year (AY) 2020-21 or subsequent AYs. Once exercised, such option cannot be withdrawn for the same or subsequent AYs.

These financial results are prepared on the basis that the Company would avail the option to pay income tax at the lower rate. Consequently, the opening deferred tax asset has been measured at the lower rate and the consolidated tax expenses include a total tax debit of ₹45.87 Lakh.

8) Segment Information :

Particulars	(₹ in Lakh)					
	Quarter ended			Nine months ended		Year ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue						
Depository	5,983.38	6,133.89	5,625.14	18,434.47	15,623.10	21,727.56
Database management services	1,758.55	1,785.91	1,708.75	5,271.92	5,105.45	6,877.12
Banking services	0.35	0.40	-	0.78	-	0.01
Total	7,742.28	7,920.20	7,333.89	23,707.17	20,728.55	28,604.69
Less: Inter segment revenue	-	-	-	-	-	-
Total revenue	7,742.28	7,920.20	7,333.89	23,707.17	20,728.55	28,604.69
Segment Results						
Depository	1,906.03	2,622.46	2,562.06	7,355.98	6,820.85	8,843.76
Database management services	664.89	674.23	511.10	1,851.53	1,658.86	2,200.28
Banking services	(473.30)	(524.22)	(310.83)	(1,422.72)	(846.21)	(1,268.33)
Total	2,097.62	2,772.47	2,762.33	7,784.79	7,633.50	9,775.71
Add: Other unallocable income net of unallocable expense	468.48	747.09	362.64	1,431.39	694.30	1,518.47
Operating profit	2,566.10	3,519.56	3,124.97	9,216.18	8,327.80	11,294.18
Add: Interest income	996.52	1,073.77	1,037.88	3,067.00	3,205.22	4,250.89
Less: Finance cost	25.82	27.82	-	82.60	-	-
Less: Exceptional Items	-	-	-	-	807.88	807.88
Profit before tax	3,536.80	4,565.51	4,162.85	12,200.58	10,725.14	14,737.19
Less: Tax Expenses	804.94	963.02	993.90	2,878.27	2,724.78	3,648.97
Profit after tax	2,731.86	3,602.49	3,168.95	9,322.31	8,000.36	11,088.22

Particulars	As at			
	31.12.2019	30.09.2019	31.12.2018	31.03.2019
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Segment Assets				
Depository	13,301.69	15,101.98	12,726.92	13,734.79
Database management services	2,905.82	3,233.29	3,032.73	1,912.30
Banking services	3,578.78	3,596.93	2,797.49	3,239.97
Unallocated	84,519.09	83,496.26	70,652.26	73,313.85
Total	1,04,305.38	1,05,428.46	89,209.40	92,200.91
Segment Liabilities				
Depository	16,907.34	20,363.81	13,956.31	12,980.83
Database management services	3,697.19	4,005.92	2,842.41	2,596.00
Banking services	618.55	664.46	102.37	280.25
Unallocated	1,821.79	1,726.68	1,873.60	2,818.67
Total	23,044.87	26,760.87	18,774.69	18,675.75

9) The figures for the corresponding previous period have been restated / regrouped wherever necessary to make them comparable.

For and on behalf of Board

Sd/-

G V Nageswara Rao
 Managing Director & CEO
 DIN : 00799504

Mumbai, 7th February, 2020