

November 12, 2024

**Sub: Outcome of the Board Meeting of National Securities Depository Limited ("NSDL")**

**Ref: Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

In compliance with Regulations 30 and 33 read with Schedule III and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Board of Directors of the Company at its Meeting held today i.e., on Tuesday, November 12, 2024 have, inter-alia, approved the Audited Standalone and Consolidated Financial Results of the Company for the quarter and half year ended September 30, 2024.

In view of the aforesaid, please find enclosed the Audited standalone and consolidated financial results for the quarter and half year ended September 30, 2024, along with the Statutory Auditor's Report submitted by K. C. Mehta & Co. LLP, Chartered Accountants, Statutory Auditors.

The meeting of the Board of Directors of the Company commenced at 2:30 p.m. (IST) and concluded at 6:30 p.m. (IST).

This is for your information and records.

For **National Securities Depository Limited**



**Alen Ferns**

**Company Secretary**

Encl: As above.

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors

National Securities Depository Limited

### Report on the Audit of the Consolidated Interim Financial Results

#### Opinion

We have audited the accompanying Consolidated Interim Financial Results of **National Securities Depository Limited** ("the Holding Company" or "the Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its share of the net profit/(loss) after tax and total comprehensive income of its associate company for the six months ended September 30, 2024 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations"), to the extent applicable to the Company.

In our opinion, and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries and associate company as referred to in the "Other Matters" Paragraphs 2 and 3 below, the aforesaid Statement:

(i) includes the financial information of the following entities:

No.	Name of the Company	Nature of relationship
1	National Securities Depository Limited	Parent
2	NSDL Database Management Limited	Subsidiary
3	NSDL Payments Bank Limited	Subsidiary
4	India International Bullion Holding IFSC Limited	Associate

(ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, to the extent applicable to the Company; and

(iii) gives a true and fair view in accordance with the recognition and measurement principles laid down in Indian Accounting Standard - 34 "Interim Financial Reporting" ("Ind AS - 34") prescribed under section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Group and its associate company for the six months ended September 30, 2024.



## Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) prescribed under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Interim Financial Results section of our report. We are independent of the Group and its associate company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Statement under recognition and measurement principles laid down in Ind AS - 34 and other accounting principles generally accepted in India and that we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

## Responsibilities of Management for Consolidated Interim Financial Results

The Holding Company's Board of Directors is responsible for the preparation of this Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its associate company in accordance with the accounting principles generally accepted in India including the Ind AS specified under section 133 of the Act and in compliance with Regulation 33 of the Listing Regulations, to the extent applicable to the Group.

The respective Board of Directors of the companies included in the Group and its associate company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associate company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group and its associate company are responsible for assessing the ability of the Group and its associate company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and its associate company are also responsible for overseeing the financial reporting process of the Group and its associate company.

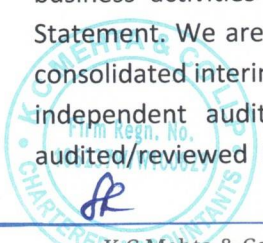


## Auditors' Responsibilities for the Audit of the Consolidated Interim Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Group and its associate company have adequate internal financial controls with reference to the Statement in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of Group and its associate company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and its associate company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associate company to express an opinion on the Statement. We are responsible for the direction, supervision, and performance of the audit of the consolidated interim financial results of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited/reviewed by other auditors, such other auditors remain responsible for the direction,



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supervision and performance of the audit/review carried out by them. We remain solely responsible for our audit opinion.

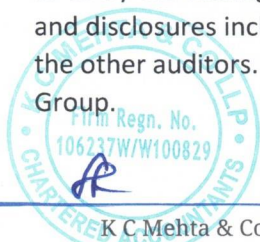
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

We communicate with those charged with governance of the Holding Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## Other Matters

1. The Statement includes the results for the quarter ended September 30, 2024 being the balancing figure between audited figures in respect of the six months then ended and the published year to date figures upto the first quarter of the financial year ending on March 31, 2025 which were subjected to limited review by us. The Statement also includes the results for the quarter ended September 30, 2023 being the balancing figure between audited figures in respect of the six months then ended and the published year to date figures upto the first quarter of the financial year ended on March 31, 2024, which were subjected to limited review by us.
2. We did not audit the interim financial results of two subsidiaries, whose financial results reflect total assets of Rs. 73,724.16 Lakhs as at September 30, 2024, total revenues of Rs. 18,782.22 Lakhs and Rs. 39,074.75 Lakhs for the quarter and six months ended September 30, 2024 respectively, total net profit after tax of Rs. 1,216.15 Lakhs and Rs. 2,294.96 lakhs for the quarter and six months ended September 30, 2024, total comprehensive income (comprising of profit and other comprehensive income) of Rs. 1,137.11 Lakhs and Rs. 2,294.96 Lakhs for the quarter and six months ended September 30, 2024 respectively, and net cash outflows amounting to Rs. (1,557.93) Lakhs for the six months period ended on that date, as considered in the Statement. These financial results have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the audit reports of the other auditors.
3. The Statement also includes the Group's share of net profit of Rs. 50.81 Lakhs and Rs. 94.28 Lakhs for the quarter and six months ended September 30, 2024 respectively and share in Other Comprehensive loss of Rs. (36.72) Lakhs and Rs. 8.81 Lakhs for the quarter and six months ended September 30, 2024 respectively in associate company whose financial results have not been audited by us. These financial results have been reviewed by other auditors whose report has been furnished to us by the Management, and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this associate company, is based solely on the review report of the other auditors. As explained by the Management, this financial information is not material to the Group.



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# K C Mehta & Co LLP

Chartered Accountants

Our opinion on the Statement is not modified in respect of the above matters.

For K C Mehta & Co LLP  
Chartered Accountants  
Firm Registration No. 106237W/W100829



Shripal Shah  
Partner

Membership No. 114988

UDIN: 24114988KAMIDA9475

Place: Mumbai

Date: November 12, 2024





NATIONAL SECURITIES DEPOSITORY LIMITED							
Statement of Audited Consolidated Financial Results for the Quarter and Six Months ended 30th September, 2024							
(₹ in Lakh)							
Sr. No.	Particulars	Quarter ended			Six Months ended		Year ended
		30.09.2024 (Audited - Refer Note 2)	30.06.2024 (Unaudited)	30.09.2023 (Audited - Refer Note 2)	30.09.2024 (Audited)	30.09.2023 (Audited)	31.03.2024 (Audited)
1	<b>Income</b>						
a	Revenue from operations	35,669.65	33,729.92	32,319.27	69,399.57	62,049.87	1,26,824.37
b	Other income	2,861.22	2,758.90	2,497.16	5,620.12	5,035.62	9,746.15
	<b>Total Income</b>	<b>38,530.87</b>	<b>36,488.82</b>	<b>34,816.43</b>	<b>75,019.69</b>	<b>67,085.49</b>	<b>1,36,570.52</b>
2	<b>Expenses</b>						
a	Employee benefits expense	3,543.25	3,185.87	3,045.27	6,729.12	5,976.68	12,319.90
b	Depreciation and amortisation expense	811.78	779.31	526.04	1,591.09	1,064.58	2,412.41
c	Finance cost	82.52	72.50	32.10	155.02	65.43	205.99
d	Contribution to investor protection fund	458.63	331.04	334.36	789.67	541.68	1,148.31
e	Other expenses	20,378.62	22,165.19	20,945.73	42,543.81	42,206.34	84,852.71
	<b>Total Expenses</b>	<b>25,274.80</b>	<b>26,533.91</b>	<b>24,883.50</b>	<b>51,808.71</b>	<b>49,854.71</b>	<b>1,00,939.32</b>
3	<b>Profit before Share of Profit/(Loss) of investment accounted for using equity method and tax (1 - 2)</b>	<b>13,256.07</b>	<b>9,954.91</b>	<b>9,932.93</b>	<b>23,210.98</b>	<b>17,230.78</b>	<b>35,631.20</b>
4	Share of Profit/(Loss) of Associate	50.81	43.47	(96.59)	94.28	(217.45)	(136.25)
5	<b>Profit before Tax (3 - 4)</b>	<b>13,306.88</b>	<b>9,998.38</b>	<b>9,836.34</b>	<b>23,305.26</b>	<b>17,013.33</b>	<b>35,494.95</b>
6	<b>Tax Expenses</b>						
a	Current tax	3,284.51	2,293.54	2,600.53	5,578.05	4,217.03	8,030.98
b	Deferred tax	402.56	(77.67)	(23.42)	324.89	(188.65)	(80.46)
	<b>Total Tax Expenses</b>	<b>3,687.07</b>	<b>2,215.87</b>	<b>2,577.11</b>	<b>5,902.94</b>	<b>4,028.38</b>	<b>7,950.52</b>
7	<b>Net Profit after tax (5-6)</b>	<b>9,619.81</b>	<b>7,782.51</b>	<b>7,259.23</b>	<b>17,402.32</b>	<b>12,984.95</b>	<b>27,544.43</b>
8	<b>Other Comprehensive Income</b>						
	<b>Items that will not be reclassified to profit or loss :</b>						
a	Actuarial gain (loss) on post retirement benefit plans	(302.58)	112.51	(25.57)	(190.07)	(91.06)	(128.52)
b	Income tax relating to items that will not be reclassified to profit or loss	73.13	(27.74)	5.08	45.39	23.11	33.80
	<b>Items that will be reclassified to profit or loss :</b>						
a	Share of Profit / (Loss) of Associate	6.75	2.06	30.19	8.81	24.69	34.77
	<b>Total Other Comprehensive Income (net of tax)</b>	<b>(222.70)</b>	<b>86.83</b>	<b>9.70</b>	<b>(135.87)</b>	<b>(43.26)</b>	<b>(59.95)</b>
9	<b>Total Comprehensive Income for the period / year (5+6)</b>	<b>9,397.11</b>	<b>7,869.34</b>	<b>7,268.93</b>	<b>17,266.45</b>	<b>12,941.69</b>	<b>27,484.48</b>
10	<b>Paid up Equity Share Capital (Face value per share ₹ 2 each)</b>	<b>4,000.00</b>	<b>4,000.00</b>	<b>4,000.00</b>	<b>4,000.00</b>	<b>4,000.00</b>	<b>4,000.00</b>
11	<b>Other Equity</b>				1,79,687.39		1,64,409.72
12	<b>Basic and Diluted Earnings per share (₹) (Face value per share ₹ 2 each) (not annualised except yearly data)</b>	<b>4.81</b>	<b>3.89</b>	<b>3.63</b>	<b>8.70</b>	<b>6.49</b>	<b>13.77</b>

NOTES --

- The above consolidated financial results for the Quarter and Six Months ended 30th September, 2024 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12th November, 2024. The consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant Rules issued thereunder and other accounting principles generally accepted in India. The above financial results have been audited by the Statutory Auditors.
- The Statement includes the consolidated results for the Quarter ended 30th September, 2024 being the balancing figure between audited figures in respect of the Six Months ended and the published year to date figures upto the First Quarter of the financial year ending on 31st March, 2025, which were subjected to limited review by the Statutory Auditors. Also, it includes the consolidated results for the Quarter ended 30th September, 2023 being the balancing figure between audited figures in respect of the Six Months ended and the published year to date figures upto the First Quarter of the financial year ended on 31st March, 2024, which were subjected to limited review by the Statutory Auditors.
- The above consolidated financial results of the Holding Company consist financials of its subsidiary companies namely, NSDL Database Management Limited and NSDL Payments Banks Limited, and it also includes share of profit/(loss) from its Associate Company India International Bullion Holding IFSC Limited.
- The Holding Company has preferred two civil appeals before Hon'ble Supreme Court challenging the Order of SAT dated December 20, 2023 ("SAT Order") in the matter of Karvy Stock Broking Ltd ("Karvy") wherein SEBI, NSE and NSDL were directed to (i) permit Axis Bank (one of the lenders to Karvy) to invoke the shares pledged in its favour by Karvy, as available in the Demat account, and (ii) restore the pledge of shares in favour of other Banks & NBFC, or compensate them with the value of underlined securities which were pledged by Karvy in their favour, along with interest. The SEBI's order issued on December 13, 2019 recorded that the total dues payable to the Banks & NBFC by Karvy amounted to approx ₹1,435.05 crores. However, the amount of Karvy's current outstanding dues towards these Banks & NBFC is not known. Further, SEBI and NSE have also independently filed appeals before the Hon'ble Supreme Court against the SAT Order. The Hon'ble Supreme Court vide its order dated January 18, 2024, has granted an interim relief to the appellants i.e. SEBI, NSE and NSDL. The Hon'ble Supreme Court has extended the interim order passed on January 18, 2024, during the hearings held on various dates, without passing any other order. The next date of hearing is awaited. Although the SAT passed an order implicating SEBI, NSE and NSDL, collectively, the Company's management maintains the stand that the Company's actions of releasing the pledge and also returning the securities to Karvy's Clients were strictly as per SEBI's Interim Order (as a Regulator) and were taken under the supervision of NSE and as a result, the Company cannot be held liable towards the Banks and NBFC and no liability can be attributed to the Company. However, the outcome of the matter is contingent upon Hon'ble Supreme Court's verdict and the financial obligations on the Company, if there would be any, would be known once the verdict is pronounced by Hon'ble Supreme Court since the same cannot be reliably estimated at present stage. In the assessment of the management and based on legal opinion obtained in the matter, the Company believes that it has strong case on merits to challenge the SAT Order and hence, no provision is required to be made in the books of account.
- The Finance Ministry, as part of its budget announcement on July 23, 2024, had proposed changes in the taxation of capital gains. These changes have impacted deferred tax expense and liability for unrealized gains recognized over different periods through Profit and Loss. The Group have determined the impact and have recognized the same in the current Quarter ended 30th September, 2024.
- The figures for the corresponding previous periods have been regrouped and rearranged wherever necessary to make them comparable.



The Statement of Consolidated Assets and Liabilities as at 30th September, 2024 is given below:

(# in Lakhs)

Particulars	As at 30th September, 2024 (Audited)		As at 31st March, 2024 (Audited)	
<b>I. ASSETS</b>				
<b>Non Current Assets</b>				
a) Property, plant and equipment	26,162.50		25,483.94	
b) Capital work-in-progress	802.71		40.96	
c) Intangible assets	2,152.27		2,232.43	
d) Intangible asset under development	1,629.30		1,250.19	
e) Right of use of assets	973.34	11,720.14	1,174.07	10,181.68
<b>f) Financial assets</b>				
i) Non-current investments	1,36,303.58		1,22,020.97	
ii) Other financial assets	7,450.26		8,685.57	
g) Deferred tax assets (net)	584.39		916.67	
h) Income tax assets (net)	820.12		735.25	
i) Other non-current assets	618.32	1,45,776.67	175.18	1,32,533.64
<b>Current Assets</b>				
<b>a) Financial assets</b>				
i) Current investments	45,991.85		27,328.70	
ii) Trade receivables	15,854.47		8,313.92	
iii) Cash and cash equivalents	9,832.60		10,601.24	
iv) Bank balances other than (ii) above	23,126.32		13,446.08	
v) Other financial assets	1,171.30		553.78	
b) Other current assets	4,280.61	1,00,257.15	2,814.48	63,058.20
<b>Total</b>		<b>2,77,753.96</b>		<b>2,25,773.52</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
a) Equity share capital	4,000.00		4,000.00	
b) Other equity	1,79,687.19	1,83,687.39	1,64,409.72	1,68,409.72
<b>LIABILITIES</b>				
<b>Non-Current Liabilities</b>				
<b>a) Financial liabilities</b>				
i) Lease liability	829.91		1,008.88	
ii) Other financial liabilities	440.59		514.64	
b) Deferred tax liability (Net)	-		7.40	
c) Other non-current liabilities	633.93		606.57	
d) Provisions	81.82	1,986.25	68.82	2,206.31
<b>Current Liabilities</b>				
<b>a) Financial Liabilities</b>				
i) Trade payables				
a) Total outstanding dues of micro enterprises and small enterprises	1,725.32		1,426.77	
b) Total outstanding dues of creditors other than	6,628.55		5,536.76	
ii) Lease liability	427.61		353.51	
iii) Other financial liabilities	54,050.44		35,957.34	
b) Provisions	3,481.99		3,045.39	
c) Current tax liability (net)	1,570.72		967.54	
d) Other current liabilities	24,195.69	92,080.32	7,870.18	55,157.49
<b>Total</b>		<b>2,77,753.96</b>		<b>2,25,773.52</b>

Consolidated Cash Flow Statement for the Six Months ended 30th September, 2024 is given below:

Particulars	(₹ in Lakh)	
	For the Six Months ended 30th September, 2024 (Audited)	For the Six Months ended 30th September, 2023 (Audited)
<b>A. Cash Flow From Operating Activities</b>		
Profit before tax	23,305.26	17,013.33
<b>Adjustments for:</b>		
Depreciation and amortisation expense	1,591.09	1,064.58
Provision for compensated absences	106.01	80.51
Provision for investor awareness	343.59	323.70
Provision for doubtful trade receivables	744.37	607.30
Bad debts written off	10.17	96.16
Provision for doubtful rent deposit	-	(35.55)
Contribution to investor protection fund	789.67	541.68
Fair value gain on investments in mutual funds	(807.53)	(990.60)
Dividend income from current investments	-	(81.70)
Profit on sale of investments / Assets	(50.80)	(37.67)
Interest income	(4,526.61)	(3,712.00)
<b>Operating Profit before Working Capital Changes</b>	<b>21,505.22</b>	<b>14,869.74</b>
<b>Changes in Working Capital:</b>		
(Increase) / decrease other assets	(1,955.30)	(176.03)
(Increase) / decrease other financial assets	680.55	1.80
(Increase) / decrease trade receivables	(8,295.09)	(2,846.93)
Increase / (decrease) trade payables	1,390.34	487.49
Increase / (decrease) other financial liabilities	8,925.93	(11,235.75)
Increase / (decrease) provisions	(124.65)	(478.92)
Increase / (decrease) other liabilities	16,352.87	11,014.63
<b>Cash generated from Operations</b>	<b>38,479.87</b>	<b>11,636.03</b>
Net income tax paid	(5,059.75)	(4,151.87)
<b>Net Cash generated from Operating Activities (A)</b>	<b>33,420.12</b>	<b>7,484.16</b>
<b>B. Cash Flow from Investing Activities</b>		
Capital expenditure on property, plant and equipment, intangible assets, capital	(2,898.80)	(1,993.12)
Proceeds from sale of property, plant and equipment	7.82	0.66
Bank balances not considered as cash and cash equivalents		
i) Placed	(3,081.45)	(1,745.00)
ii) Matured	1,045.00	2,500.00
Purchase of non-current investments	(19,853.26)	(2,909.43)
Sale / Redemption of non-current investments	1,835.12	-
Proceeds / (Purchase) of current investments (Net)	(14,069.29)	(14,326.25)
Interest received	4,463.85	3,785.70
<b>Net Cash used in Investing Activities (B)</b>	<b>(32,551.01)</b>	<b>(14,687.44)</b>
<b>C. Cash Flow from Financing Activities</b>		
Dividend paid	(1,637.75)	(2,000.00)
<b>Net Cash used in Financing Activities (C)</b>	<b>(1,637.75)</b>	<b>(2,000.00)</b>
<b>Net increase / (decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(768.64)</b>	<b>(9,203.28)</b>
Cash and cash equivalents at the beginning of the year	10,601.24	18,569.72
<b>Cash and Cash Equivalents at the end of the period</b>	<b>9,832.60</b>	<b>9,366.44</b>

The Holding Company's operations are limited to the one Operating Segment namely "Depository". The Group has three reportable segments namely "Depository", "Database Management Services" and "Banking Services" as per the stipulations of Indian Accounting Standards (Ind AS) 108 "Operating Segments". Segment information is as below

**Segment Information :**

Particulars	Quarter ended			Year ended		
	30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024
	(Audited - Refer Not)	(Unaudited)	(Audited - Refer Not)	(Audited)	(Audited)	(Audited)
<b>Segment Revenue</b>						
Depository	16,913.05	13,464.59	12,971.46	30,377.64	22,965.33	47,303.44
Database management services	2,298.54	2,045.65	1,954.29	4,344.19	3,606.05	7,596.92
Banking services	16,458.06	18,219.68	17,393.52	34,677.74	35,478.49	71,924.01
<b>Total</b>	<b>35,669.65</b>	<b>33,729.92</b>	<b>32,319.27</b>	<b>69,399.57</b>	<b>62,049.87</b>	<b>1,26,824.37</b>
Less: Inter segment revenue	-	-	-	-	-	-
<b>Total Revenue</b>	<b>35,669.65</b>	<b>33,729.92</b>	<b>32,319.27</b>	<b>69,399.57</b>	<b>62,049.87</b>	<b>1,26,824.37</b>
<b>Segment Results</b>						
Depository	9,365.48	6,470.99	6,693.38	15,836.47	10,849.45	23,050.56
Database management services	1,005.51	783.68	761.61	1,789.19	1,287.99	2,815.47
Banking services	106.38	13.84	12.88	120.22	123.15	225.01
<b>Total</b>	<b>10,477.37</b>	<b>7,268.51</b>	<b>7,467.87</b>	<b>17,745.88</b>	<b>12,260.59</b>	<b>26,091.04</b>
Add: Other unallocable income net of unallocable expense	595.63	541.40	515.32	1,137.03	1,056.52	1,998.25
<b>Operating Profit</b>	<b>11,073.00</b>	<b>7,809.91</b>	<b>7,983.19</b>	<b>18,882.91</b>	<b>13,317.11</b>	<b>28,089.29</b>
Add: Interest income	2,316.40	2,260.97	1,885.25	4,577.37	3,761.65	7,611.65
Less: Finance cost	82.52	72.50	32.10	155.02	65.43	205.99
<b>Profit before Tax</b>	<b>13,306.88</b>	<b>9,998.38</b>	<b>9,836.34</b>	<b>23,305.26</b>	<b>17,013.33</b>	<b>35,494.95</b>
Less: Tax expenses	3,687.07	2,215.87	2,577.11	5,902.94	4,028.38	7,950.52
<b>Profit after Tax</b>	<b>9,619.81</b>	<b>7,782.51</b>	<b>7,259.23</b>	<b>17,402.32</b>	<b>12,984.95</b>	<b>27,544.43</b>

Particulars	As at			
	30.09.2024	30.06.2024	30.09.2023	31.03.2024
	(Audited)	(Unaudited)	(Audited)	(Audited)
<b>Segment Assets</b>				
Depository	48,682.38	48,080.10	17,648.55	39,445.31
Database management services	4,333.99	4,122.26	3,932.88	4,151.45
Banking services	17,089.06	14,202.79	13,920.77	16,671.13
Unallocated	2,07,648.53	1,88,810.57	1,82,311.17	1,65,505.63
<b>Total</b>	<b>2,77,753.96</b>	<b>2,55,215.72</b>	<b>2,17,813.37</b>	<b>2,25,773.52</b>
<b>Segment Liabilities</b>				
Depository	42,003.09	40,659.63	29,647.54	20,755.33
Database management services	4,808.28	4,768.13	5,000.67	4,498.96
Banking services	25,707.17	18,424.61	14,711.98	18,796.97
Unallocated	21,548.03	15,082.68	14,611.94	13,312.54
<b>Total</b>	<b>94,066.57</b>	<b>78,935.05</b>	<b>63,972.13</b>	<b>57,363.80</b>

For and on behalf of Board

*(Signature)*  
 Pardeep Kumar Gupta  
 Chairman  
 DIN: 02895343

Place - Mumbai  
 Date - 12th November, 2024

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors

**National Securities Depository Limited**

### Report on the Audit of the Standalone Interim Financial Results

#### Opinion

We have audited the accompanying Standalone Interim Financial Results of **National Securities Depository Limited** ("the Company") for the six months ended September 30, 2024 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), to the extent applicable to the Company.

In our opinion, and to the best of our information and according to the explanations given to us, the accompanying Statement:

- (i) is presented in accordance with the requirements of the Listing Regulations, to the extent applicable; and
- (ii) gives a true and fair view in accordance with the recognition and measurement principles laid down in Indian Accounting Standard - 34 "Interim Financial Reporting" ("Ind AS - 34") prescribed under section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the six months ended on September 30, 2024.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) prescribed under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Interim Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Statement under recognition and measurement principles laid down in Ind AS - 34 and other accounting principles generally accepted in India, and that we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Responsibilities of Management for Standalone Interim Financial Results

The Company's Board of Directors is responsible for the preparation of this Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India including the Ind AS specified under section 133 of the Act and in compliance with Regulation 33 of the Listing Regulations, to the extent applicable to the Company. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of

appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### **Auditors' Responsibilities for the Audit of the Standalone Interim Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has adequate internal financial controls with reference to the Statement in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Statement to express an opinion on the Statement.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## Other Matter

The Statement includes the results for the quarter ended September 30, 2024 being the balancing figure between audited figures in respect of the six months then ended and the published year to date figures upto the first quarter of the financial year ending on March 31, 2025 which were subjected to limited review by us. The Statement also includes the results for the quarter ended September 30, 2023 being the balancing figure between audited figures in respect of the six months then ended and the published year to date figures upto the first quarter of the financial year ended on March 31, 2024, which were subjected to limited review by us.

**For K C Mehta & Co LLP**  
**Chartered Accountants**  
**Firm Registration No. 106237W/W100829**



**Shripal Shah**  
**Partner**

**Membership No. 114988**  
**UDIN: 24114988KAMCZ4239**

**Place: Mumbai**

**Date: November 12, 2024**





NATIONAL SECURITIES DEPOSITORY LIMITED							
Statement of Audited Standalone Financial Results for the Quarter and Six Months ended 30th September, 2024							
(₹ in Lakh)							
Sr. No.	Particulars	Quarter ended			Six Months ended		Year ended
		30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024
		(Audited - Refer Note 2)	(Unaudited)	(Audited - Refer Note 2)	(Audited)	(Audited)	(Audited)
1	<b>Income</b>						
	a Revenue from operations	16,913.05	13,466.84	12,971.46	30,379.89	22,967.58	47,305.69
	b Other income	4,164.70	2,183.12	3,912.66	6,347.82	6,001.75	9,804.73
	<b>Total Income</b>	<b>21,077.75</b>	<b>15,649.96</b>	<b>16,884.12</b>	<b>36,727.71</b>	<b>28,969.33</b>	<b>57,110.42</b>
2	<b>Expenses</b>						
	a Employee benefits expense	2,260.08	2,113.78	2,012.47	4,373.86	4,006.02	8,158.99
	b Depreciation and amortisation expense	459.06	438.25	249.02	897.31	502.01	1,235.34
	c Finance cost	1.79	2.00	2.54	3.79	5.16	9.76
	d Contribution to investor protection fund	458.63	331.04	334.36	789.67	541.68	1,148.31
	e Other expenses	4,399.65	4,130.18	3,712.42	8,529.83	7,116.52	13,806.22
	<b>Total Expenses</b>	<b>7,579.21</b>	<b>7,015.25</b>	<b>6,310.81</b>	<b>14,594.46</b>	<b>12,171.39</b>	<b>24,358.62</b>
3	<b>Profit before Tax (1 - 2)</b>	<b>13,498.54</b>	<b>8,634.71</b>	<b>10,573.31</b>	<b>22,133.25</b>	<b>16,797.94</b>	<b>32,751.80</b>
4	<b>Tax Expenses</b>						
	a Current tax	2,907.24	2,037.81	2,330.04	4,945.05	3,769.32	7,030.89
	b Deferred tax	414.11	(64.08)	(16.54)	350.03	(176.47)	(86.65)
	<b>Total Tax Expenses</b>	<b>3,321.35</b>	<b>1,973.73</b>	<b>2,313.50</b>	<b>5,295.08</b>	<b>3,592.85</b>	<b>6,944.24</b>
5	<b>Net Profit after tax (3-4)</b>	<b>10,177.19</b>	<b>6,660.98</b>	<b>8,259.81</b>	<b>16,838.17</b>	<b>13,205.09</b>	<b>25,807.56</b>
6	<b>Other Comprehensive Income</b>						
	<b>Items that will not be reclassified to profit or loss :</b>						
	a Actuarial gain/(loss) on post retirement benefit plans	(186.17)	110.24	(6.31)	(75.93)	(73.56)	(145.83)
	b Income tax relating to items that will not be reclassified to profit or loss	46.86	(27.75)	1.59	19.11	18.52	36.71
	<b>Total Other Comprehensive Income (net of tax)</b>	<b>(139.31)</b>	<b>82.49</b>	<b>(4.72)</b>	<b>(56.82)</b>	<b>(55.04)</b>	<b>(109.12)</b>
7	<b>Total Comprehensive Income for the period / year (5+6)</b>	<b>10,037.88</b>	<b>6,743.47</b>	<b>8,255.09</b>	<b>16,781.35</b>	<b>13,150.05</b>	<b>25,698.44</b>
8	<b>Paid up Equity Share Capital (Face value per share ₹ 2 each)</b>	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00
9	<b>Other Equity</b>						1,46,857.11
10	<b>Basic and Diluted Earnings per share (₹) (Face value per share ₹ 2 each) (not annualised except yearly data)</b>	5.09	3.33	4.13	8.42	6.60	12.90

NOTES --

- The above financial results for the Quarter and Six Months ended 30th September, 2024 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 12th November, 2024. The financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant Rules issued thereunder and other accounting principles generally accepted in India. The above financial results have been audited by the Statutory Auditors.
- The Statement includes the results for the Quarter ended 30th September, 2024 being the balancing figure between audited figures in respect of the Six Months ended and the published year to date figures upto the First Quarter of the financial year ending on 31st March, 2025, which were subjected to limited review by the Statutory Auditors. Also, it includes the results for the Quarter ended 30th September, 2023 being the balancing figure between audited figures in respect of the Six Months ended and the published year to date figures upto the First Quarter of the financial year ended on 31st March, 2024, which were subjected to limited review by the Statutory Auditors.
- The Company's main business is to provide Depository services. All other activities revolve around the main business. Further, all activities are carried out in India. As such, there are no separate reportable operating segments as per the stipulations of Indian Accounting Standards (Ind AS) 108 "Operating Segments".
- The Company has preferred two civil appeals before Hon'ble Supreme Court challenging the Order of SAT dated December 20, 2023 ("SAT Order") in the matter of Karvy Stock Broking Ltd ("Karvy") wherein SEBI, NSE and NSDL were directed to (i) permit Axis Bank (one of the lenders to Karvy) to invoke the shares pledged in its favour by Karvy, as available in the Demat account, and (ii) restore the pledge of shares in favour of other Banks & NBFC, or compensate them with the value of underlined securities which were pledged by Karvy in their favour, along with interest. The SEBI's order issued on December 13, 2019 recorded that the total dues payable to the Banks & NBFC by Karvy amounted to approx ₹1,435.05 crores. However, the amount of Karvy's current outstanding dues towards these Banks & NBFC is not known. Further, SEBI and NSE have also independently filed appeals before the Hon'ble Supreme Court against the SAT Order. The Hon'ble Supreme Court vide its order dated January 18, 2024, has granted an interim relief to the appellants i.e. SEBI, NSE and NSDL. The Hon'ble Supreme Court has extended the interim order passed on January 18, 2024, during the hearings held on various dates, without passing any other order. The next date of hearing is awaited. Although the SAT passed an order implicating SEBI, NSE and NSDL, collectively, the Company's management maintains the stand that the Company's actions of releasing the pledge and also returning the securities to Karvy's Clients were strictly as per SEBI's Interim Order (as a Regulator) and were taken under the supervision of NSE and as a result, the Company cannot be held liable towards the Banks and NBFC and no liability can be attributed to the Company. However, the outcome of the matter is contingent upon Hon'ble Supreme Court's verdict and the financial obligations on the Company, if there would be any, would be known once the verdict is pronounced by Hon'ble Supreme Court since the same cannot be reliably estimated at present stage. In the assessment of the management and based on legal opinion obtained in the matter, the Company believes that it has strong case on merits to challenge the SAT Order and hence, no provision is required to be made in the books of account.
- The Finance Ministry, as part of its budget announcement on July 23, 2024, had proposed changes in the taxation of capital gains. These changes have impacted deferred tax expense and liability for unrealized gains recognized over different periods through Profit and Loss. The Company has determined the impact and has recognized the same in the current Quarter ended 30th September, 2024.
- The figures for the corresponding previous periods have been regrouped and rearranged wherever necessary to make them comparable.

The Statement of Assets and Liabilities as at 30th September, 2024 is given below:

(₹ in Lakh)

Particulars	As at 30th September, 2024		As at 31st March, 2024	
	(Audited)		(Audited)	
<b>I. ASSETS</b>				
<b>Non-Current Assets</b>				
a) Property, plant and equipment	24,789.46		24,318.89	
b) Capital work-in-progress	802.73		40.96	
c) Intangible assets	381.67		377.61	
d) Intangible asset under development	1,115.08		863.29	
e) Right of use of assets	61.42	27,150.36	79.74	25,680.49
<b>e) Financial assets</b>				
i) Non-current investments	1,32,886.29		1,18,876.45	
ii) Other financial assets	5,073.11		5,229.54	
f) Deferred tax assets (net)	566.65		916.67	
g) Income tax assets (net)	549.30		549.30	
h) Other non-current assets	419.38	1,39,494.73	148.46	1,25,720.42
<b>Current Assets</b>				
a) Financial assets				
i) Current investments	25,737.63		12,062.27	
ii) Trade receivables	11,567.39		6,108.91	
iii) Cash and cash equivalents	2,048.39		1,258.24	
iv) Bank balances other than (iii) above	19,977.31		12,337.60	
v) Other financial assets	889.15		242.06	
b) Other current assets	1,951.34	62,171.21	1,297.09	33,306.17
<b>Total</b>		<b>2,28,816.30</b>		<b>1,84,707.08</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
a) Equity share capital	4,000.00		4,000.00	
b) Other equity	1,61,638.46	1,65,638.46	1,46,857.11	1,50,857.11
<b>LIABILITIES</b>				
<b>Non-Current Liabilities</b>				
<b>Financial Liabilities</b>				
a) Lease liability	47.22		53.77	
b) Other financial liabilities	435.12	482.34	510.46	564.23
<b>Current Liabilities</b>				
a) Financial Liabilities				
i) Trade payables				
a) Total outstanding dues of micro enterprises and small enterprises	611.07		380.17	
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,738.65		2,281.99	
ii) Lease liability	26.03		38.07	
iii) Other financial liabilities	32,523.38		21,605.33	
b) Provisions	3,172.54		2,778.94	
c) Current tax liability (net)	1,146.93		732.30	
d) Other current liabilities	21,476.90	62,695.50	5,468.94	33,285.74
<b>Total</b>		<b>2,28,816.30</b>		<b>1,84,707.08</b>

**NSDL**

Technology, Trust &amp; Reach

Standalone Cash Flow Statement for the Six Months ended 30th September, 2024 is given below:

(₹ in Lakh)

Particulars	For the Six Months ended 30th September, 2024	For the Six Months ended 30th September, 2023
	(Audited)	(Audited)
<b>A. Cash Flow From Operating Activities</b>		
Profit before tax	22,133.25	16,797.94
<b>Adjustments for :</b>		
Depreciation and amortisation expense	897.31	502.01
Provision for compensated absences	50.01	37.96
Provision for investor awareness	343.59	323.70
Provision for doubtful trade receivables	727.31	622.30
Bad debts written off	10.05	95.89
Provision for doubtful rent deposit	-	(35.55)
Contribution to investor protection fund	789.67	541.68
Fair value gain on investments in mutual funds	(667.45)	(872.42)
Dividend income from current investments	-	(81.70)
Dividend from subsidiary	(1,831.50)	(1,831.50)
Profit on sale of investments / Assets	(5.01)	-
Interest income	(3,730.78)	(2,997.88)
<b>Operating Profit before Working Capital Changes</b>	<b>18,716.45</b>	<b>13,102.43</b>
<b>Changes in Working Capital:</b>		
(Increase) / decrease other assets	(971.20)	(131.77)
(Increase) / decrease other financial assets	(491.09)	99.41
(Increase) / decrease trade receivables	(6,195.84)	(2,096.81)
Increase / (decrease) trade payables	1,687.56	665.58
Increase / (decrease) other financial liabilities	1,956.61	(768.86)
Increase / (decrease) provisions	(56.82)	(504.07)
Increase / (decrease) other liabilities	16,007.96	10,717.27
<b>Cash generated from Operations</b>	<b>30,653.63</b>	<b>21,083.18</b>
Net income tax paid	(4,530.42)	(3,760.19)
<b>Net Cash generated from / (used) in Operating Activities (A)</b>	<b>26,123.21</b>	<b>17,322.99</b>
<b>B. Cash Flow from Investing Activities</b>		
Capital expenditure on property, plant and equipment, intangible assets, capital	(2,253.09)	(1,567.98)
Proceeds from sale of property, plant and equipment	7.82	-
Purchase of non-current investments	(16,731.27)	(17,117.65)
Sale / Redemption of non-current investments	1,835.12	14,190.91
Proceeds / (Purchase) of current investments (Net)	(10,116.59)	(16,259.05)
Dividend received from subsidiary	1,831.50	1,831.50
Interest received	3,731.20	2,999.22
<b>Net Cash generated from / (used) in Investing Activities (B)</b>	<b>(23,695.31)</b>	<b>(15,923.05)</b>
<b>C. Cash Flow from Financing Activities</b>		
Dividend paid	(1,637.75)	(2,000.00)
<b>Net Cash used in Financing Activities (C)</b>	<b>(1,637.75)</b>	<b>(2,000.00)</b>
<b>Net increase / (decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>790.15</b>	<b>(600.06)</b>
Cash and cash equivalents at the beginning of the year	1,258.24	1,370.58
<b>Cash and Cash Equivalents at the end of the period</b>	<b>2,048.39</b>	<b>770.52</b>

For and on behalf of Board

By: Veen Kumar Gupta  
Chairman  
DIN: 02895343Place : Mumbai  
Date : 12th November, 2024