

Price Waterhouse & Co Chartered Accountants LLP

To
The Board of Directors
M/s. National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (East)
Mumbai - 400051

1. We have reviewed the Statement of Consolidated Unaudited Financial Results of National Stock Exchange of India Limited (the "Parent Company"), its subsidiaries (the Parent Company and its subsidiaries hereinafter referred to as the "Group"), and associate companies for the quarter and the half year ended September 30, 2019 which are included in the accompanying Statement of Consolidated Unaudited Financial Results, the Statement of Consolidated Unaudited Assets and Liabilities as on that date and the Statement of Consolidated Unaudited Cash Flows for the half-year ended on that date (the "Statement"). The Statement is being submitted by the Parent Company pursuant to the requirement of Regulation 33 of Securities Contracts (Regulation) (Stock Exchange and Clearing Corporations) Regulations, 2018 (the "SECC Regulations") read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. Attention is drawn to the fact that the consolidated figures for the corresponding quarter and half year ended September 30, 2018 as reported in these financial results have been approved by the Parent Company's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Parent Company's Management and has been approved by the Parent Company's Board of Directors, has been prepared 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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable



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Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)

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4. The Statement includes the results of the following entities:

Sr. No.	Name	Nature of Relationship
1	NSE Clearing Limited	Subsidiary Company
2	NSE Investments Ltd	Subsidiary Company
3	NSE IFSC Limited	Subsidiary Company
4	NSE IFSC Clearing Corporation Limited	Subsidiary's Subsidiary Company
5	NSEIT Limited	Subsidiary's Subsidiary Company
6	NSE Data & Analytics Limited	Subsidiary's Subsidiary Company
7	NSE Indices Ltd	Subsidiary's Subsidiary Company
8	NSE Infotech Services Limited	Subsidiary's Subsidiary Company
9	NSE.IT (US) Inc.	Subsidiary's Subsidiary Company
10	Aujas Networks Private Limited	Subsidiary's Subsidiary Company
11	NSE Academy Limited	Subsidiary's Subsidiary Company
12	NSE Foundation	Subsidiary Company
13	National Securities Depository Limited	Associate Company
14	Power Exchange India Limited	Subsidiary's Associate
15	NSDL e-Governance Infrastructure Limited	Subsidiary's Associate
16	Market Simplified India Limited	Subsidiary's Associate
17	Computer Age Management Services Private Limited	Subsidiary's Associate
18	Receivables Exchange Of India Limited	Subsidiary's Associate


5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw your attention to Note 6 to the Statement, relating to the contingent liability, that describes the Orders issued by the Securities and Exchange Board of India ("SEBI") on April 30, 2019 wherein disgorgement/demand aggregating Rs. 687.47 crore (excluding interest thereon at 12% p.a. from April 1, 2014 till the actual date of payment for one order and from September 11, 2015 till the actual date of payment for second order) has been raised against the Parent Company pursuant to an investigation conducted in relation to preferential access to tick by tick data at the Parent Company's Colocation facility, Dark Fiber point to point connectivity and Governance and related matters. SEBI further directed the Parent Company to undertake certain remedial measures, actions and imposed restrictions. The Parent Company has also received Adjudication notices covering identical matters, facts, circumstances and grounds as stated in each of the above orders, which are currently pending for hearing before SEBI. The Parent Company has transferred Rs 687.47 crore to SEBI in respect of these orders and continues to transfer revenues emanating from the colocation facility to a separate bank account, which are then invested and along with accruals thereon have been shown under restricted/earmarked investments and bank balances. The Parent Company has filed appeals to contest the aforesaid orders with the Hon'ble Securities Appellate Tribunal, the future outcome of which is uncertain at this stage. Based on the legal opinion obtained by the Parent Company, no provision for any liability has been made towards the aforesaid demand from the Orders, including any monetary penalty from the pending Adjudication proceedings in the Statement. Our conclusion on the Statement is not modified in respect of these matters.



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7. We did not review the interim financial information of two subsidiaries and consolidated financial information of two subsidiaries included in the consolidated unaudited financial results, whose interim financial information reflect total assets of Rs. 9,691.68 crore and net assets of Rs. 2,322.48 crore as at September 30, 2019 and total revenues of Rs. 246.43 crore and Rs. 501.98 crore, total net profit after tax of Rs 96.80 crore and Rs. 203.12 crore and total comprehensive income of Rs. 97.98 crore and Rs. 203.48 crore for the quarter and half year ended, respectively, and net cash outflows of Rs 3,172.66 crore for the half year ended September 30, 2019, as considered in the consolidated unaudited financial results. These interim financial information have been reviewed by other auditors in accordance with SRE 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" and their reports dated October 23, 2019, November 4, 2019 and November 6, 2019, vide which they have issued an unmodified conclusion, have been furnished to us by the Management and our conclusion 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 reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of these matters.
8. The consolidated unaudited financial results includes the interim financial information of one subsidiary which have not been reviewed by their auditors, whose interim financial information reflect total assets of Rs. 3.41 crore and net assets of Rs. 3.36 crore as at September 30, 2019 and total revenue of Rs Nil and Rs Nil, total net loss after tax of Rs. Nil and Rs. 0.04 crore and total comprehensive loss of Rs. Nil and Rs. 0.4 crore for the quarter and half year ended September 30, 2019, respectively, and net cash outflows of Rs. 0.21 crore for the half year ended September 30, 2019, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's share of net profit after tax of Rs. 15.92 crore and Rs. 29.53 crore and total comprehensive income of Rs 15.96 crore and Rs. 29.61 crore for the quarter and half year ended September 30, 2019, respectively, as considered in the consolidated unaudited financial results, in respect of five associates, based on their interim financial information which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.
9. We were neither engaged to review, nor have we reviewed the comparative figures for the quarter and half year ended on September 30, 2018, accordingly, we do not express any conclusion on these figures included in the Statement. Our conclusion on the Statement is not modified in respect of these matters.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/ E - 300009



Sumit Seth
Partner
Membership Number 105869
UDIN: 19105869AAAAAW2684
Place: Mumbai
Date: November 07, 2019



NATIONAL STOCK EXCHANGE OF INDIA LIMITED

CIN : U67120MH1992PLC069769



STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019

Sr. No. Particulars	(Rs. in crores unless otherwise stated)					
	Quarter ended			Half year ended		Year ended
	30.09.2019 Unaudited	30.06.2019 Unaudited	30.09.2018 Unaudited	30.09.2019 Unaudited	30.09.2018 Unaudited	31.03.2019 Audited
1 Income						
(a) Revenue from operations	866.82	818.59	752.59	1,685.41	1,458.65	3,027.79
(b) Other Income	105.03	120.66	107.03	225.69	216.76	486.78
Total Income	971.85	939.25	859.62	1,911.10	1,675.41	3,514.57
2 Expenses						
(a) Employee benefits expense	103.98	101.78	72.17	205.76	145.63	306.39
(b) Depreciation and amortisation expense	44.06	40.64	36.38	84.70	70.23	142.02
(c) Other expenses	187.87	186.50	186.35	374.37	322.51	766.72
Total expenses	335.91	328.92	294.90	664.83	538.37	1,215.13
3 Profit before, share of net profits of investments accounted for by using equity method, profit on sale of investments in associates and tax (1-2)	635.94	610.33	564.72	1,246.27	1,137.04	2,299.44
4 Share of net profit of associates accounted for by using equity method	32.05	28.45	24.08	60.50	53.68	107.03
5 Profit before profit on sale of investment in associate and tax (3+4)	667.99	638.78	588.80	1,306.77	1,190.72	2,406.47
6 Profit on sale of investment in associate	-	-	172.13	-	172.13	169.74
7 Profit before tax (5+6)	667.99	638.78	760.93	1,306.77	1,362.85	2,576.21
8 Less: Income Tax expense						
(a) Current tax	114.94	216.50	235.88	331.44	426.11	857.84
(b) Deferred tax	(1.49)	(3.71)	0.64	(5.20)	16.41	10.33
Total Tax expenses	113.45	212.79	236.52	326.24	442.52	868.17
9 Profit for the period / year (7-8)	554.54	425.99	524.41	980.53	920.33	1,708.04
10 Other Comprehensive Income						
(a) <i>Items that will be reclassified to profit or loss (net of tax)</i>						
Changes in fair value of FVOCI debt instruments	4.61	11.91	(0.59)	16.52	(12.28)	2.87
Changes in foreign currency translation reserve	1.72	0.02	6.58	1.74	11.95	6.20
(b) <i>Items that will not be reclassified to profit or loss (net of tax)</i>						
Remeasurements of post-employment benefit obligations	(0.41)	(2.47)	(0.44)	(2.88)	(1.19)	(2.91)
Changes in fair value of FVOCI equity instruments	4.07	2.06	(0.52)	6.13	(8.87)	(1.09)
Total other comprehensive income / (loss) for the period / year, net of taxes	9.99	11.52	5.03	21.51	(10.39)	5.07
11 Total comprehensive income for the period / year (9+10)	564.53	437.51	529.44	1,002.04	909.94	1,713.11
12 Profit attributable to :						
Owners of National Stock Exchange of India Limited	554.60	426.11	524.41	980.71	909.94	1,708.04
Non-Controlling Interests	(0.06)	(0.12)	-	(0.18)	-	0.00
13 Other comprehensive income/(loss) attributable to :						
Owners of National Stock Exchange of India Limited	9.99	11.52	5.03	21.51	(10.39)	5.07
Non-Controlling Interests	-	-	-	-	-	0.00
14 Paid-up equity share capital (Face value Re. 1 per share)	49.50	49.50	49.50	49.50	49.50	49.50
15 Reserves (excluding Revaluation Reserve)						7,737.39
16 Earnings per equity share (EPS) (Face Value Re. 1 each) - Basic and Diluted (Rs.)	11.20*	8.61 *	10.59*	19.81 *	18.59*	34.51

* Not annualised

Segment Information

(a) Description of segments and principal activities

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 and CEO of the Company. The Group has identified the following segments i.e. Trading Services, Clearing Services, Data Feed, Index licensing and strategic investment as reporting segments based on the information reviewed by CODM.

1: **Trading services** : This part of the business offers services related to trading in equity, equity derivatives, debt, currency derivatives and commodity derivatives segments. Revenue includes transaction charges, listing & book building fees, revenue from data centre charges etc.

2: **Clearing services** : This part of the business offers clearing and settlement of the trades executed in the capital markets, future & options, currency derivative and commodity derivative segments.

3: **Data feed services** : This part of business offers services related to dissemination of price, volume, order book and trade data relating to securities and various indices to the stock and commodity brokers.

4: **Index licensing fees** : This part of the business is primary provider of indices and related products and services to various participants in capital market in india.

5: **Strategic investments** : This part of business is related to making or holding all strategic investments in the equity shares and / or other securities of various group companies.

6: Other segments includes End to End Solution, E-learning Solutions, Web Trading, IT services, IT Process Support charges, Software application development, and IT security services. The results of these operations are included in the "all other segments". This column includes head office and group services.

The above business segments have been identified considering :

- the nature of products and services
- the differing risks
- the internal organisation and management structure, and
- the internal financial reporting systems.

The segment information presented is in accordance with the accounting policies adopted for preparing the consolidated financial statements of the Group. Segment revenues, expenses and results include inter-segment transfers. Such transfers are undertaken either at competitive market prices charged to unaffiliated customers for similar goods or at contracted rates. These transfers are eliminated on consolidation.

(b) Segment Revenue :

Transactions between segments are carried out at arms length and are eliminated on consolidation. Segment revenue is measured in the same way as in the statement of profit or loss. Revenue and expenses which relate to the enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as Unallocable. The CODM primarily uses a measure of profit before tax to assess the performance of the operating segments.

(Rs. Crs)

Segments	For the quarter ended 30th Sept, 2019				For the quarter ended 30th June, 2019				For the quarter ended 30th Sept, 2018				For the half year ended 30th Sept, 2019				For the half year ended 30th Sept, 2018			
	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results
Trading Services	696.18	11.94	684.24	505.57	625.90	10.14	615.76	436.34	631.33	10.24	621.09	426.37	1,322.08	22.08	1,300.00	941.91	1,217.54	19.63	1,197.91	870.45
Clearing Services	85.68	43.66	42.02	22.08	83.37	37.01	46.36	23.65	80.30	34.48	45.82	24.39	169.05	80.67	88.38	45.73	159.97	67.27	92.70	53.85
Data feed Services	22.96	8.20	14.76	12.49	29.04	5.60	23.44	23.20	24.36	8.60	15.76	14.52	52.00	13.80	38.20	35.69	45.91	8.91	37.00	34.63
Index Licensing Services	28.66	5.56	23.10	20.93	25.28	4.51	20.77	18.69	21.41	3.55	17.86	11.34	53.94	10.07	43.87	39.61	42.37	6.96	35.41	9.95
Strategic Investments	14.99	7.63	7.36	6.84	64.25	57.99	6.26	5.68	5.33	-	5.33	2.61	79.24	65.62	13.62	12.52	9.42	-	9.42	6.11
Other Segments	112.48	17.14	95.34	(36.86)	120.63	14.63	106.00	(17.74)	55.94	9.21	46.73	(21.55)	233.11	31.77	201.34	(54.60)	123.79	37.58	86.21	(54.42)
Total	960.95	94.13	866.82	531.05	948.47	129.88	818.59	489.82	818.67	66.08	752.59	457.68	1,909.42	224.01	1,685.41	1,020.86	1,599.00	140.35	1,458.65	920.57
Add: Unallocable income (Net of Expenses)				48.06				66.17				71.06				114.24				142.68
Add: Interest income				56.83				54.34				35.98				111.17				73.79
Profit before, share of net profits of investments accounted by using equity method, profit on sale of investments in associates and tax				635.94				610.33				564.72				1,246.27				1,137.04
Add: Share of profit (net) of Associates accounted by using equity method				32.05				28.45				24.08				60.50				53.68
Profit before profit on sale of investment in associate and tax				667.99				638.78				588.80				1,306.77				1,190.72
Add: Profit on sale of investment in associate				-				-				172.13				-				172.13
Profit before Tax				667.99				638.78				760.93				1,306.77				1,362.85
Less: Tax Expense:																				
Current Tax				(114.94)				(216.50)				(235.88)				(331.44)				(426.11)
Deferred Tax				1.49				3.71				(0.64)				5.20				(16.41)
Total Tax Expenses				(113.45)				(212.79)				(236.52)				(326.24)				(442.52)
Net profit after tax				554.54				425.99				524.41				980.53				920.33

(c) Segment Assets :

Segment assets are measured in the same way as in the Balance Sheet. These assets are allocated based on the operations of the segment.

Segments	(Rs. Crs)		
	As at 30th September, 2019	As at 30th September, 2018	As at 31st March, 2019
Trading Services	2,548.98	2,389.17	2,365.34
Clearing Services *	7,382.55	8,083.01	10,045.48
Datafeed Services	23.06	4.23	9.04
Index Licensing Services	18.85	17.92	17.89
Strategic Investments	870.68	762.69	805.09
Other Segments	420.44	179.18	289.65
Total Segment Assets	11,264.56	11,436.20	13,532.49
Unallocable Assets	7,045.51	7,244.53	6,445.89
Total Assets	18,310.07	18,680.73	19,978.38

There are no non current assets situated outside India.

Investments held by the Group are not considered to be segment assets but are managed by the treasury function. Tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as unallocable. Interest income are not allocated to segments, as this type of activity is driven by the central treasury function, which manages the cash position of the Group.

* Segment Asset include amount pertaining to Core SGF maintained by NSE Clearing Limited and NSE IFSC Clearing Corporation Limited (NSE IFSC CC) as follows:

Particulars	(Rs. Crs)		
	As at 30th September, 2019	As at 30th September, 2018	As at 31st March, 2019
Contribution to Core SGF	2,977.87	2,604.74	2,786.92
Contribution to SGF - Commodity Derivatives	250.00	-	250.00
Contribution to Core SGF - NSE IFSC CC	8.67	7.71	8.01

(d) Segment Liabilities

Segment liabilities are measured in the same way as in the financial statements. These liabilities are allocated based on the operations of the segment.

Segments	(Rs. Crs)		
	As at 30th September, 2019	As at 30th September, 2018	As at 31st March, 2019
Trading Services	2,343.50	2,360.55	1,785.29
Clearing Services	6,957.85	8,006.29	9,954.37
Datafeed Services	23.59	6.88	10.54
Index Licensing Services	9.41	15.41	1.78
Strategic Investments	0.70	2.95	0.15
Other Segments	140.98	118.69	128.78
Total Segment Liabilities	9,476.03	10,510.77	11,880.91
Unallocable Liabilities	521.46	388.17	309.11
Core Settlement Guarantee Fund	(3,236.54)	(2,612.55)	(3,057.58)
Total Liabilities	6,760.95	8,286.39	9,132.44

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
STATEMENT OF CONSOLIDATED UNAUDITED ASSETS AND LIABILITIES

(Rs. in crores unless otherwise stated)

Particulars	As at 30.09.2019 Unaudited	As at 31.03.2019 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	510.96	549.50
Capital work-in-progress	12.20	6.60
Goodwill	127.17	123.18
Other intangible assets	88.64	89.65
Intangible assets under development	109.43	92.75
Right of Use Assets	132.16	-
Investment in associates accounted for using the equity method	833.55	787.47
Financial assets		
- Investments	2,640.47	3,122.99
- Other financial assets		
Non-current bank balances	419.57	1,206.31
Others	82.18	175.66
Income tax assets (net)	451.98	423.96
Deferred tax assets (net)	7.11	8.88
Other non-current assets	716.58	17.40
Total non-current assets	6,132.00	6,604.35
Current assets		
Financial assets		
- Investments	3,507.34	3,001.58
- Trade receivables	546.84	452.51
- Cash and cash equivalents*	3,469.09	6,592.61
- Bank balances other than cash and cash equivalents*	4,053.42	2,948.07
* Includes Rs.2,871.24crores (Previous Year : Rs.6,076.65 crores) pertaining to Settlement obligation and margin money from members		
- Other financial assets	449.48	239.66
Other current assets	151.90	139.60
Total current assets	12,178.07	13,374.03
TOTAL ASSETS	18,310.07	19,978.38
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	49.50	49.50
Other equity	8,262.23	7,737.39
Equity attributable to owners	8,311.73	7,786.89
Non Controlling Interest	0.75	1.37
TOTAL EQUITY	8,312.48	7,788.26
CORE SETTLEMENT GUARANTEE FUND		
- Core Settlement Guarantee Fund paid	2,970.14	2,794.93
- Core Settlement Guarantee Fund payable	16.40	12.65
- Settlement Guarantee Fund paid - Commodity Derivatives	250.00	250.00
	3,236.54	3,057.58
INVESTOR PROTECTION FUND	0.10	0.10
LIABILITIES		
Non-current liabilities		
Lease Liabilities	58.68	-
Other financial liabilities	-	9.66
Provisions	22.91	19.79
Deferred tax liabilities (net)	153.82	154.71
Other non-current liabilities	5.39	5.39
Total non-current liabilities	240.80	189.55
Current liabilities		
Lease Liabilities	10.49	-
Financial liabilities		
Deposits	1,874.13	1,891.38
Trade payables		
Total Outstanding dues of micro enterprises and small enterprises	0.01	0.14
Total Outstanding dues of creditors other than micro enterprises and small enterprises	197.15	127.99
Other financial liabilities*		
** Includes Rs.2,871.24 crores (Previous Year : Rs.6,076.65 crores) pertaining to Settlement obligation and margin money from members		
	3,073.09	6,267.84
Contract Liabilities	13.50	13.02
Provisions	70.04	76.48
Income tax liabilities (net)	146.52	124.76
Other current liabilities	1,135.22	441.28
Total current liabilities	6,520.15	8,942.89
TOTAL LIABILITIES	6,760.95	9,132.44
TOTAL EQUITY AND LIABILITIES	18,310.07	19,978.38

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

STATEMENT OF CONSOLIDATED UNAUDITED CASH FLOWS FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

	(Rs.in Crores)		
	For the half year ended 30.09.2019 (Unaudited)	For the half year ended 30.09.2018 (Unaudited)	For the year ended 31.03.2019 (Audited)
A) CASH FLOWS FROM OPERATING ACTIVITIES			
PROFIT BEFORE TAX	1,306.77	1,362.85	2,576.21
Adjustments for			
Depreciation and amortisation expense	84.70	70.23	142.02
Interest income from financial assets at amortised cost	(91.05)	(53.48)	(106.67)
Interest Income from investments	(121.60)	(122.20)	(249.08)
Interest income from investments designated at FVOCI	(20.13)	(20.32)	(40.45)
Rental income	(2.62)	(3.02)	(4.96)
Dividend income	-	(0.02)	(0.24)
Net fair value gain on financial assets mandatorily measured at FVPL	(22.68)	(7.94)	(145.56)
Net gain on sale of investments	(97.05)	(127.28)	(190.75)
Net gain on sale of investments of associate	-	(169.74)	(169.74)
Net gain on disposal of property, plant and equipment	-	(0.22)	-
Provision for doubtful debts	4.05	-	1.64
Impairment losses on financial assets	-	42.63	80.13
Share of net profit of associates accounted by using equity method	(60.50)	(53.68)	(107.03)
Interest on Lease Liability	3.74	-	-
Others	-	-	0.77
Change in operating assets and liabilities			
(Increase)/Decrease in trade receivables	(98.38)	(68.28)	(39.72)
(Increase)/Decrease inventories	-	(0.01)	0.01
Increase/(Decrease) in trade payables	69.03	3.24	(5.04)
(Increase)/Decrease in other financial assets	(13.01)	(41.16)	(9.59)
(Increase)/Decrease in other assets	(709.84)	(24.00)	(43.04)
Increase/(Decrease) in other financial liabilities	(3,171.36)	(931.26)	525.35
Increase/(Decrease) in provisions	(7.07)	(9.00)	9.84
Increase/(Decrease) in other liabilities	694.42	756.38	105.10
(Refund) / proceeds of deposits	(17.25)	(15.76)	(24.53)
Change in Core Settlement Guarantee Fund balance	178.96	166.46	362.65
CASH GENERATED / (USED) FROM OPERATIONS	(2,090.87)	754.42	2,667.31
Income taxes paid	(337.70)	(348.20)	(979.32)
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES - TOTAL (A)	(2,428.57)	406.22	1,687.99
B) CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment	(162.00)	(131.79)	(202.91)
Proceeds from property, plant and equipment	-	-	0.93
Proceeds from rental income	2.62	3.02	4.96
(Payment) / proceeds from investments (Net)	137.43	(1,106.70)	418.46
(Payment) / proceeds from investments in deposits with financial institutions (Net)	(50.00)	-	(125.00)
Payment for acquisition of subsidiary	(4.41)	-	(76.13)
(Payment) / proceeds for investment in associates (Net)	-	246.74	246.74
(Payment) / proceeds from fixed deposits(Net)	(318.61)	(64.91)	(1,038.82)
Interest received	179.45	164.64	391.60
Dividend received (including dividend from associate companies)	5.49	35.86	55.12
NET CASH INFLOW / (OUTFLOW) FROM INVESTING ACTIVITIES - TOTAL (B)	(210.03)	(853.14)	(325.05)
C) CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid (including dividend distribution tax)	(477.37)	(469.88)	(1,014.47)
Payment of Lease Liability	(3.81)	-	-
Interest on Lease Liability	(3.74)	-	-
NET CASH OUTFLOW FROM FINANCING ACTIVITIES - TOTAL (C)	(484.92)	(469.88)	(1,014.47)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A)+(B)+(C)	(3,123.52)	(916.80)	348.47
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	6,592.61	6,244.14	6,244.1
CASH AND CASH EQUIVALENTS AT END OF THE YEAR *	3,469.09	5,327.34	6,592.6
* Includes amount received from members towards settlement obligation and margin money.			
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENT	(3,123.52)	(916.80)	348.47
Reconciliation of cash and cash equivalents as per the cash flow statement			
Cash and cash equivalents as per above comprise of the following			
Cash and cash equivalents	3,469.09	5,327.34	6,592.6
Bank overdrafts	-	-	-
Balances per statement of cash flows	3,469.09	5,327.34	6,592.6

Notes :

1 The above Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2019 have been reviewed by the Audit Committee in its meeting held on November 6, 2019 and approved by the Board of Directors in its meeting held on November 7, 2019. The financial results for the quarter and half year ended September 30, 2019 were reviewed by the Statutory Auditors of the Company.

The consolidated figures for the corresponding quarter and half year ended September 30, 2018 as reported in these financial results have been approved by the Holding Company's Board of Directors, but have not been subject to review by the Statutory Auditors of the Company.

2 The Company has paid final dividend of Rs.477.37 crores (including dividend distribution tax) during the quarter ended September 30, 2019, approved by the shareholders in Annual General Meeting held on August 2, 2019.

3 The Board of Directors at its meeting held on November 7, 2019 have declared an interim dividend of Rs.9.80 per equity share of face value of Rs.1 each.

4 a) In case of NSE Clearing Limited (NCL), Securities and Exchange Board of India, vide circular CIR/MRD/DRMNP/25/2014 dated August 27, 2014, inter alia, 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 September 30, 2019 is Rs.2,961.48 crores comprising of: a) Rs.734.46 crores contributed by NCL by appropriating reserves / profits b) Rs.376.15 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 up to August 2015 d) The balance amount of 25% of Exchange profits amounting to Rs. 327.51 crores is credited to Core SGF e) Rs.68.04 crores, Rs.32.35 crores and Rs.30.07 crores adjusted towards incremental requirement of Minimum Required Corpus (MRC) from the interest accrued 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.562.99 crores and an amount of Rs.467.97 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 ended September 30, 2019, June 30, 2019 and September 30, 2018 amounting to Rs. NIL, Rs. NIL and Rs. NIL, respectively and for the half year ended September 30, 2019 and September 30, 2018 amounting to Rs. NIL and 12.46 Crores, respectively (for the year ended March 31, 2019 Rs.17.46 crores) have been appropriated out of profits.

Further, incremental requirement of Contribution to core SGF of Rs.16 Crores for the quarter ended September 30, 2019 i.e. NCL Rs.8 crores, NSE Rs. 4 crores and NSE's Contribution on behalf of members Rs.4 crores has been adjusted from interest accrual on respective investments.

b) In case of NSE IFSC Clearing Corporation (NICCL), SEBI vide circular no. SEBI/HO/MRD/DSA/ CIR / P/2016/125 dated November 28, 2016 has issued norms for set up of a fund and minimum corpus of such fund to guarantee the settlement of trades executed in the stock exchanges in International Financial Service Centre (IFSC). Accordingly, total Core SGF as on September 30, 2019 of NICCL is Rs.8.66 crores comprising of Rs.8.48 crores contributed by NICCL by appropriating reserves / profits, fines & penalties collected by NICCL amounted to Rs.0.02 crores and an amount of Rs.0.16 crores being income from investments of Core SGF funds that have been credited to Core SGF. Further, NICCL contribution to its Core SGF for the quarter ended September 30, 2019, June 30, 2019 and September 30, 2018 amounted to Rs.0.50 crores, Rs. NIL and Rs. NIL, respectively and for the half year ended September 30, 2019 and September 30, 2018 amounted to Rs.0.50 crores and Rs. NIL, respectively (for year ended March 31, 2019 amounted to Rs.0.50 crores).

c) During the year ended March 31, 2019, NCL received approval from SEBI to start clearing & settlement activities in Commodity Derivatives and commenced operations from October 12, 2018. As required by SEBI, an amount of Rs.250 crores has been earmarked towards a separate fund to augment Settlement Guarantee Fund for Commodity Derivatives by way of appropriation from General Reserves. Further, NCL has also earmarked investments amounting to Rs.250 crores in this regard.

5 During the previous quarter ended June 30, 2019, NCL had commenced Clearing & Settlement activities for Capital market segment under interoperability framework as prescribed by SEBI and during the current quarter ended September 30, 2019, NCL has commenced Clearing & Settlement activities for Equity Derivatives and Currency Derivatives segments under interoperability framework as prescribed by SEBI.

6 Securities and Exchange Board of India (SEBI) had directed NSE to carry out an investigation including forensic examination by independent external agencies in respect of certain aspects of NSE's Colocation facility. NSE got the investigation carried out and submitted the reports to SEBI. Further, SEBI had directed that pending completion of the investigations, all revenues emanating from the colocation facility with effect from September 2016 be transferred to a separate bank account. Accordingly, as of September 30, 2019, an amount of Rs.2,873.84 crores (March 31, 2019 Rs.2,258.71 crores) was transferred to a separate bank account and have been invested. These investments along with accruals there on have been shown under restricted / earmarked investments and bank balances.

Three show cause notices were issued by SEBI to the Company and to some of its employees, including former employees, in respect of the preferential access to tick by tick data in Company's Colocation facility, Dark Fibre point to point connectivity and Governance and related matters which were responded to. Further, NSE had also filed a Consent Application with SEBI on August 31, 2018 in respect of the said show cause notices. SEBI vide its letter dated April 30, 2019 returned the Consent Application filed by NSE and has passed orders in respect of all the three show cause notices. In the first order, it has passed a direction on NSE inter alia to disgorge an amount of Rs.624.89 crores along with interest at the rate of 12% per annum from April 01, 2014 till the actual date of payment and certain non-monetary and restrictive directions prohibiting the Company from raising funds from the market, through issuance of equity, debt or other securities for a period of six months from the date of the order; in the second order it passed a direction to deposit a sum of Rs.62.58 crores along with interest at the rate of 12% p.a. from September 11, 2015 till the actual date of payment along with other non-monetary and restrictive directions and in the third order it has passed certain non-monetary and remedial directions on NSE. Additionally, NSE has also received Adjudication notices covering the above three orders which are currently pending for hearing before SEBI.

The Company having received the orders passed by SEBI sought legal advice thereon and preferred an appeal against the said SEBI Orders. Hon'ble SAT vide its interim order has stayed the disgorgement of the amount, however it directed the Company to transfer the amount of Rs.624.89 crores in the Colocation matter and Rs.62.58 crores in the Dark Fibre matter totaling to Rs.687.47 crores to SEBI which has been remitted by the Company on June 13, 2019 out of the total earmarked investments as indicated above. Accordingly, as on September 30, 2019 the total earmarked investment including income accrued thereon stood at Rs.2,440.50 crores (March 31, 2019 Rs.2,424.42 crores). Further, the Company is also directed to continue to transfer all revenues emanating from its co-location facility to a separate bank account. With respect to Governance and related matters, Hon'ble SAT vide its interim order has kept the directions passed in the SEBI order in abeyance.

The Company believes that it has strong grounds to contest the above orders including monetary liability (including from pending adjudication proceedings) raised by SEBI. Accordingly, no provision for any liability in this regard is considered necessary in the financial results as of and for the half year ended September 30, 2019.

7 Effective April 1, 2019, the Group adopted Ind AS 116 "Leases", applied to all contracts existing on April 1, 2019 using the simplified approach. Accordingly, comparative information for the previous periods have not be retrospectively adjusted. On transition, the adoption of the new standard resulted in recognition of Right-of-Use-asset (ROU) and corresponding lease liability of Rs. 54.72 crores. Additionally, existing assets and related obligation in respect of finance leases have been reclassified and presented as part of ROU and lease liability amounting to Rs. 77.32 crores and Rs. 11.40 crores, respectively. The adoption of this new standard did not have any impact on the opening equity as of April 1, 2019 and neither have a material impact on the results for the quarter and half year ended September 30, 2019.

8 During the year ended March 31, 2019, NSEIT Limited had acquired Aujas Network Private Limited on 22nd March, 2019. The consolidated figures of the Group for the current quarter and half year ended September 30, 2019 includes Aujas Network Private Limited, and accordingly to that extent figures of previous quarter and half year ended September 30, 2018 are not comparable.

9 The recently promulgated 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 the consequential surrender of specified deductions/ incentives. Once exercised, such an option cannot be withdrawn for the same or subsequent Assessment Years. The provision for current and deferred taxes has been recognised on the basis that Group (except one subsidiary) would be availing such option to pay income tax at lower rate as per section 115BAA. Accordingly, tax expenses for the quarter and half year ended September 30, 2019 include tax credit of Rs.56 crores and Rs.4 crores, respectively, resulting from remeasurement of current tax provision and deferred tax balances by applying such reduced tax rate.

10 Previous period / year figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification/disclosure.

For and on behalf of the Board of Directors

Place : Mumbai
Date : November 7, 2019

Vikram Limaye
Managing Director & CEO
DIN : 00488534