

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2016

(Rs. in lakhs)

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
		Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited
1	<b>Income from Operations</b>						
	Income from operations	36,230	32,900	32,803	69,130	61,693	1,22,642
	Other Operating Income	7,771	5,761	6,536	13,532	12,360	24,655
	<b>Total Income from operations</b>	<b>44,001</b>	<b>38,661</b>	<b>39,339</b>	<b>82,662</b>	<b>74,053</b>	<b>1,47,297</b>
2	<b>Expenditure</b>						
	(a) Employee benefits expense	2,741	3,131	2,632	5,872	5,276	10,629
	(b) Clearing & settlement charges	2,526	2,406	2,683	4,932	5,223	9,854
	(c) Repairs & maintenance - computers, trading & telecommunication systems	2,944	2,653	2,969	5,597	5,856	10,754
	(d) Depreciation and amortisation expense	3,025	2,648	2,627	5,673	4,953	10,309
	(e) Other expenses	6,990	7,711	5,922	14,702	12,212	26,566
	<b>Total Expenses</b>	<b>18,227</b>	<b>18,549</b>	<b>16,833</b>	<b>36,776</b>	<b>33,520</b>	<b>68,111</b>
3	<b>Profit from Operations before other income and exceptional items (1-2)</b>	<b>25,774</b>	<b>20,112</b>	<b>22,506</b>	<b>45,886</b>	<b>40,533</b>	<b>79,186</b>
4	Other Income	28,796	12,544	9,139	41,340	35,817	55,737
5	<b>Profit from ordinary activities before exceptional items (3+4)</b>	<b>54,570</b>	<b>32,656</b>	<b>31,645</b>	<b>87,226</b>	<b>76,350</b>	<b>1,34,922</b>
6	Contribution to Core Settlement guarantee fund (Core SGF) ( Note 4)	(7,785)	(5,622)	(4,900)	(13,407)	(6,700)	(76,152)
7	<b>Profit from ordinary activities before Tax (5-6)</b>	<b>46,785</b>	<b>27,034</b>	<b>26,745</b>	<b>73,819</b>	<b>69,650</b>	<b>58,771</b>
8	Tax expenses						
	(a) Current tax	8,500	8,200	10,000	16,700	19,000	14,500
	(b) Deferred tax	850	43	(90)	894	703	703
9	<b>Net Profit from ordinary activities after tax (7-8)</b>	<b>37,435</b>	<b>18,791</b>	<b>16,835</b>	<b>56,226</b>	<b>49,947</b>	<b>43,568</b>
10	Other Comprehensive Income (net of tax)	1,505	727	(885)	2,232	347	1,085
11	<b>Net Profit for the period (9-10)</b>	<b>38,940</b>	<b>19,518</b>	<b>15,950</b>	<b>58,458</b>	<b>50,294</b>	<b>44,653</b>
12	<b>Paid-up equity share capital (Face value Rs. 10 per share)</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>
13	Reserves (excluding Revaluation Reserve)						5,67,573
14	Earnings per Share (EPS) ( FV Rs. 10 each)						
	(a) - Basic and Diluted ( Rs. )	83.19 *	41.76 *	37.41 *	124.94 *	110.99 *	96.82
	<b>Before contribution to Core Settlement Guarantee Fund</b>						
	(a) - Basic and Diluted ( Rs. )	94.50 *	49.93 *	44.53 *	144.43 *	120.73 *	207.48
	* Not annualised						

**NATIONAL STOCK EXCHANGE OF INDIA LIMITED**
**Statement of Asset and Liabilities**

	(Rs. in lakhs)	
	As at 30.09.2016	As at 31.03.2016
	(Audited)	
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	48,769	49,850
Capital work-in-progress	1,933	1,443
Other intangible assets	4,367	4,259
Intangible assets under development	2,030	2,311
Investment in subsidiaries, associates and joint ventures	89,422	89,424
Financial assets		
- Investments	2,33,134	2,82,914
- Other financial assets		
Non-current bank balances	16,018	28,086
Others	1,965	2,315
Income tax assets (net)	28,886	25,764
Other non-current assets	1,676	1,389
<b>Total non-current assets</b>	<b>4,28,199</b>	<b>4,87,755</b>
<b>Current assets</b>		
Inventories		
Financial assets		
- Investments	3,48,048	1,59,801
- Trade receivables	23,806	22,495
- Cash and cash equivalents	8,153	5,065
- Bank balances other than cash and cash equivalents	28,615	1,14,097
- Other financial assets	3,617	9,990
Other current assets	8,460	7,284
<b>Total current assets</b>	<b>4,20,699</b>	<b>3,18,730</b>
<b>TOTAL ASSETS</b>	<b>8,48,899</b>	<b>8,06,485</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity share capital	4,500	4,500
Other equity	5,89,699	5,67,573
<b>TOTAL EQUITY</b>	<b>5,94,199</b>	<b>5,72,073</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Other financial liabilities	886	857
Provisions	1,482	1,025
Deferred tax liabilities (net)	5,065	3,193
Other non-current liabilities	539	539
<b>Total non-current liabilities</b>	<b>7,972</b>	<b>5,614</b>
<b>Current liabilities</b>		
Financial liabilities		
Deposits	1,11,003	1,09,845
Trade payables	8,132	6,681
Other financial liabilities	10,476	10,426
	1,29,611	1,26,953
Provisions	4,084	4,359
Income tax liabilities (net)	1,158	205
Other current liabilities	1,11,875	97,281
<b>Total current liabilities</b>	<b>1,17,117</b>	<b>1,01,845</b>
<b>TOTAL LIABILITIES</b>	<b>2,54,701</b>	<b>2,34,412</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8,48,899</b>	<b>8,06,485</b>

1 Results for the half year ended September 30, 2016 are in compliance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs. Consequently, results for the half year ended September 30, 2015 and previous year ended March 31, 2016 have been restated to comply with Ind AS to make those comparable.

2 The above standalone financial results for the half year ended September 30, 2016 has been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on November 9, 2016. The same has been audited by the joint statutory auditors of the Company. Ind AS financial results for quarter ended September 30, 2016 have been subjected to a limited review by the joint statutory auditors. Further, financial results for quarter ended June 30, 2016 have been reviewed by the statutory auditor and Financial results for quarter ended and half year ended September 30, 2015 and for the year ended March 31, 2016 have not been subjected to limited review or Audit. The comparative financial information of the Company as at March 31, 2016, included in the statement is based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the statutory auditor whose reports for the year ended March 31, 2016, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by the statutory auditor.

3 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 Company operates only in one Business Segment i.e. facilitating trading in securities and the activities incidental thereto within India, hence does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".

4 On June 20, 2012, Securities Exchange Board of India ('SEBI') notified Securities Contracts (Regulations) (Stock Exchanges and Clearing Corporations) Regulations, 2012 ("the Regulations") to regulate recognition, ownership and governance in stock exchanges and clearing corporations in India. In accordance with Regulation 33 of the Regulations, every recognized stock exchange was required to transfer twenty five percent (25%) of its annual profits every year to a Settlement Guarantee Fund ("SGF") of the recognized clearing corporation(s) which clears and settles trades executed on that stock exchange to guarantee settlement of trades. Subsequently, SEBI in its press release No.66/2012 dated June 21, 2012 made an announcement about expert committee being formed to inter-alia look into the norms for adequacy of the core corpus of the SGF and its sourcing, including transfer of profits by stock exchanges to SGF in the long run. As a matter of prudence, the Company had recorded the provisional appropriation from reserves at 25% of its annual profit after tax in its financial statements.

On August 27, 2014, SEBI vide its circular no. CIR/MRD/DRMNP/25/2014 issued norms relating to Core Settlement Guarantee Fund ("Core SGF") and contribution requirements by recognised stock exchange to Core SGF maintained by clearing corporations. As per the circular, stock exchange contribution to Core SGF shall be at least 25% of the Minimum Required Contribution ("MRC") determined by clearing corporation. The contribution towards Core SGF is eligible to be adjusted against twenty five percent transfer of profits by stock exchange under the Regulations. Accordingly, the Company had recorded a provisional appropriation of Rs. 527.19 crores as at March 31, 2015 (net of Rs. 170 crores for contribution to MRC of Core SGF for the year ended March 31, 2015).

On May 4, 2016, SEBI in its circular no. SEBI/HO/MRD/DRMNP/CIR/2016/54 notified that the provisions made by stock exchange towards the transfer of profits to SGF until March 31, 2015 shall be transferred to the Core SGF maintained by the clearing corporation within one month of the date of issuance of the notification. Further, as per the circular, SEBI will notify the amounts to be transferred by the stock exchange to the Core SGF maintained by the clearing corporation in respect of the period from April 01, 2015 till the date of amendment of the Regulations by SEBI. Accordingly, the provisional appropriations made out of reserves aggregating to Rs. 527.19 crores disclosed as provision in the Balance Sheet of the Company as on March 31, 2015 was reversed and an expense of Rs. 527.19 was recorded in the Statement of Profit and Loss for the year ended March 31, 2016. During the year ended March 31, 2016, the Company had also recorded an expense of Rs. 163.30 crores (net of Rs. 71 crores for contribution to MRC of Core SGF for the year ended March 31, 2016) in its Statement of Profit and Loss and other current liability of Rs. 690.5 crores in its Balance Sheet as of March 31, 2016. During the half year ended September 30, 2015, the Company had recorded the provisional appropriation from reserves being the contribution to the SGF amounting to Rs. 68.79 crores. Subsequently, the same was revised and treated as a charge against the profit and loss for the year ended March 31, 2016.

Effective August 29, 2016, SEBI has amended Regulation 33 of SECC Regulations, 2012 and the Company is now required to contribute only towards the MRC of Core SGF. Accordingly, during the half year ended September 30, 2016, the Company has recorded an expense of Rs.121.07 crores pro-rata based on profits till the date of amendment of the Regulations (net of Rs.13 crores for contribution to MRC of Core SGF for the half year ended September 30, 2016) and Rs. 67 crores as contribution to MRC of Core SGF for the half year ended September 30, 2015, in its Statement of Profit and Loss and disclosed Rs.283.49 crores as the amount payable to Core SGF as other current liability in its condensed Balance Sheet as of September 30, 2016.

## Reconciliation of total equity as at 31 March 2016

(Rs. in Lakhs)

	31 March 2016	1 April 2015
<b>Total equity (shareholder's fund) as per previous GAAP</b>	<b>5,27,674</b>	<b>4,67,353</b>
<b>Adjustments:</b>		
Proposed dividend	36331	40081
Fair valuation of investments through profit and loss account	(618)	88
Fair valuation of debt instruments through Other Comprehensive Income	(1219)	(423)
Maintenance charges recognised on straightline basis	(72)	(17)
Amortisation of debt instruments	150	(6)
Obligations under finance lease	(950)	(897)
Fair valuation of equity investments through Other Comprehensive Income	10074	7917
Prior period adjustment	2195	1937
Tax effects of above adjustments	(1493)	(1250)
<b>Total adjustments</b>	<b>44,398</b>	<b>47,430</b>
<b>Total equity as per Ind AS</b>	<b>5,72,073</b>	<b>5,14,783</b>

## Reconciliation of total comprehensive income

(Rs. in Lakhs)

	For the period ended 30.09.2015	For the year ended 31.03.2016
<b>Profit after tax as per previous GAAP</b>	<b>49,934</b>	<b>43,932</b>
<b>Adjustments:</b>		
Fair valuation of Investments through profit and loss account	484	(706)
Amortisation of debt instruments	24	156
Re-measurement of the defined benefit obligation	(128)	(210)
Maintenance charges recognised on straightline basis	(28)	(55)
Obligations under Finance Lease	(25)	(53)
Prior period adjustment	46	258
Tax effects of adjustments on Profit & Loss	(360)	246
<b>Profit after tax as per Ind AS</b>	<b>49,947</b>	<b>43,568</b>
<b>Total Other Comprehensive Income, net of tax</b>	<b>347</b>	<b>1,085</b>
<b>Total Comprehensive Income as per Ind AS</b>	<b>50,294</b>	<b>44,653</b>

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

For and on behalf of the Board of Directors

Place : Mumbai  
Date : November 9, 2016*May prosperity always bloom*CHITRA RAMKRISHNA  
Managing Director & CEO