

AUDITORS' REPORT

To,
The Members,
NATIONAL STOCK EXCHANGE OF INDIA LIMITED

1. We have audited the attached Balance Sheet of **NATIONAL STOCK EXCHANGE OF INDIA LIMITED**, as at 31st March, 2009 and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, and read with the amendments made by the Companies (Auditors' Report) (Amendment) Order 2004, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records as we considered appropriate and according to the information and explanations given to us during the course of audit, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent they are applicable to the Company.
4. Further to our comments in the Annexure referred to above, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of the representations received from the Directors as on 31st March, 2009 and taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2009 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;

- f) In our opinion and to the best of information and according to the explanations given to us, the said accounts read together with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2009;
 - ii) in the case of the Profit & Loss Account, of the Profit of the Company for the year ended on that date; and
 - iii) in the case of cash flow statement, of the cash flows for the year ended on that date.

For **KHANDELWAL JAIN & CO.,**
Chartered Accountants,

(PANKAJ JAIN)
PARTNER
Membership No.: 48850

Place : Mumbai.
Date : June 2, 2009

ANNEXURE TO THE AUDITORS' REPORT

Annexure referred to in paragraph 3 of Auditors' Report of even date to the members of NATIONAL STOCK EXCHANGE OF INDIA LIMITED on the financial statements for the year ended March 31, 2009

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- b) The Company has physically verified the fixed assets in accordance with a programme of verification which in our opinion provides for physical verification of all fixed assets at reasonable intervals except for VSAT equipments lying with third parties for which confirmations are generally obtained or electronically confirmed. We have been informed that no material discrepancies were noticed on such verification.
- c) No substantial part of fixed assets of the Company has been disposed off during the year.
- ii) a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act.
- b) The Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of the Act.
- iii) In our opinion, there is an adequate internal control procedure commensurate with the size of the Company and the nature of its business, for purchase of fixed assets and for rendering of services. During the course of our audit, we have not observed any major weakness in the internal control systems.
- iv) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the Company has not entered into any contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956.
- v) The Company has not accepted any deposits during the year from the public within the meaning of the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the rules made thereunder.
- vi) In our opinion, the Company has an internal audit system which is commensurate with the size of the Company and the nature of its business.
- vii) We are informed that no cost records are required to be maintained by the Company under Section 209(1)(d) of the Companies Act, 1956.
- viii) a) According to the information and explanations given to us and the records examined by us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service-tax, custom duty, excise duty, cess and any other statutory dues wherever applicable.

- b) According to the records of the Company, the dues of sales-tax, income-tax, customs, wealth-tax, service tax, excise duty, cess which have not been deposited on account of disputes and the forum where the dispute is pending are as under:

Sr. No.	Name of the Statute	Nature of the Dues	Period to which amount relates	Amount (Rs. in lacs)	Forum where dispute is Pending
1.	Income Tax Act, 1961	Income Tax	2002-2003	53.84	Commissioner of Income Tax (Appeals), Mumbai
			2002-2003	595.78	Income Tax Appellate Tribunal, Mumbai
			2004-2005	645.36	Income Tax Appellate Tribunal, Mumbai
			2005-2006	991.36	Commissioner of Income Tax (Appeals), Mumbai
2.	Income Tax Act, 1961	Fringe Benefit Tax	2005-2006	181.26	Commissioner of Income Tax (Appeals), Mumbai
3.	Wealth Tax Act, 1957	Wealth Tax	2000-2001	10.74	Income Tax Appellate Tribunal, Mumbai - Wealth Tax Bench
4.	Employees State Insurance Act, 1948	ESIC Contribution	1993-1999	10.09	Assistant Director – ESIC, Mumbai
5.	Finance (No.2) Act, 2004-Chapter VII	Securities Transaction Tax	2005-2006	265.18	Commissioner of Income Tax (Appeals), Mumbai
			2006-2007	489.52	

- ix) The Company did not have any accumulated losses at the end of the financial year, nor had it incurred any cash loss during the financial year or in the immediately preceding financial year.
- x) The Company has not taken any loan from banks or financial institutions and the Company has not issued any debentures.
- xi) The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xii) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- xiii) The Company has not taken any term loans during the year.

- xiv) According to the information and explanations given to us and on an examination of the Balance Sheet of the Company, we report that, on an overall basis, funds raised on short term basis have prima facie, not been used during the year for long term investment.
- xv) The Company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- xvi) The Company has not issued any Debentures during the year and there were no debenture outstanding at the year-end.
- xvii) The Company has not raised any money by public issue during the year.
- xviii) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on the Company or by the Company has been noticed or reported during the course of our audit.
- xix) The other clauses 4(ii), 4(xiii) and 4(xiv) of para 4 of the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditors' Report) (Amendment) Order 2004, are not applicable to company.

For **KHANDELWAL JAIN & CO.**
Chartered Accountants

(PANKAJ JAIN)
PARTNER
Membership No.: 48850

Place : Mumbai.
Date : June 2, 2009

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

BALANCE SHEET AS AT MARCH 31, 2009

	Schedule	As at 31.3.2009 (Rs. in Lacs)	As at 31.3.2008 (Rs. in Lacs)
I SOURCES OF FUNDS			
1. Shareholders' Funds			
a Share Capital	1	4,500.00	4,500.00
b Reserves & Surplus	2	1,86,366.51	1,40,412.44
2. Deposits (Unsecured)			
a Deposits from trading members		91,705.91	79,884.80
b Deposits from applicants for membership		1,625.50	2,734.00
c Deposits towards equipments		6,470.02	7,777.50
3. Deferred Tax Liabilities		1,463.94	1,340.08
TOTAL		<u>2,92,131.88</u>	<u>2,36,648.82</u>
II APPLICATION OF FUNDS			
1. Fixed Assets			
a Gross Block	3	81,727.22	83,679.62
Less: Depreciation till date		<u>41,108.61</u>	<u>45,434.80</u>
Net Block		40,618.61	38,244.82
b Capital work in progress (including capital advances)		<u>1,061.75</u>	<u>1,900.69</u>
		41,680.36	40,145.51
2. Investments	4	55,624.73	65,725.02
3. Current Assets, Loans and Advances			
a Current Assets	5	2,41,984.44	1,96,381.54
b Loans & Advances		<u>13,564.15</u>	<u>5,946.96</u>
		2,55,548.59	2,02,328.50
Less: Current Liabilities & Provisions	6	<u>60,721.80</u>	<u>71,550.21</u>
Net Current Assets		1,94,826.79	1,30,778.29
TOTAL		<u>2,92,131.88</u>	<u>2,36,648.82</u>
Notes forming part of the accounts	13		

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31,2009

Schedule	For the year ended 31.03.2009 (Rs. in Lacs)	For the year ended 31.03.2008 (Rs. in Lacs)
INCOME		
Transaction charges	57,338.32	74,615.16
Annual subscription	1,013.63	949.64
Book building Fees	158.15	1,936.40
Listing fees	1,719.27	1,079.31
Operational Expenses Recovery	7 2,967.02	4,754.86
Interest income	8 3,289.27	2,014.11
Other Investment Income	9 25,959.18	11,487.64
Other income	10 9,982.71	7,033.18
TOTAL	<u>1,02,427.55</u>	<u>1,03,870.30</u>
EXPENDITURE		
Operating, Administration & other expenses	11 16,728.33	14,724.18
Clearing & Settlement charges	6,127.28	7,322.77
Payments to and provision for employees	12 4,696.39	3,941.94
Depreciation	6,969.81	4,386.33
TOTAL	<u>34,521.81</u>	<u>30,375.22</u>
Profit before prior-period adjustments	67,905.74	73,495.08
Add/(Less) : Prior-period adjustments	(61.79)	(16.27)
Profit before tax	67,843.95	73,478.81
Less : Provision for tax		
- Current tax	16,000.00	20,900.00
- Wealth tax	20.00	20.00
- Fringe Benefit Tax	60.00	50.00
- Deferred tax	123.86	382.37
- Short provision of tax of earlier years	85.82	0.92
Profit after tax	51,554.27	52,125.52
Surplus brought forward from previous year	5,312.44	2,406.30
Excess Corporate Dividend Tax for last year transferred back	757.11	-
Profit available for appropriation	<u>57,623.82</u>	<u>54,531.82</u>
Appropriations :		
- Staff welfare reserve		
- General reserve	45,000.00	43,600.00
- Investor Compensation Reserve	9.79	326.79
- Proposed dividend	5,400.00	4,500.00
- Corporate dividend tax	917.73	764.78
- Staff welfare reserve	29.79	27.81
- Balance carried to balance sheet	6,266.51	5,312.44
	<u>57,623.82</u>	<u>54,531.82</u>
Basic/Diluted Earnings per share (Rs.) (Refer Note No.17)	114.57	115.83

Notes forming part of the accounts

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NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2009 (Rs. in Lacs)	As at 31.3.2008 (Rs. in Lacs)
SCHEDULE 1 : SHARE CAPITAL		
Authorised		
5,00,00,000 (Previous Year 5,00,00,000)Equity Shares of Rs 10 Each.	<u>5,000.00</u>	<u>5,000.00</u>
Issued, Subscribed and Paid-up		
4,50,00,000 (Previous year 4,50,00,000) Equity shares of Rs.10 each fully paid up.	<u>4,500.00</u>	<u>4,500.00</u>
TOTAL	<u><u>4,500.00</u></u>	<u><u>4,500.00</u></u>
SCHEDULE 2 : RESERVES & SURPLUS		
Share Premium		
As per last balance sheet	4,000.00	4,000.00
Investor Compensation Reserve		
As per last balance sheet	1,000.00	738.53
Less : Expenses Transferred from Profit & Loss account	9.79	65.32
Add : Transferred from profit & loss account	<u>9.79</u>	<u>326.79</u>
	1,000.00	1,000.00
Technology Upgradation Reserve		
As per last balance sheet	10,000.00	10,000.00
Staff Welfare Reserve		
As per last balance sheet	100.00	100.00
Less: Expenses incurred Transferred from profit & loss account	29.79	27.81
Add : Transferred from profit & loss account	<u>29.79</u>	<u>27.81</u>
	100.00	100.00
General Reserve		
As per last balance sheet	1,20,000.00	76,400.00
Add : Transferred from profit & loss account	<u>45,000.00</u>	<u>43,600.00</u>
	1,65,000.00	1,20,000.00
Balance in profit & loss account	6,266.51	5,312.44
TOTAL	<u><u>1,86,366.51</u></u>	<u><u>1,40,412.44</u></u>

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 3: FIXED ASSETS (Note No. 1c, 1d, 1e & 13)

(Rs. in Lacs)

SR. NO.	DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As on April 1, 2008	Additions 2008-2009	Deductions 2008-2009	As on March 31, 2009	Total Upto March 31, 2008	For the year	Deductions 2008-2009	Total Upto March 31, 2009	As on March 31, 2009	As on March 31, 2008
	<u>Tangible Assets</u>										
1	Land	330.79	-	-	330.79	-	-	-	-	330.79	330.79
2	Leasehold Land	10,761.42	-	-	10,761.42	1,604.78	129.52	-	1,734.30	9,027.12	9,156.64
3	Building	12,556.79	-	-	12,556.79	1,415.56	204.68	-	1,620.24	10,936.55	11,141.23
4	Trading Systems	20,286.39	3,752.92	7,065.24	16,974.07	14,624.68	2,376.04	7,065.24	9,935.48	7,038.59	5,661.71
5	Computer Systems - Office Automation	1,033.54	83.88	67.86	1,049.56	813.72	125.07	67.86	870.93	178.63	219.82
6	Computer Systems - Others	2,450.52	635.40	256.04	2,829.88	1,091.22	551.94	256.04	1,387.12	1,442.76	1,359.30
7	Telecommunication Systems	23,404.01	2,298.08	3,861.72	21,840.37	18,121.65	2,309.19	3,860.65	16,570.19	5,270.18	5,282.36
8	Office Equipments	2,874.50	287.74	25.23	3,137.01	1,478.89	236.83	21.06	1,694.66	1,442.35	1,395.61
9	Electrical Equipment & Installations	2,506.53	415.94	10.04	2,912.43	847.92	143.30	2.08	989.14	1,923.29	1,658.61
10	Furniture And Fixtures	2,076.22	343.28	40.74	2,378.76	965.38	231.07	23.07	1,173.38	1,205.38	1,110.84
	<u>Intangible Assets</u>										
11	Computer Software	5,398.91	1,557.23	-	6,956.14	4,471.00	662.17	-	5,133.17	1,822.97	927.91
	TOTAL	83,679.62	9,374.47	11,326.87	81,727.22	45,434.80	6,969.81	11,296.00	41,108.61	40,618.61	38,244.82
	Previous Year	71,388.62	13,367.15	1,076.15	83,679.62	41,795.69	4,386.33	747.22	45,434.80	38,244.82	-

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE 4 : INVESTMENTS (Note No.1f)
LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2009 (Rs. in Lacs)	As at 31.3.2008 (Rs. in Lacs)
A) QUOTED						
BONDS						
Taxfree						
5.30% Nuclear Power Corporation of India Ltd.	31-Dec-12	300	1,00,000.00	3,00,00,000	300.00	300.00
9.00% Nuclear Power Corporation of India Ltd.	31-Mar-15	1,000	1,00,000.00	10,00,00,000	1,058.37	1,068.08
5.50% Nuclear Power Corporation of India Ltd.	14-Aug-13	200	1,00,000.00	2,00,00,000	200.00	200.00
10.40% Power Finance Corporation	12-Oct-08	1,000	1,00,000.00	10,00,00,000	-	1,026.46
9.00% Indian Railway Finance Corporation Ltd.	28-Feb-15	50	10,00,000.00	5,00,00,000	500.00	500.00
5.25% Nuclear Power Corporation of India Ltd.	23-Mar-14	100	10,00,000.00	10,00,00,000	1,000.00	1,000.00
8.70% Power Finance Corporation	15-Oct-09	1,050	1,00,000.00	10,50,00,000	1,067.61	1,099.82
8.25% Rural Electrification Corporation Ltd.	22-Feb-10	175	10,00,000.00	17,50,00,000	1,790.29	1,835.09
7.75% Indian Railway Finance Corporation Ltd.	30-Mar-11	82	10,00,000.00	8,20,00,000	838.42	847.64
5.00% National Bank for Agricultural & Rural Development	1-Oct-08	5,000	10,000.00	5,00,00,000	-	483.25
6.85% India Infrastructure Finance Company Limited	22-Jan-14	3,000	1,00,000.00	30,00,00,000	3,000.00	-
6.85% India Infrastructure Finance Company Limited	20-Mar-14	2,000	1,00,000.00	20,00,00,000	2,000.00	-
				TOTAL (A)	11,754.69	8,360.34
B) UNQUOTED						
BONDS						
Taxable						
5.50% Rural Electrification Corporation Ltd.	31-Aug-10	500	10,000.00	50,00,000	50.00	50.00
5.25% National Bank for Agricultural & Rural Development	30-Jun-08	494	10,000.00	49,40,000	-	49.40
5.00% National Bank for Agricultural & Rural Development	31-Mar-09	460	10,000.00	46,00,000	-	46.00
5.50% National Housing Bank	31-Dec-08	5,600	10,000.00	5,60,00,000	-	560.00
5.20% National Bank for Agricultural & Rural Development	31-May-10	2,000	10,000.00	2,00,00,000	200.00	200.00
5.50% Rural Electrification Corporation Ltd.	31-Jul-11	7,085	10,000.00	7,08,50,000	708.50	708.50
5.50% National Highway Authority of India	30-Jul-09	50,000	10,000.00	50,00,00,000	5,000.00	5,000.00
7.00% Power Finance Corporation	24-Dec-11	50	10,00,000.00	5,00,00,000	483.27	-
6.25% Rural Electrification Corporation Ltd.	18-Apr-12	500	10,000.00	50,00,000	50.00	-
				Sub-Total (i)	6,491.77	6,613.90

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2009 (Rs. in Lacs)	As at 31.3.2008 (Rs. in Lacs)
DEBENTURES						
8.60% Citi Corp Finance (India) Limited	2-Jun-09	50	10,00,000.00	5,00,00,000	500.00	500.00
				Sub-Total (ii)	500.00	500.00
MUTUAL FUNDS						
Fixed Maturity Plan						
ABN Amro Fixed Term Plan-Series 8	1-Sep-08	50,00,736.56	10.00	5,00,07,366	-	500.07
AIG FMP I Series I Institutional Growth	13-Sep-09	50,009.68	1,000.00	5,00,09,677	500.10	-
Birla FMP - Series O Growth	11-May-08	49,67,296.20	10.00	4,96,72,962	-	496.73
Birla Sun Life Fixed Term Plan – Series AA	26-Aug-08	67,50,000.00	10.00	6,75,00,000	-	675.00
Birla Sun Life Fixed Term Plan – Series AE	20-Apr-09	50,00,000.00	10.00	5,00,00,000	500.00	500.00
Birla Sun Life Fixed Term Plan – Series AH	14-Apr-09	75,00,000.00	10.00	7,50,00,000	750.00	750.00
Birla Sun Life FTP - Institutional - Series BD - Growth	11-Sep-09	50,00,983.08	10.00	5,00,09,831	500.10	-
Birla Sun Life FTP Series BG Institutional Growth	20-Oct-09	50,02,168.77	10.00	5,00,21,688	500.22	-
Birla Sun Life Term Plan – Series AG	17-Dec-08	50,00,000.00	10.00	5,00,00,000	-	500.00
DSP Blackrock Fixed Maturity Plan 18 Mth -Series 1-Growth	6-Apr-09	50,00,750.75	10.00	5,00,07,508	500.08	500.08
DSP Merrill Lynch Fixed Maturity Plan-Series 3F	16-Sep-08	50,007.39	1,000.00	5,00,07,392	-	500.07
DSP Merrill Lynch Fixed Maturity Plan-Series 3H	20-Oct-08	68,509.82	1,000.00	6,85,09,821	-	685.10
DWS Fixed Term Fund Series 18 -Growth Option	3-Jun-08	50,00,779.15	10.00	5,00,07,791	-	500.08
DWS Fixed Term Fund Series 29 - Growth	5-May-08	1,00,00,000.00	10.00	10,00,00,000	-	1,000.00
DWS Fixed Term Fund Series 32 - Institutional Growth	2-Jun-08	1,00,01,762.26	10.00	10,00,17,623	-	1,000.17
DWS Fixed Term Fund Series 41 - Institutional Growth	16-Apr-09	1,00,01,938.09	10.00	10,00,19,381	1,000.19	1,000.19
DWS Fixed Term Fund Series 45 -Institutional Growth	7-Apr-09	50,00,825.05	10.00	5,00,08,251	500.08	500.08
DWS Fixed Term Fund Series 47 -Institutional Growth	21-Apr-09	50,00,000.00	10.00	5,00,00,000	500.00	500.00
DWS Fixed Term Series 51 Institutional Growth	15-Jun-09	24,40,000.00	10.00	2,44,00,000	244.00	-
Fidelity Fixed Maturity Plan Series 1 Plan B - Institutional - Growth	16-Sep-09	50,00,872.41	10.00	5,00,08,724	500.09	-
Fidelity Fixed Maturity Plan Series 1 Plan C - Institutional - Growth	28-Sep-09	50,01,011.04	10.00	5,00,10,110	500.10	-
Fortis FTP Ser 13 Plan C Institutional Growth	10-Sep-09	54,78,556.93	10.00	5,47,85,569	547.86	-
Franklin Templeton Fixed Tenure Fund Series VII	3-Apr-08	50,00,000.00	10.00	5,00,00,000	-	500.00
HDFC FMP 16 M Jan 2007 Wholesale Growth Option	22-May-08	45,00,000.00	10.00	4,50,00,000	-	450.00
HDFC FMP 17 M November 2006 Wholesale Plan Growth Option	21-Apr-08	65,91,053.27	10.00	6,59,10,533	-	659.11
HDFC FMP 18 M Jan 2008(VII) Institutional Growth	7-Aug-09	70,01,118.80	10.00	7,00,11,188	700.11	700.11
HDFC FMP 18 M October 2006 Growth Option	26-Apr-08	50,00,799.14	10.00	5,00,07,991	-	500.08
HDFC FMP 18M April 2008 (VII) (2) - Wholesale Plan	28-Oct-09	56,23,548.66	10.00	5,62,35,487	562.35	-
HDFC FMP 370D August 2008 (IX) (3) - Wholesale Plan Growth	14-Sep-09	72,69,234.92	10.00	7,26,92,349	726.92	-
HDFC FMP 370D September 2008 (IX) (1) - Wholesale Plan Growth	28-Sep-09	53,87,614.13	10.00	5,38,76,141	538.76	-

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2009 (Rs. in Lacs)	As at 31.3.2008 (Rs. in Lacs)
HSBC Fixed Term Series -22 -Institutional Growth Option	22-Apr-08	50,00,839.13	10.00	5,00,08,391	-	500.08
HSBC Fixed Term Series -28 Institutional Growth	26-May-08	19,50,355.73	10.00	1,95,03,557	-	195.04
HSBC Fixed Term Series -33 -Growth Option	8-Sep-08	59,50,000.00	10.00	5,95,00,000	-	595.00
HSBC Fixed Term Series -36 -Institutional Growth Option	7-Oct-08	50,00,000.00	10.00	5,00,00,000	-	500.00
HSBC Fixed Term Series 63-Institutional Growth -Tenure 1 Year	10-Sep-09	50,00,927.88	10.00	5,00,09,279	500.09	-
ICICI Prudential Fixed Maturity Plan-Series 47-One Year-Plan D-IP-Growth	8-Dec-09	50,00,933.98	10.00	5,00,09,340	500.09	-
ICICI Prudential FMP Series 44 - One Year Plan A Institutional Growth	3-Jun-09	50,00,000.00	10.00	5,00,00,000	500.00	-
ICICI Prudential FMP Series 44 - One Year Plan B Institutional Growth	28-May-09	60,00,000.00	10.00	6,00,00,000	600.00	-
ICICI Prudential FMP Series 47 - One Year Plan B Institutional Growth	24-Sep-09	50,00,000.00	10.00	5,00,00,000	500.00	-
ING Vysya FMP Series - 31 -Institutional Growth	25-Sep-08	63,71,091.50	10.00	6,37,10,915	-	637.10
ING Yearly FMP 366-A-Institutional. Growth	9-Sep-09	50,00,973.58	10.00	5,00,09,736	500.10	-
JM Fixed Maturity Fund Series XI Yearly Plan -Institutional Growth	15-Jun-09	50,00,820.49	10.00	5,00,08,205	500.08	-
JM MF FMP Series Iv- 15 Months Plan 2- Growth	20-Aug-08	83,85,453.94	10.00	8,38,54,539	-	838.54
JM MF FMP Series VII- 15 Months Plan 1- Institutional Growth	9-Apr-09	50,00,812.25	10.00	5,00,08,122	500.08	500.08
JM MF FMP Series VII- 18 Months Plan- Institutional Growth	20-Apr-09	50,00,662.93	10.00	5,00,06,629	500.07	500.07
Kotak FMP 12M Series 4- Institutional Growth	10-Nov-08	43,06,134.94	10.00	4,30,61,349	-	430.61
Kotak FMP 14M Series 1 Growth Option	28-Apr-08	50,00,878.71	10.00	5,00,08,787	-	500.09
Kotak FMP 15M Series 3R Growth	18-Aug-08	52,81,046.67	10.00	5,28,10,467	-	528.10
Kotak FMP 16M Series 2 Institutional Growth	18-May-09	61,40,245.15	10.00	6,14,02,452	614.02	614.02
Kotak FMP 17M Series 1 Growth	11-May-09	40,00,652.60	10.00	4,00,06,526	400.06	400.06
Principal PNBFixed Maturity Plan 385 Days Series VI Institutional Growth	11-Dec-08	50,00,000.00	10.00	5,00,00,000	-	500.00
Principal PNBFixed Maturity Plan 540 Days-Series I	4-Jul-08	53,50,881.74	10.00	5,35,08,817	-	535.09
Principal PNBFixed Maturity Plan Series V(FMP-39) 385 Days	11-Dec-08	50,00,815.18	10.00	5,00,08,152	-	500.08
Prudential ICICI Fixed Maturity Plan 41 16 Month Institutional Growth	21-Apr-09	50,00,000.00	10.00	5,00,00,000	500.00	500.00
Prudential ICICI Fixed Maturity Plan 42 13 Month Institutional Growth	12-Jan-09	50,00,000.00	10.00	5,00,00,000	-	500.00
Prudential ICICI Fixed Maturity Plan Series 34 15 Months Feb07	2-Jun-08	1,00,01,739.55	10.00	10,00,17,396	-	1,000.17
Prudential ICICI Fixed Maturity Plan Series 34 16 Months	26-May-08	82,04,254.13	10.00	8,20,42,541	-	820.43
Prudential ICICI Fixed Maturity Plan Series 34 18 Months	28-May-08	69,01,142.97	10.00	6,90,11,430	-	690.11
Prudential ICICI Fixed Maturity Plan Series 41 14 Months Institutional Growth	13-Apr-09	42,10,744.93	10.00	4,21,07,449	421.07	421.07
Prudential ICICI Fixed Maturity Plan Series 35 1 Year	23-Apr-08	36,90,763.55	10.00	3,69,07,635	-	369.08
Prudential ICICI Fixed Maturity Plan Series 39 18 Month Growth	27-Apr-09	50,00,000.00	10.00	5,00,00,000	500.00	500.00
Prudential ICICI Interval Annual Plan-I Institutional Cum	21-Aug-08	50,00,847.11	10.00	5,00,08,471	-	500.08
Reliance Fixed Horizon Fund - X Series 5 - Super IP - Growth	29-Sep-09	54,73,300.00	10.00	5,47,33,000	547.33	-
Reliance Fixed Horizon Fund -3-Annual Plan-Series- 4 Institutional Growth	12-Apr-08	1,00,00,000.00	10.00	10,00,00,000	-	1,000.00
Reliance Fixed Horizon Fund -3-Annual Plan-Series- 6 Institutional Growth	2-Jun-08	1,00,00,000.00	10.00	10,00,00,000	-	1,000.00
Reliance Fixed Horizon Fund 4 Annual Plan Series 7 Institutional Growth	29-Apr-09	61,50,000.00	10.00	6,15,00,000	615.00	615.00
Reliance Fixed Horizon Fund -4-Annual Plan-Series-8 Institutional Growth	4-May-09	54,50,000.00	10.00	5,45,00,000	545.00	545.00
Reliance Fixed Horizon Fund XII Series 2 - 370 Days	30-Nov-09	50,00,000.00	10.00	5,00,00,000	500.00	-

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2009 (Rs. in Lacs)	As at 31.3.2008 (Rs. in Lacs)
Religare FMP 375 Days Series XVII - Institutional Growth	5-Oct-09	50,01,097.95	10.00	5,00,10,980	500.11	-
Religare India FMP 14 Mths Series III Institutional Growth	24-Apr-09	50,00,976.96	10.00	5,00,09,770	500.09	500.09
Religare India FMP 15 Mths Series II Institutional Growth	23-Apr-09	75,01,283.94	10.00	7,50,12,839	750.12	750.12
Religare India FMP 16 Mths Series I	19-May-08	30,00,000.00	10.00	3,00,00,000	-	300.00
Religare India FMP 18 Mths Series I Growth	22-May-09	50,00,000.00	10.00	5,00,00,000	500.00	500.00
Religare India FMP 375 Days Series V Growth	1-Dec-08	50,00,000.00	10.00	5,00,00,000	-	500.00
SBI Debt Fund Series - 370 Days - 2- Institutional Growth	23-Sep-09	50,00,762.52	10.00	5,00,07,625	500.08	-
Standard Chartered Fixed Maturity Plan 7 Growth	23-Apr-08	50,00,000.00	10.00	5,00,00,000	-	500.00
Standard Chartered Fixed Maturity Plan -YS 2-Growth Option	3-Apr-08	50,00,000.00	10.00	5,00,00,000	-	500.00
Standard Chartered MF YS 10 Growth	5-Sep-08	72,20,000.00	10.00	7,22,00,000	-	722.00
Sundaram BNP 13 Month Fixed Term Plan E Institutional Growth	27-Apr-09	50,00,916.27	10.00	5,00,09,163	500.09	500.09
Sundaram BNP Fixed Term Plan Series 21- 16 M Growth	28-Apr-08	71,50,000.00	10.00	7,15,00,000	-	715.00
Sundaram BNP Fixed Term Series 14 M Plan B Institutional Growth	14-Apr-09	50,00,000.00	10.00	5,00,00,000	500.00	500.00
Sundaram BNP Paribas Fixed Term Plan K Institutional- Growth	1-Oct-09	50,03,051.55	10.00	5,00,30,515	500.31	-
Sundaram BNP Paribas FTP 367 Days Series 5 Institutional- Growth	18-Sep-09	50,00,970.75	10.00	5,00,09,707	500.10	-
Tata Fixed Horizon Fund Series 10 Scheme H Growth	23-Jun-08	1,64,28,000.00	10.00	16,42,80,000	-	1,642.80
Tata Fixed Horizon Fund Series 12 Scheme A Growth	7-Jul-08	50,00,000.00	10.00	5,00,00,000	-	500.00
Tata Fixed Horizon Fund Series 13 Scheme B Growth	18-Aug-08	65,20,000.00	10.00	6,52,00,000	-	652.00
Tata Fixed Horizon Fund Series 13 Scheme C Growth	20-Aug-08	1,00,00,000.00	10.00	10,00,00,000	-	1,000.00
Tata Fixed Horizon Fund Series 13 Scheme E Growth	9-Jun-09	50,00,000.00	10.00	5,00,00,000	500.00	500.00
Tata Fixed Horizon Fund Series 14 Scheme A Growth	27-Aug-08	52,50,000.00	10.00	5,25,00,000	-	525.00
Tata Fixed Horizon Fund Series 18 Scheme D - Institutional Plan - Growth	12-Oct-09	50,01,006.72	10.00	5,00,10,067	500.10	-
Tata Fixed Horizon Fund Series 6 Scheme - C 13 M Option	7-Apr-08	50,00,000.00	10.00	5,00,00,000	-	500.00
Templeton Fixed Horizon Fund Series 1-15 Mths Institutional Growth	29-Apr-08	45,00,000.00	10.00	4,50,00,000	-	450.00
Templeton Fixed Horizon Fund Series II Plan A - Growth	2-Jun-08	1,50,00,000.00	10.00	15,00,00,000	-	1,500.00
Templeton Fixed Horizon Fund Series VIII - Plan E - Growth	22-Jun-09	1,50,02,665.30	10.00	15,00,26,653	1,500.27	-
UTI - Fixed Inc. Interval Fund (Ann. Interval Plan) Series I	17-Jul-08	50,00,540.80	10.00	5,00,05,408	-	500.05
UTI - Fixed Inc. Interval Fund (Ann. Interval Plan) Series II	18-Aug-08	63,80,960.20	10.00	6,38,09,602	-	638.09
UTI - Fixed Maturity Plan -YFMP (05-07) Growth	11-Jul-08	1,00,01,186.30	10.00	10,00,11,863	-	1,000.01
UTI - Fixed Term Income Fund- Series I- Plan 16 Growth	10-Apr-08	88,81,453.44	10.00	8,88,14,534	-	888.35
UTI - Fixed Term Income Fund- Series II- Plan 16 Growth	25-Jun-08	50,00,848.78	10.00	5,00,08,488	-	500.08
UTI - Fixed Term Income Fund- Series III Growth	23-Apr-09	50,00,843.48	10.00	5,00,08,435	500.08	500.08
UTI - Fixed Term Income Fund-Srs- IV - Pln VII - Institutional Growth	25-May-09	50,00,000.00	10.00	5,00,00,000	500.00	-
UTI Fixed Maturity Plan -YFMP 04/08 Institutional Growth	7-Jun-09	50,00,000.00	10.00	5,00,00,000	500.00	-
UTI -Fixed Term Income Fund - Srs - IV -Pln - X - Institutional Growth	15-Jun-09	1,20,02,100.60	10.00	12,00,21,006	1,200.21	-
Income Fund						
Birla Sun Life Income Plus - Growth	-	25,60,173.36	40.89	10,46,93,681	1,046.94	-
HDFC Income Fund - Growth	-	48,78,884.06	20.50	10,00,17,863	1,000.18	-

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2009 (Rs. in Lacs)	As at 31.3.2008 (Rs. in Lacs)
ICICI Prudential Institutional Income Plan Growth	-	33,22,429.80	30.10	10,00,18,566	1,000.19	-
Reliance Income Fund - Retail Plan - Growth Plan - Growth Option	-	32,90,832.77	30.39	10,00,20,255	1,000.20	-
				Sub-Total (iii)	32,813.02	46,435.53
EQUITY SHARES						
In Subsidiary Companies						
National Securities Clearing Corporation Ltd.		4,50,00,000	10.00	45,00,00,000	562.50	562.50
NSE.IT LTD.		1,00,00,010	10.00	10,00,00,100	1,000.00	1,000.00
DotEx International Ltd.		1,20,00,000	10.00	12,00,00,000	68.99	68.99
NSE Infotech Services Ltd		50,000	10.00	5,00,000	5.00	5.00
National Commodity Clearing Ltd.		30,87,500	10.00	3,08,75,000	308.75	308.75
India Index Services & Products Ltd. [Refer Note no.19 (i)]		6,63,000	10.00	66,30,000	67.02	67.02
In Other Companies						
National Securities Depository Ltd.		1,25,00,001	10.00	12,50,00,010	1,250.49	1,250.49
National Commodity & Derivative Exchange Ltd.		45,00,010	10.00	4,50,00,100	450.00	450.00
MCX Limited		20,00,000	5.00	1,00,00,000	100.00	100.00
Power Exchange India Ltd [Refer Note no. 19 (ii)]		25,25,005	10.00	2,52,50,050	252.50	2.50
				Sub-Total (iv)	4,065.25	3,815.25
				TOTAL B (i to iv)	43,870.04	57,364.68
				GRAND TOTAL (A+B)	55,624.73	65,725.02

Notes :

1. Aggregate Market value of quoted investments is Rs.12,207.29 (Previous Year Rs 8,576.21 Lacs.)

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2009 (Rs. in Lacs)		As at 31.3.2008 (Rs. in Lacs)	
SCHEDULE 5 : CURRENT ASSETS, LOANS & ADVANCES				
A: CURRENT ASSETS				
Interest Accrued				
On Investments	1,850.51		677.56	
On Bank Deposits	254.46	2,104.97	284.53	962.09
Sundry Debtors				
<u>Outstanding for a period of over six months</u>				
Considered good [Unsecured Rs.23.13 Lacs (Previous year Rs.11.92 Lacs)]	123.76		81.45	
Considered doubtful	-		3.51	
	123.76		84.96	
Less : Provision for doubtful debts	-		3.51	
	123.76		81.45	
<u>Other debts</u>				
Considered good [Unsecured Rs 159.41 Lacs (Previous year Rs1022.22 Lacs)]	8,917.33	9,041.09	10,954.64	11,036.09
(Includes dues from a Subsidiary company amounting to Rs.Nil (Previous year Rs. 320.04 lacs))				
Cash and Bank Balances				
Cash in hand	0.99		0.65	
Balances with Scheduled Banks				
In Current accounts	3,081.27		5,034.27	
In Deposit accounts - Fixed deposits *	25,568.28		10,258.83	
		28,650.54		15,293.75
Short term Investments (Refer Note No. 1f & 9)		2,02,187.84		1,69,089.61
		2,41,984.44		1,96,381.54
* Includes Fixed Deposits earmarked towards Defaulters Committee Funds Rs. 4136.34 Lacs(Previous year Rs.3891.71 Lacs), towards SEBI Registration Fees held back from the deposits of surrendered members Rs.10.75 lacs (Previous year Rs10.23 Lacs) as per SEBI directives, Rs.3921.18 Lacs (Previous Year Rs.6290.25 Lacs) towards deposits received from companies as per prelisting requirement and Rs.Nil (Previous Year Rs.66.44 lacs) towards deposit kept against money called for Investigation which is lying with Investigating authorities				
B : LOANS & ADVANCES				
Secured, Considered Good				
Loans to employees (Refer Note No.5)	26.25		45.98	
Unsecured , considered good				
Inter- Corporate Deposit	6,000.00		-	
Advances recoverable in cash or in kind or for value to be received	2,016.87		1,101.07	
Advance To Subsidiaries	657.76		390.49	
Advance Property Tax	77.17		485.70	
Taxes paid including TDS (Net of Provisions)	4,590.60		3,730.59	
Deposit for premises	108.44		108.44	
Other deposits	87.06	13,564.15	84.69	5,946.96
TOTAL		2,55,548.59		2,02,328.50

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2009 (Rs. in Lacs)		As at 31.3.2008 (Rs. in Lacs)	
SCHEDULE 6 : CURRENT LIABILITIES & PROVISIONS				
A: CURRENT LIABILITIES				
Sundry creditors (Refer Note No.11)	6,304.39		5,913.36	
Subsidiary Companies	222.73		211.83	
Security Deposit-Listing agreement	3,675.79		6,344.34	
Deposit - Premises	3,225.52		1,635.91	
Other deposits	220.12		39.84	
Income received in advance	976.84		1,701.89	
Securities Transaction Tax Payable	29,948.17		44,656.17	
Tax deducted at source - payable	753.99		376.50	
Defaulters Committee Account	4,199.79		3,970.00	
Deposits of Defaulters members - SEBI	11.57		10.72	
Other liabilities	4,509.67	54,048.58	1,169.12	66,029.68
B : PROVISIONS				
Leave encashment (Refer Note No. 1h (iv))	355.49		255.75	
Proposed dividend	5,400.00		4,500.00	
Corporate dividend tax	917.73	6,673.22	764.78	5,520.53
TOTAL		60,721.80		71,550.21

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2009 (Rs. in Lacs)	For the year ended 31.03.2008 (Rs. in Lacs)
SCHEDULE 7 : OPERATIONAL EXPENSES RECOVERY		
VSAT expenses recovery	2,655.00	2,707.67
TBTN expenses recovery	30.61	1,775.40
Others	281.41	271.79
TOTAL	2,967.02	4,754.86
SCHEDULE 8 : INTEREST INCOME		
On Investments		
-Short Term (TDS Rs.11.81 lacs, Previous Year Rs Nil) (Including Taxfree Income Rs. Nil, Previous Year Rs.Nil)	246.73	-
-Long Term (TDS Rs.1.77 lacs , Previous Year Rs. 4.20 lacs) (Including Taxfree Income Rs.652.70 Lacs, Previous Year Rs.872.66 Lacs)	1,061.12	1,378.89
On Bank Deposits (TDS Rs.242.50lacs Previous Year Rs.111.30 Lacs)	1,464.26	509.70
On Inter Corporate Deposits (TDS Rs.75.38 lacs, Previous Year Rs.Nil)	332.67	-
On Others (TDS Rs Nil, Previous year Rs. Nil)	184.49	125.52
TOTAL	3,289.27	2,014.11
SCHEDULE 9 : OTHER INVESTMENT INCOME :		
Profit/ (Loss) on sale/redemption of Long Term investments	3,642.67	3,403.56
Profit/(Loss) on sale/redemption of Short Term investments	13,450.67	6,207.81
Dividend on Investment:		
Long Term :		
from Subsidiary Companies	4,454.89	109.94
from Others	182.50	306.00
Short Term	4,228.45	1,460.33
TOTAL	25,959.18	11,487.64
SCHEDULE 10 : OTHER INCOME		
Usage charges	806.35	592.82
NCFM Registration & Test enrolment Fees	2,825.01	2,185.20
Fines	437.52	583.20
Rent Income	4,145.47	2,505.23
Miscellaneous income	1,768.36	1,166.73
TOTAL	9,982.71	7,033.18

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2009 (Rs. in Lacs)		For the year ended 31.03.2008 (Rs. in Lacs)	
SCHEDULE 11 :OPERATING, ADMINISTRATION & OTHER EXPENSES				
Rent		379.94		306.62
Transponder lease charges		507.15		436.51
Licence fee for operating VSAT network		491.07		489.47
Licence fees for Index		470.71		410.53
Lease line charges		564.23		446.53
Repairs & maintenance				
- To buildings		183.25		258.89
- To computers, trading & telecommunication systems		5,634.09		4,089.76
- To others		225.60		174.27
IT management and consultancy charges		1,293.61		530.19
Insurance		131.92		101.99
Rates & taxes		260.30		158.91
Postage, telephone and fax charges		165.36		151.30
Advertisement & publicity		1,021.82		2,741.93
Printing & stationary and consumables		289.85		259.11
Legal & Professional fees		636.35		490.47
Travelling & Conveyance expenses		303.74		351.35
Auditors' remuneration				
- Audit fees	9.00			6.74
- Tax audit fees	2.00			1.30
- Taxation matters	5.20			1.33
- Certification matters	2.91			2.46
- Other matters	0.41	19.52		0.37
Electricity charges		677.94		497.13
Directors' sitting fees		10.00		12.40
Software expenses (Refer Note no : 1e)		284.36		604.46
Contribution to Investor protection fund trust		557.69		444.62
Investor education expenses		277.85		235.33
Compensation paid to Investors	9.79		65.32	
Less : Transferred to Investor Compensation Reserve	9.79	-	65.32	-
SEBI Regulatory Fees		371.93		307.93
Donations		88.16		-
Bad debts/Sundry balance written off (Refer Note No. 1b(ii))		4.61		1.05
Preliminary & share issue expenses written off		-		1.25
Loss on sale /discard of assets (Net)		8.27		172.86
Amortisation of Premium on Govt/Debt Securities (Refer Note No 1f)		118.76		212.33
Other Expenses		1,750.25		824.79
TOTAL		16,728.33		14,724.18
SCHEDULE 12 : PAYMENTS TO AND PROVISIONS FOR EMPLOYEES				
Salaries and allowances (Refer Note No. 4)		4,203.11		3,675.46
Contribution to Provident and other funds (Refer Note No.1h)		336.34		164.76
Employees' welfare expenses	186.73		129.53	
Less : Transferred to Staff Welfare Reserve	29.79	156.94	27.81	101.72
TOTAL		4,696.39		3,941.94

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULE 13: NOTES TO ACCOUNTS

1. Significant Accounting Policies:

a) Basis of Accounting

The accounts are maintained on a mercantile basis in accordance with generally accepted accounting principles.

b) Revenue Recognition

(i) Revenue is being recognised as and when there is reasonable certainty of ultimate realisation.

(ii) Provision for Doubtful debts and Bad Debts.

(a) In respect of members who have been declared as defaulter or expelled during the year by the company all amounts remaining to be recovered till the date of being declared defaulter or expelled are written off as bad debts. All subsequent recoveries are accounted for in the year of receipt.

(b) Other overdue amounts are provided for as doubtful debts or are written off as bad debts, if the same are considered doubtful/ irrecoverable in the opinion of the management.

c) Fixed Assets

Fixed Assets are stated at historical cost less accumulated depreciation. Historical cost is inclusive of freight, duties, taxes, cost of installation, interest upto the date of installation and other incidental expenses incurred towards acquisition and installation of fixed assets.

d) Depreciation

(i) Depreciation on assets is provided, using the straight line method, pro-rata to the period of use of assets, at the rates specified in Schedule XIV to the Companies Act, 1956 or based on the estimated useful life of the assets, whichever is higher. Where there is a revision of the estimated useful life of an asset, the unamortized depreciable amount is charged over the revised remaining useful life.

The details of the estimated useful life of the assets where the depreciation is provided at the rate higher than the rate specified in Schedule XIV of the Companies Act, 1956 are as follows:

Assets	Estimated Useful Lives
Computer Systems – Office Automation	3 years
Computer Systems – Others	4 years
Telecommunication Systems	4 years*
Trading & Clearing Systems	4 years*
Electrical Equipments & Installations	15-21 years
Furniture & Fixtures	5-16 years
Office Equipments	4-21 years
Vehicles	3-5 years

* except for certain technology and related equipments which are expected to have a useful life till December 31, 2008 only.

Fixed assets whose aggregate cost is Rs. 5,000 or less are depreciated fully in the year of acquisition.

(ii) Leasehold land is amortised over the period of lease.

(iii) Computer Software is amortized over a period of 4 years.

- e) Computer software
- (i) Cost of development and production software is capitalised,
 - (ii) Cost towards software development incurred till the time software is put to use is capitalised, and
 - (iii) Standard packaged software products are written off in the year of purchase.
- f) Investments
- (i) Long term investments are considered as held till maturity and are valued at cost. Provision is made for diminution in the value of investment, if any, other than temporary in nature.
 - (ii) Short term investments are valued at cost or fair value whichever is lower.
 - (iii) Premium paid/discount received at the time of acquisition of Government / Debt securities is amortised over the residual period of its maturity.
 - (iv) The cost of investment includes acquisition charges such as brokerage, etc. Front-end discount / incentive earned in respect of direct subscription is adjusted towards the cost of investment. Income on investments is accounted for on accrual basis.
- g) Foreign currency transactions
- (i) Transactions denominated in foreign currency are recorded at the exchange rate prevailing at the time of the transaction.
 - (ii) Monetary items denominated in foreign currency at the year end are translated at the year end rate except for those covered by forward cover contracts which are translated at contracted rates.
 - (iii) Any income or expense on account of exchange difference between the date of transaction and settlement or translation is recognised in the profit and loss account as income or expense. The premium or discount on forward exchange contract are amortised and recognized in the profit and loss account over the period of contract.
- h) Employee Benefits:
- (i) **Provident Fund:** The Company has established National Stock Exchange of India Limited Employee Provident Fund Trust to which both the employee and the employer make monthly contribution equal to 12% of the employee's basic salary respectively. Company's contribution to the provident fund for all employees, are charged to revenue. In case of any liability arising due to short fall between the return from its investments and the administered interest rate, the same is required to be provided for by the Company.
 - (ii) **Superannuation:** Superannuation benefits for employees designated as managers and above are covered by group policies with the Life Insurance Corporation of India. Company's contribution payable for the year is charged to revenue. There are no other obligations other than the annual contribution payable.
 - (iii) **Gratuity:** The Company has maintained a Group Gratuity Cum Life Assurance Scheme with the Life Insurance Corporation of India (LIC) towards which it annually contributes a sum determined by LIC. The Company provides for the defined benefit with respect to gratuity liability based on the present value of defined benefit obligation as reduced by the fair value of plan assets as per the actuarial valuation calculation.
 - (iv) **Other Long term benefits:** Liability on account of other long term benefits such as Leave encashment, medical reimbursement and Leave Travel Allowance is made on the basis of actuarial valuation at the end of the year.
 - (v) Short term employee benefits are charged to revenue in the year in which the related service is rendered.

- i) Taxation : Tax expense for the year, comprising current tax and deferred tax is included in determining the net profit for the year.

A provision is made for the current tax based on tax liability computed in accordance with relevant tax rates and tax laws. A provision is made for deferred tax for all timing differences arising between taxable income and accounting income at currently enacted tax rates.

Deferred tax assets are recognised only if there is a reasonable certainty that they will be realised and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

2. Contingent liability:

- (i) Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for Rs. 1597.00 Lacs (Previous year : Rs. 243.69 Lacs).
- (ii) On account of bank guarantees: Rs.531.30 Lacs (Previous year : Rs. 529.25 Lacs).
- (iii) Claims against the company not acknowledged as debts: Rs. 26963.81 Lacs (Previous Year : Rs. 497.24 Lacs)
- (iv) On account of disputed demand of Employees State Insurance Corporation: Rs. 10.09 Lacs (Previous Year: Rs.10.09 Lacs)
- (v) On account of disputed demand of Income Tax: Rs. 4,422.18 Lacs (Previous Year: Rs. 2,938.49 Lacs), disputed demand of Fringe Benefit Tax: Rs.181.05 Lacs (Previous Year: Rs.Nil) and disputed demand of Wealth Tax: Rs.194.10 Lacs (Previous Year: 194.10 Lacs.). Wealth Tax liability includes Rs. 185.59 Lacs (Previous Year: Rs. 185.59 Lacs) on account of Tax Department appeals pending disposal before the Bombay High Court.
- (vi) On account of disputed demand of Securities Transaction Tax : Rs.1845.41 Lacs (Previous Year : Rs.745.48 Lacs)

3. In the opinion of the Board, current assets, loans and advances are approximately of the value stated, if realised in the ordinary course of business.

4. Managerial Remuneration :

Particulars	(Rs. in Lacs)	
	Current Year	Previous Year
Salary and allowances	865.83	437.05
Contribution to Provident Fund and other Funds	50.22	31.59
Perquisites in cash or in kind	195.14	81.69

5. Loans to employees includes housing loan to Directors amounting to Rs.4.45 Lacs (Previous Year:Rs.5.45 Lacs), maximum amount outstanding at any time during the year Rs. 5.45 Lacs (Previous Year : Rs.6.45 Lacs).

6. a. Expenditure in foreign currency:

- (i) Travelling expenses Rs.41.05 Lacs (Previous Year : Rs. 48.33 Lacs)
- (ii) Professional and technical fees Rs. 241.32 Lacs (Previous Year : Rs. 153.76 Lacs)
- (iii) Others Rs. 175.07 Lacs (Previous Year : Rs. 108.14 Lacs)

- b. Earnings in foreign exchange : Rs. 55.85 Lacs (Previous Year : Rs. 1.55 Lacs)

7. C.I.F. value of imports in respect of:
Capital goods Rs. 3645.20 Lacs (Previous year : Rs. 5418.88 Lacs)
8. Deposits from trading members include Rs. 403.24 Lacs (Previous year : Rs. 405.74 Lacs) from trading members who have applied for surrender of their trading membership which have been conditionally accepted by the company. Such deposits are refundable to them on fulfilment of conditions of surrender.
9. Statement of Short Term Investment at the end of the year is given below.

Sr. No.	Particulars	Maturity Date	Face Value	Number of Units	As at 31.03.2009 (Rs. in Lacs)	As at 31.03.2008 (Rs. in Lacs)
	Unquoted :					
A)	Taxable Bonds :					
1	9.70 % GE Capital Services	05-May-09	50000000	50	499.07	-
2	11.60 %GE Capital Services	10-Oct-09	50000000	50	499.90	-
	Total (A)				998.97	-
B)	COMMERCIAL PAPER					
1	TATA Capital Limited	13-Jul-09	100000000	200	946.05	-
2	TELCO Construction Equipment Company Limited	29-Jul-09	100000000	200	950.77	-
	Total (B)				1,896.82	-
C)	Mutual Funds :					
i)	Liquid and Floating Rate Plans Dividend Option					
1	DBS Chola Short Term Floating Rate Fund			-	-	495.78
2	Birla Sun Life Cash Plus - Institutional Prem Plan - Daily Dividend - Reinvestment			-	-	4982.95
3	DWS Insta Cash Plus Fund-Super Institutional-Daily Dividend - Reinvestment			-	-	1803.22
4	ICICI Prudential Institutional Liquid Plan - Super Institutional Daily Dividend			-	-	4986.14
5	ING Liquid Fund Super Institutional - Daily Dividend Option			-	-	2054.53
6	Religare Liquid Fund - Super Institutional Daily Dividend			-	-	4007.91
7	Sbi Magnum Institutional Income Funds-Savings Plan-Dividend			-	-	2249.90
8	Tata Liquid Fund - SHIP - Dividend - Daily			-	-	500.65
	Total i				-	21,081.08

ii)	Liquid Growth Schemes					
1	Birla Sun Life Cash Plus - Institutional Premium - Growth			67,933,186.0430	8,688.10	2994.82
2	Canara Robeco Liquid Fund - Institutional - Growth			65,716,541.0453	9,766.95	119.63
3	DBS Chola Liquid Fund-Institutional Plus-Cumulative			32,341.6690	4.56	4.56
4	DBS Chola Liquid Fund-Super Institutional Plus-Cumulative			26,319.5500	2.66	2.66
5	Deutsche Insta Cash Fund - Growth			176,280.6990	19.91	2958.08
6	DSP Blackrock Liquidity Fund - Institutional Plan - Growth			100.0630	1.02	1.02
7	HDFC Cash Management Fund - Saving Plan Growth			185,560.2090	28.67	6656.84
8	HSBC Cash Fund Institutional Growth Option			484,712.1320	54.93	1171.58
9	ICICI Prudential Institutional Liquid Plan - Super Institutional Growth			894,744.8590	95.84	3924.01
10	ING Liquid Fund Super Institutional - Growth Option			93,722.9580	10.53	1339.85
11	JM High Liquidity Super Institutional Plan - Growth			122,971.9810	14.63	6650.67
12	Kotak Liquid Institutional Premium Growth			250,984.1839	35.95	452.14
13	LIC MF Liquid Fund - Growth			239,442.8600	31.72	2370.39
14	Principal Cash Management Fund - Liquid Option - Institutional Plan - Growth			5,326.9790	0.57	0.57
15	Principal Cash Management Fund - Liquid Option - IP - Premium - Growth			98,827.6610	11.08	1562.67
16	Reliance Liquidity Fund -Growth			204,444.0290	22.36	1723.85
17	Religare Liquid Fund - Super Institutional Growth			43,222,936.7220	4,875.80	-
18	Standard Chartered Liquidity Manager Plus - Growth			8,952.8950	95.61	1652.81
19	Sundaram Money Fund - Super Institutional Plan - Growth			504,309.1300	78.07	908.41
20	Tata Liquid Fund - SHIP - Growth			948.5799	12.70	1373.77
21	Templeton India Treasury Management A/C- Institutional Growth			5,611.1264	66.26	1928.84
22	UTI Liquid Cash Plan - Institutional- Plan Growth			2,183.0029	26.26	757.06
	Total ii				23,944.18	38,554.23
iii)	Liquid Plus Growth Schemes					
1	AIG India Treasury Plus Fund Super IP Growth			-	-	6917.77
2	Fortis Money Plus Institutional Growth			-	-	4884.95
3	HDFC Cash Management Fund - Treasury Advantage Plan - Wholesale - Growth			43,359,965.3530	7,726.36	-
4	HSBC Liquid Plus - Institutional Plus - Growth			38,782,453.3750	4,317.79	3185.65
5	HSBC Liquid Plus Institutional Growth			-	-	413.07
6	ICICI Prudential Flexible Income Plan Premium - Growth			85,388,968.0970	12,778.91	3000.54
7	ING Treasury Advantage Fund - Institutional Growth			36,827,860.8250	3,873.39	16341.73
8	JM Money Manager Fund Super Plus Plan - Growth			11,316,771.7949	1,243.47	16768.77
9	LIC MF Income Plus Fund - Growth Plan			19,239,000.8390	2,001.10	21902.43
10	Reliance Money Manager Fund-Institutional Option - Growth Plan			-	-	9386.24
11	Religare Ultra Short Term Fund - Institutional Growth			-	-	6518.29
12	Sundaram BNP Liquid Plus Super InstitutionalGrowth			72,732,893.4280	7,705.95	10435.62
	Total iii				39,646.97	99,755.06

iv)	Liquid Plus Dividend Schemes					
1	AIG India Treasury Plus Fund Super Institutional Daily Dividend			33,047,298.2261	3,308.37	-
2	Birla Sun Life Savings Fund - Institutional - Daily Dividend - Reinvestment			152,398,263.8651	15,250.19	-
3	Canara Robeco Treasury Advantage Super Institutional Daily Div Reinvt Fund			7,785,007.0565	965.89	-
4	DWS Ultra Short Term Fund - Institutional Daily Dividend			154,745,463.0180	15,497.97	-
5	Fidelity Ultra Short Term Debt Fund Super Institutional - Daily Dividend			110,655,774.0414	11,068.34	-
6	Fortis Money Plus Institutional Plan Daily Dividend			51,025,229.5281	5,104.08	-
7	HDFC Cash Management Fund - Treasury Advantage Plan - Wholesale - Daily Dividend			39,455,593.3192	3,957.99	-
8	ICICI Prudential Flexible Income Plan Premium - Daily Dividend			129,491,288.2839	13,691.76	-
9	IDFC Money Manager Fund - TP - Super Institutional Plan C - Daily Dividend			144,043,636.8268	14,406.52	-
10	ING Treasury Advantage Fund - Institutional Daily Dividend			8,238,713.4930	824.14	-
11	JM Money Manager Fund Super Plus Plan - Daily Dividend			151,580,024.9978	15,166.04	-
12	JP Morgan India Treasury Fund - Super Institutional Daily Dividend Plan - Reinvestment			118,742,767.6875	11,884.84	-
13	Kotak Floater Long Term - Daily Dividend			100,161,435.4723	10,096.07	-
14	Reliance Money Manager Fund-Institutional Option - Daily Dividend Plan			-	-	4930.60
15	Religare Ultra Short Term Fund - Institutional Daily Dividend			75,136,017.0719	7,525.40	-
16	Sundaram BNP Paribas Liquid Plus-Super IP - Daily Dividend			-	-	4768.64
17	Tata Floater Fund - Daily Dividend			43,266,518.2544	4,342.05	-
18	UTI Treasury Advantage Fund - Institutional Plan Daily Dividend - Reinvestment			261,067.7770	2,611.25	-
	Total iv				1,35,700.90	9,699.24
	Total (C)				1,99,292.05	1,69,089.61
	Grand total (A + B + C)				2,02,187.84	1,69,089.61

10. Statement of investments purchased and sold/redeemed during the year at cost is given below :

Sr. No.	Particulars	No. of Units	Cost Rs. In Lacs
A	Taxable Bonds		
1	HDFC Bank Limited	150	1,464.39
	Total A		1,464.39
B	Taxfree Bonds		
1	5 % National Bank for Agricultural & Rural Development	10000	987.90
	Total B		987.90
C	Debentures		
1	Piramal Healthcare Limited	15	1,500.00
	Total C		1,500.00
D	Commercial Paper		
1	TATA Motors Limited	300	1,451.16
2	Raymond Limited	300	1,451.68
3	Godrej Industries Limited	100	485.77
4	HCL Infosystems Limited	200	972.04
	Total D		4,360.64

E	Mutual Funds		
1	ABN Amro Flexible Short Term Plan Series C Quarterly Div-Reinvestment	5122648.917	512.26
2	ABN Amro Flexible Short Term Plan Series A Quarterly Dividend- Reinvestment	7662579.578	766.26
3	ABN Amro Interval Fund Quarterly Plan I Interval Dividend- Reinvestment	5116301.021	511.63
4	ABN Amro Interval Fund Series 2 Qtrly Plan M Interval Dividend- Reinvestment	5119144.058	512.16
5	AIG India Liquid Fund - Super IP - Daily Dividend	530104.6445	5,306.07
6	AIG Quarterly Interval Fund Series I Institutional Dividend	51119.6018	511.20
7	AIG Quarterly Interval Fund Series II Institutional Dividend	51161.5513	511.62
8	Birla Sun Life Cash Plus - Instl. Prem Plan - Daily Dividend - Reinvestment	411509813.8	41,231.23
9	Birla Sun Life FTP-Half Yearly - Series 5 - Dividend - Payout	5231241.953	523.12
10	Birla Sun Life Interval Income Fund - Instl - Quarterly Series 2 - Dividend	5111150.121	511.12
11	Birla Sun Life Quarterly Interval - Series 5 - Dividend - Reinvestment	5124475	512.45
12	Birla Sun Life Quarterly Interval - Series 7 - Dividend Reinvestment	5104095	510.41
13	Canara Robeco FMP3 - Quarterly Plan 3 Institutional Dividend Fund	7671103.278	767.11
14	Canara Robeco FMP3 - Quarterly Plan 4 Institutional Dividend Fund	7161121.86	716.11
15	Canara Robeco FMP3-Qtrly Plan 5 Institutional Dividend Fund	5110957.115	511.10
16	Canara Robeco Interval Quarterly Institutional Dividend Fund	5219167.761	522.24
17	Canara Robeco Interval Series 2 - Quarterly Plan 2 - Institutional Dividend Fund	5117858.431	511.79
18	Canara Robeco Liquid Super Institutional Daily Dividend Reinvestment Fund	147958406.4	14,856.50
19	Canliquid - Institutional - Dividend Reinvestment - Daily	88139676.69	8,850.10
20	DBS Chola Short Term Floating Rate Fund	4835.5308	0.48
21	DSP Merrill Lynch Liquidity Fund - Dividend - Daily	523574.6585	5,236.79
22	DSP Merrill Lynch FMP 3M Series 13 - Instl Dividend	5110510.064	511.05
23	DWS Fixed Term Fund Series 57 - Institutional Dividend	5103008.429	510.30
24	DWS Fixed Term Fund Series 58 - Institutional Dividend	5110562.89	511.06
25	DWS Insta Cash Plus Fund-Super Institutional-Daily Dividend-Reinvest	385184559.5	38,596.02
26	DWS Quarterly Interval Fund - Series 1 - Dividend Plan	5116707.941	511.67
27	DWS Ultra Short Term Fund - Institutional Daily Dividend	138360502.8	13,856.80
28	Fidelity Cash Fund - Super IP - Daily Dividend	189462272.8	18,953.96
29	Fidelity Ultra Short Term Debt Fund Super Institutional - Daily Dividend	69944836.5	6,996.20
30	Fortis Money Plus Institutional Plan Daily Dividend	81654441.38	8,165.62
31	Fortis Overnight - Institutional Plus - Daily Dividend	153426130.8	15,344.39
32	HDFC Cash Management Fund - Treasury Advantage Plan - Wholesale - Daily Dividend	122393589.8	12,277.91
33	HDFC Cash Management Fund Savings Plan-Daily Dividend-Reinvestment	326318537	34,708.54
34	HDFC FMP 181D August 2008 (Viii) (1) - Wholesale Plan Dividend Payout	12196316.93	1,219.63
35	HDFC FMP 90D August 2008 (IX) (3) - Wholesale Plan Dividend Payout	5112759.239	511.28
36	HDFC FMP 90D September 2008 (IX) (2) - Wholesale Plan Dividend Payout	7673039.63	767.30
37	HDFC FMP 90D September 2008 (IX) (3) - Wholesale Plan Dividend	5117658.301	511.77
38	HSBC Cash Fund Institutional Plus-Daily Dividend-Reinvestment	169654637.7	16,974.96
39	HSBC Fixed Term Series 60 Institutional Div	8782098.866	878.21
40	HSBC Interval Fund-Plan 2-Institutional Dividend	5115861.585	511.59
41	HSBC Liquid Plus - Inst. Plus - Daily Dividend	39583905.21	3,963.38
42	HSBC Liquid Plus - Inst. Plus - Growth	16669306.77	1,885.77
43	ICICI Prudential Flexible Income Plan Premium - Daily Dividend	255384146.6	27,003.04
44	ICICI Prudential FMP Series 44 - Three Month Plan E Retail Dividend - Pay Div	5106358.405	510.64
45	ICICI Prudential FMP Series 46 - Six Months Plan A Institutional Dividend	5230550	523.06
46	ICICI Prudential FMP Series 47 - Three Months Plan C Institutional Dividend- Pay Div	5114876.559	511.49
47	ICICI Prudential Institutional Liquid Plan - Super Institutional Daily Div	648705433.2	64,873.79
48	ICICI Prudential Interval Fund Ii Quarterly Plan A - Retail Dividend - Reinvestment	5110792.84	511.08
49	ICICI Prudential Interval Fund Iv Quarterly Interval Plan B Institutional Dividend-Reinvestment	3282921.252	328.29
50	IDFC Cash Fund - Plan C - Super I P - Daily Div	261817770	26,188.32
51	IDFC Fixed Maturity Plan - Quarterly Series 31-Dividend	5103989.024	510.40
52	ING Interval Fund -Quarterly - B - Institutional Dividend Regular	5104206.837	510.42
53	ING Interval Fund-Quarterly-C-Institutional Dividend Regular	5105369.279	510.55
54	ING Liquid Fund Super Institutional - Daily Dividend Option	131363265.7	13,142.63
55	ING Quarterly FMP - 91 - Series A2 - Institutional Dividend	5117332.238	511.73
56	ING Quarterly FMP 90-A-Institutional Dividend	5114357.796	511.44
57	ING Treasury Advantage Fund - Institutional Daily Dividend	5023817.818	502.55
58	JM Fixed Maturity Plan Series X Qtr Plan 5	5107654.416	510.77
59	JM Fixed Maturity Fund Series XII Monthly Plan 1 -Institutional Dividend Plan	2619097.451	261.91
60	JM Fixed Maturity Fund Series XII Quarterly Plan 3 - Institutional Dividend Plan	5116807.068	511.68
61	JM Fixed Maturity Fund Series XIII Monthly Plan 3 Institutional Dividend Plan	5046540.807	504.65
62	JM High Liquidity Fund- Super Institutional Plan-Daily Dividend-Reinvestment	222529306.2	22,289.65
63	JM Interval Fund - Quarterly Plan 1 - Institutional Dividend Plan	5118977.547	511.90
64	JM Interval Fund - Quarterly Plan 3 - Institutional Dividend Plan	10216339.69	1,021.63
65	JP Morgan India Liquid Fund - Super Inst.Daily Dividend Plan - Reinvestment	196977240	19,713.29
66	JP Morgan India Treasury Fund - Super Inst. Daily DividendPlan - Reinvestment	80222477.67	8,029.39
67	Kotak Flexi Debt Scheme Institutional - Daily Dividend	102563745	10,305.09

68	Kotak Floater Long Term - Daily Dividend	13889164.47	1,400.00
69	Kotak FMP 3M Series 33 - Dividend	7661656.881	766.17
70	Kotak FMP Quarterly Ser 32 Dividend	5654431.367	565.44
71	Kotak Liquid Institutional Premium Plan - Dividend - Daily	339912760.6	41,564.87
72	Kotak Quarterly Interval Plan Series 3 - Dividend	5112342	511.23
73	Kotak Quarterly Interval Plan Series 9 Dividend	5123104.081	512.33
74	LIC MF Liquid Fund-Daily Dividend	44998085.29	4,940.83
75	LIC MF Income Plus Fund - Daily Dividend Plan	49545418.81	4,954.54
76	Lotus India FMP - 3 Months - Series xxxiii Dividend	7657685.853	765.77
77	Lotus India FMP - 3 Months - Series xxxiv Dividend	5101778.304	510.18
78	Lotus India FMP - 3 Months - Series xxxv Dividend	5101195.312	510.12
79	Lotus India Monthly Interval Fund Plan A - Dividend	5035680.859	503.78
80	Lotus India Quarterly Interval Fund - Plan B - Dividend	10234717.42	1,024.35
81	Lotus India Quarterly Interval Fund - Plan C - Dividend	5104112.561	510.66
82	Lotus India Quarterly Interval Fund - Plan D - Dividend	5115067.868	511.77
83	Lotus India Quarterly Interval Fund - Plan E - Dividend	5116723.08	511.92
84	Mirae Asset Interval Fund - Quarterly Plan - Series II - Institutional Dividend	5101867.316	510.21
85	Mirae Asset Interval Fund - Quarterly Plan - Series I-Institutional Dividend Reinvestment	5095082.95	509.52
86	Mirae Asset Liquid Fund - Institutional - Daily Dividend	150140.7364	1,502.48
87	Principal Cash Mgmt Fund Lo- Institutional Prem. Plan - Daily Dividend	170156091.3	17,016.80
88	Reliance Fixed Horizon Fund - VIII - Series 9 - Institutional Dividend Payout Plan	10205641.07	1,020.57
89	Reliance Fixed Horizon Fund - X - Series 4 - Super Institutional Dividend Plan	5119344.051	511.93
90	Reliance Fixed Horizon Fund-XII-Series13-Super Institutional Dividend Plan	5122970.815	512.30
91	Reliance Liquid Fund-Treasury Plan-Institutional Option-Daily Dividend	3344665.609	511.31
92	Reliance Liquidity Fund -Daily Dividend Reinvestment	211361337.9	21,142.69
93	Reliance Money Manager Fund-Institutional Option - Daily Dividend Plan	1385854.952	13,874.30
94	Reliance Quarterly Interval Fund - Series II - Institutional Dividend Plan	5109445.346	510.99
95	Reliance Quarterly Interval Fund - Series III - Institutional Dividend Plan	5112962.171	511.35
96	Religare Half Yearly Interval Fund Plan A - Institutional Dividend	7836021.858	783.69
97	Religare Liquid Fund - Super Institutional Daily Dividend	294496344.2	29,458.92
98	Religare Ultra Short Term Fund - Institutional Daily Dividend	106197731.2	10,636.45
99	SBI Magnum Institutional Income Funds-Savings Plan-Dividend	139499839.8	13,995.32
100	Standard Chartered Liquidity Manager Plus -Daily Dividend-Reinvestment	295599.1727	2,956.61
101	Sundaram BNP Paribas Interval Fund Qly-Plan A - Institutional Dividend	5116337.944	511.63
102	Sundaram BNP Paribas Interval Fund Qly-Plan B-Institutional Dividend	5117560	511.76
103	Sundaram BNP Paribas Liquid Plus- Super IP - Daily Dividend	20803248.2	2,085.53
104	Sundaram BNP Paribas FTP 90 Days Series 9 Institutional-Dividend	7139419	713.94
105	Sundaram Money Fund-Super Institutional -Dividend-Daily -Reinvestment	166784253.1	16,837.37
106	Tata Fixed Horizon Fund - 19 Scheme E - 3 Months - IP- Dividend Reinvestment	5118436.458	511.86
107	Tata Fixed Horizon Fund Series 19 - Scheme D - IP - DividendReinvest	10985141.73	1,098.54
108	Tata Fixed Income Portfolio Fund A2 (Monthly) IP Dividend	5032569.791	503.26
109	Tata Fixed Income Portfolio Fund A3 IP Dividend Reinvestment	5006944.688	503.00
110	Tata Floater Fund - Daily Dividend	170678563.2	17,128.62
111	Tata Liquid Fund - SHIP - Dividend - Daily	2811583.517	31,335.66
112	Templeton Fixed Horizon Fund Series X - Plan B - Dividend Reinvestment	5115600.733	511.56
113	Templeton Fixed Horizon Fund Series X - Plan C - Dividend Payout	5115963.17	511.60
114	Templeton Fixed Horizon Fund Series X- Plan A - Dividend Reinvest	5109871.012	510.99
115	Templeton Fixed Horizon Fund Series X-Plan D-Dividend Reinvestment	5124847.012	512.48
116	Templeton India Treasury Management Account- Super Institutional Plan-Daily Dividend	1156246.115	11,569.96
117	Templeton Quarterly Interval Plan - Plan C - Institutional - Dividend Reinvestment	5099004.841	510.51
118	UTI - Fixed Income Interval Fund -Series II -Quarterly Plan IV -IP - Dividend Reinvestment	5108794.611	510.88
119	UTI - Short Term Fixed Maturity Plan Series I-V (140 Days) - Institutional Dividend Reinvestment	5172188.565	517.22
120	UTI Fixed Income Interval Fund - Monthly Interval Plan II Institutional Dividend Reinvestment Plan	10974325.22	1,097.43
121	UTI Fixed Income Interval Fund-Monthly Interval Plan Series-I-Institutional Dividend Reinvestment	5036673.458	503.67
122	UTI Fixed Income Interval Fund-Quarterly Interval Plan Series-I- Institutional Dividend Reinvestment	5117637.866	511.76
123	UTI Fixed Income Interval Fund-Quarterly Plan Series-III-Institutional Dividend Plan-Reinvest	5112383.85	511.24
124	UTI Liquid Cash Plan Institutional - Daily Income Option	3154561.887	32,159.05
125	UTI Short Term Fixed Maturity Plan Series I -VI (91 Days) - Institutional Dividend Reinvestment	5113769.35	511.38
126	UTI Short Term Fixed Maturity Plan Series I-I(90 Days)- IP - Daily Reinvestment	8139540.507	813.95
127	UTI Short Term Fixed Maturity Plan Series I-IX(90 Days)-Institutional -Dividend Plan	5115500.485	511.55
128	UTI Treasury Advantage Fund - Institutional Plan (Daily Dividend) - Reinvestment	1998905.918	19,993.34

129	UTI Fixed Maturity Plan - QFMP - 06/08 -IP - Dividend Reinvestment	5094460.823	509.45
130	UTI Short Term Fixed Maturity Plan Series I-X (90 Days) - Institutional Dividend-Reinvestment	5510438.714	551.04
	Total E		782,968.17
	Grand Total (A+B+C+D+E)		791,281.11

11. Sundry creditors includes Rs.8.23 Lacs (Previous Year: Rs. 25.40 Lacs) due to a Small & Medium Enterprises. Total outstanding dues to Small & Medium Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company.

12. Disclosure under Revised Accounting Standard 15 on Employee Benefits:

(i) Defined Contribution Plan: Company's contribution towards superannuation amounting to Rs.72.90 Lacs (Previous Year : Rs.52.61 Lacs) has been charged to Profit & Loss account.

(ii) Defined Benefit Plan:

(a) Provident Fund: Company's contribution towards Provident Fund amounting to Rs 127.19 Lacs (Previous Year: Rs.104.39 Lacs) has been charged to Profit & Loss account. As per Implementation Guidance on AS 15 (Revised 2005) Employee Benefits issued by the Accounting Standard Board (ASB) of the Institute of Chartered Accountants of India, benefit involving employer established provident funds which require interest short fall to be recompensed are to be considered as defined benefit plans. Pending issuance of the guidance note from the Actuarial Society of India, the Company is unable to reliably measure provident fund liabilities and exhibit the related information.

(b) Gratuity: Company has charged the Gratuity expense to Profit & Loss account based on the actuarial valuation of gratuity liability at the end of the year. The projected unit credit method used to show the position as at March 31, 2009 is as under.

i) **Movement in the liability recognised in the balance sheet are as follows :**

	As on 31/03/2009	As on 31/03/2008
	Rs. in Lacs	Rs. in Lacs
At the beginning of the year	275.59	288.51
Current Service Cost	41.94	26.17
Interest cost	24.09	21.64
Actuarial (gains) and losses (including for prior years)	156.39	21.84
Benefits Paid	32.88	82.57
At the end of the year	465.13	275.59

ii) **Movement in Fair value of plan assets during the year**

	As on 31/03/2009	As on 31/03/2008
	Rs. in Lacs	Rs. in Lacs
Opening fair value of plan assets	252.96	260.30
Expected return on plan assets	25.19	23.59
Contributions	78.37	51.64
Benefits paid	32.88	82.57
Actuarial gain / (loss) on Plan Assets	3.54	-
Closing fair value of plan assets	327.18	252.96

iii) **Reconciliation of the present value of defined obligation and fair value to the Assets and liabilities recognised in the balance sheet**

	As on 31/03/2009	As on 31/03/2008
	Rs. in Lacs	Rs. in Lacs
Present value of obligations as at the end of year	465.13	275.59
Fair value of plan assets as at the end of the year	327.18	252.96
Net Liability/(Asset) disclosed in the balance sheet	137.95	22.63

iv) **Total Expense recognised in the profit & loss account**

	As on 31/03/2009	As on 31/03/2008
	Rs. in Lacs	Rs. in Lacs
Current Service cost	41.94	26.17
Interest Cost	24.09	21.64
Expected return on plan assets	25.19	23.59
Actuarial gains and losses	152.85	21.84
Total charged to profit and loss	193.69	46.06

v) **Percentage of category of plan assets to fair value of plan assets**

In the absence of information from Life Insurance Corporation of India (LIC), category-wise break-up of Fair value of plan Assets are not mentioned.

13. During the year, the company has reviewed its fixed assets for impairment loss as required by Accounting Standards 28 – “Impairment of Assets”. In the opinion of management no provision for impairment loss is considered necessary. Certain assets having gross book value of Rs.10,826.13 Lacs and net book value of Rs. Nil have become obsolete and therefore have been earmarked for disposal or scrap. The net realisable value of the obsolete assets cannot be estimated and therefore taken as Rs. Nil.
14. In the opinion of the management, as the Company’s operations comprise of only facilitating trading in securities and the activities incidental thereto within India, the disclosures required in terms of Accounting Standard 17 - “Segment Reporting” issued by the Institute of Chartered Accountants of India are not applicable.
15. In compliance with Accounting Standard 18 - “Related Party Disclosures” issued by the Institute of Chartered Accountants of India, the required disclosures are given in the table below:

A) Names of the related parties and relationship

Sr. No.	Related Party	Nature of Relationship
1	National Securities Clearing Corporation Limited	Subsidiary Company
2	NSE.IT Limited	Subsidiary Company
3	DotEx International Limited	Subsidiary Company
4	India Index Services & Products Limited	Subsidiary Company
5	National Commodity Clearing Limited	Subsidiary Company
6	NSE Infotech Services Limited	Subsidiary Company
7	NSE.IT (UK) Limited	Subsidiary Company
8	NSE.IT (US) Inc.	Subsidiary Company
9	Power Exchange India Limited	Joint Venture
10	(1) Mr. Ravi Narain - Managing Director (2) Ms. Chitra Ramkrishna - Dy. Managing Director	Key Management Personnel

B) Details of transactions (including service tax wherever levied) with related parties are as follows:
(Rs. in Lacs)

Name of the Related Party	Nature of Transactions	Year ended 31.03.2009	Year ended 31.03.2008
National Securities Clearing Corporation Ltd.	• Usage charges received	366.15	276.21
	• Space and Infrastructure usage charges received	242.85	219.52
	• Reimbursement received for expenses on staff on deputation	835.92	751.88
	• Reimbursement received for other expenses incurred	1597.45	1637.98
	• Dividend received	4275.00	-
	• Purchase of assets	-	33.14
	• Clearing and Settlement charges paid	6776.76	7322.77
	Closing balance (Credit)/Debit	260.27	(141.98)
Investment in Equity Share Capital	562.50	562.50	

NSE.IT Ltd.	<ul style="list-style-type: none"> • Reimbursement received for other expenses incurred • Amount paid towards reimbursement of expenses • Software license procured • Software Development Charges paid • Repairs and maintenance – Computer trading , Telecommunication systems • STP charges received • Rent received • CTCL Empanelment charges received • IT Mgt. & Consultancy charges paid • Purchase of equipment • Installation commissioning & warranty charges for trading system • Dividend received • Sale of Asset 	<p style="text-align: right;">4.75</p> <p style="text-align: right;">-</p> <p style="text-align: right;">45.05</p> <p style="text-align: right;">160.96</p> <p style="text-align: right;">1222.02</p> <p style="text-align: right;">1.23</p> <p style="text-align: right;">12.40</p> <p style="text-align: right;">3.63</p> <p style="text-align: right;">68.76</p> <p style="text-align: right;">-</p> <p style="text-align: right;">45.62</p> <p style="text-align: right;">100.00</p> <p style="text-align: right;">1.97</p> <p style="text-align: right;">(70.93)</p> <p style="text-align: right;">1,000.00</p>	<p style="text-align: right;">1.66</p> <p style="text-align: right;">0.37</p> <p style="text-align: right;">3.28</p> <p style="text-align: right;">186.65</p> <p style="text-align: right;">952.48</p> <p style="text-align: right;">2.26</p> <p style="text-align: right;">2.67</p> <p style="text-align: right;">3.00</p> <p style="text-align: right;">44.84</p> <p style="text-align: right;">9.61</p> <p style="text-align: right;">129.41</p> <p style="text-align: right;">100.00</p> <p style="text-align: right;">0.75</p> <p style="text-align: right;">(69.85)</p> <p style="text-align: right;">1,000.00</p>
DotEx International Ltd.	<ul style="list-style-type: none"> • Space and Infrastructure usage charges received • Reimbursement received for expenses on staff on deputation • Reimbursement for expenses incurred • CTCL Empanelment charges received • Amount received towards revenue sharing on account of info feed services • Reimbursement of expenses paid • Dividend received 	<p style="text-align: right;">0.59</p> <p style="text-align: right;">40.50</p> <p style="text-align: right;">592.25</p> <p style="text-align: right;">17.53</p> <p style="text-align: right;">554.59</p> <p style="text-align: right;">650.34</p> <p style="text-align: right;">60.00</p> <p style="text-align: right;">(151.79)</p> <p style="text-align: right;">68.99</p>	<p style="text-align: right;">0.53</p> <p style="text-align: right;">14.48</p> <p style="text-align: right;">2.16</p> <p style="text-align: right;">-</p> <p style="text-align: right;">351.61</p> <p style="text-align: right;">-</p> <p style="text-align: right;">-</p> <p style="text-align: right;">320.04</p> <p style="text-align: right;">68.99</p>
India Index Services & Products Ltd.	<ul style="list-style-type: none"> • License fees paid • Space and Infrastructure usage charges received • Reimbursement received for expenses on staff on deputation • Reimbursement received for other expenses incurred • Dividend received 	<p style="text-align: right;">522.41</p> <p style="text-align: right;">6.74</p> <p style="text-align: right;">43.78</p> <p style="text-align: right;">529.57</p> <p style="text-align: right;">19.89</p> <p style="text-align: right;">154.05</p> <p style="text-align: right;">67.02</p>	<p style="text-align: right;">410.53</p> <p style="text-align: right;">6.10</p> <p style="text-align: right;">46.49</p> <p style="text-align: right;">147.78</p> <p style="text-align: right;">9.94</p> <p style="text-align: right;">125.88</p> <p style="text-align: right;">67.02</p>
National Commodity Clearing Ltd.	<ul style="list-style-type: none"> • Space and Infrastructure usage charges received • Reimbursement received for expenses on staff on deputation • Reimbursement received for other expenses incurred 	<p style="text-align: right;">214.26</p> <p style="text-align: right;">54.60</p> <p style="text-align: right;">106.57</p> <p style="text-align: right;">58.87</p> <p style="text-align: right;">308.75</p>	<p style="text-align: right;">90.46</p> <p style="text-align: right;">174.20</p> <p style="text-align: right;">33.88</p> <p style="text-align: right;">163.68</p> <p style="text-align: right;">308.75</p>
NSE Infotech Services Ltd.	<ul style="list-style-type: none"> • IT Mgt. & Consultancy charges paid • Software Development Charges paid • Repairs and maintenance – Computer trading , Telecommunication systems • Rent received • Reimbursement for expenses incurred 	<p style="text-align: right;">1313.25</p> <p style="text-align: right;">122.25</p> <p style="text-align: right;">1329.05</p> <p style="text-align: right;">11.71</p> <p style="text-align: right;">24.61</p> <p style="text-align: right;">184.56</p> <p style="text-align: right;">5.00</p>	<p style="text-align: right;">735.05</p> <p style="text-align: right;">79.89</p> <p style="text-align: right;">747.56</p> <p style="text-align: right;">7.48</p> <p style="text-align: right;">23.82</p> <p style="text-align: right;">100.92</p> <p style="text-align: right;">5.00</p>

Power Exchange India Ltd.	<ul style="list-style-type: none"> Space and Infrastructure usage charges received Reimbursement received for expenses on staff on deputation Reimbursement received for other expenses incurred Sale of Asset Investment in equity shares 	58.92 14.13 62.34 4.28 250.00	- - - - 2.50
	Closing balance (Credit)/Debit	108.62	-
	Investment in Equity Share Capital (Note no.19(ii))	252.50	2.50
Key Management Personnel	<ul style="list-style-type: none"> Gross remuneration including allowances, non-cash perquisites and contribution to Provident Fund and Superannuation Fund etc. Housing Loan – Closing Balance Interest received on Housing Loan 	1111.19 4.45 0.10	550.33 5.45 0.12

16. In accordance with Accounting Standard 19 - "Leases" issued by the Institute of Chartered Accountants of India, the details of obligation on long term non - cancellable operating lease in respect of certain vehicles and office premises taken by the Company are as follows.

Lease obligations	Year ended 31.03.2009	Year ended 31.03.2008
Total of future minimum lease payments		
- Lease rentals paid during the year	300.67	234.45
- Not later than one year	295.50	300.91
- Later than one year and not later than five years	1311.40	1233.47
- Later than five years	1087.66	1449.72

The terms of the Leases range from 3 years to 10 years.

17. In accordance with Accounting Standard 20 - "Earning per Share" issued by the Institute of Chartered Accountants of India, the required disclosure is given below.
(i) Earning per share

	Year ended 31.03.2009	Year ended 31.03.2008
Net Profit attributable to Shareholders (Rs. In Lacs)	51554.27	52125.52
Weighted Average number of equity shares issued (No. in Lacs)	450	450
Basic earnings per share of Rs. 10/- each (in Rs.)	114.57	115.83

The Company does not have any outstanding dilutive potential equity shares. Consequently, the basic and diluted earning per share of the Company remain the same.

18. In accordance with the Accounting Standard 22 - "Accounting for Taxes on Income", the break up of deferred tax assets / liabilities is as follows:

	(Rs. in Lacs)	
	As at 31 st March 2009	As at 31 st March 2008
Deferred Tax Liabilities		
Related to depreciation and other capital expenditure	1726.76	1409.92
Related to other items	11.42	11.42
Total (A)	1738.18	1421.34
Less: Deferred Tax Assets		
Related to disallowance u/s 43B	274.19	80.07
Related to other items	0.05	1.19
Total (B)	274.24	81.26
Net Deferred Tax Liability (A-B)	1463.94	1340.08

19. i) The Company has a Joint Venture interest in India Index Services & Products Ltd.(IISPL) which is a jointly controlled entity and is incorporated in India. The company has a 51% ownership interest in the joint venture. As per Accounting Standard 27 – "Financial Reporting of

Interests in the Joint Ventures”, the aggregate amounts related to Company’s interest in the joint venture are as follows.

Particulars	31-March-2009 (Rs. in Lacs)	31-March-2008 (Rs. in Lacs)
Assets	1074.27	664.39
Reserve & Surplus	828.94	451.43
Liabilities	179.02	146.65
Income	735.78	449.72
Expenses	335.00	236.03
Dividend received	19.89	9.94
Contingent Liability	8.35	1.24

The Company has no capital commitments in relation to its interest in Joint Ventures.

ii) The Company has a Joint Venture interest in Power Exchange India Ltd.(PXIL) which is a jointly controlled entity and is incorporated in India. The company has a 50% ownership interest in the joint venture. As per Accounting Standard 27 – “Financial Reporting of Interests in the Joint Ventures”, the aggregate amounts related to Company’s interest in the joint venture based on un-audited accounts are as follows.

Particulars	31-March-2009 (Rs. in Lacs)
Assets	740.08
Reserve & Surplus	(242.06)
Liabilities	642.13
Income	65.06
Expenses	307.12
Dividend received	-
Contingent Liability	16.04

The Company has no capital commitments in relation to its interest in Joint Ventures.

20. Previous years’ figures are regrouped, reclassified and rearranged wherever necessary.
21. Information with regard to other matters specified in clauses 3, 4C and 4D of the Part II of Schedule VI to the Companies Act, 1956 are either Nil or not applicable to the Company.