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## **Independent Auditor's Report**

**To the Members of NSE Investments Limited**

**Report on the Audit of Standalone Financial Statements**

### **Opinion**

We have audited the accompanying standalone financial statements of **NSE Investments Limited** ('the Company'), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of cash flows for the year then ended, and notes to standalone financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

### **Basis of Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's report but does not include the

standalone financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this audit report.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

### **Responsibilities of the Management for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (IND AS) specified under Section 133 of the Act read with the rules made thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

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





to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of the misstatements in the standalone financial statements that, individually or aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning of the scope of our audit work and evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatement in the financial statements.

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



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

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Government of India – Ministry of Corporate Affairs, in terms of sub-section (11) of section 143 of the Act, we enclose in the annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and 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 it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on March 31, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:





- (i) The Company has disclosed the impact of pending litigations on its financial position – refer note 31 to the standalone financial statements.
- (ii) The Company does not have any long-term contracts for which there were any material foreseeable losses. The Company does not have any derivative contracts – refer note 32 to the standalone financial statements.
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company – refer note 33 to the standalone financial statements.
- (iv)
  - (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - (b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - (c) Based on such audit procedures that we considered reasonable and appropriate by us in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (a) and (b) above, contain any material misstatement.
- (v) As stated in note 15
  - (a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in compliance with Section 123 of the Act.
  - (b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

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- (vi) Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

**For K. S. Aiyar & Co.**  
**Chartered Accountants**  
ICAI Firm Registration No. 100186W

*Sachin A. Negandhi*

**Sachin A. Negandhi**  
**Partner**

Membership No: 112888  
UDIN: 24112888BKBISK9605

**Place:** Mumbai  
**Date:** April 26, 2024



**Annexure to the Auditor's Report**

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our Report of even date on the standalone financial statements for the year ended on March 31, 2024, of **NSE Investments Limited**)

In our opinion, 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 normal course of audit, which were necessary to the best of our knowledge and belief, we report that:

- (i) (a) The Company does not have any property, plant and equipment nor it has any intangible assets. Accordingly, the provisions of clauses 3(i)(a), 3(i)(b), 3(i)(c) and 3(i)(d) are not applicable.
- (e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The Company is a core investment company as defined under the Core Investment Companies (Reserve Bank) Directions, 2016 and its activities do not require it to hold inventories. Accordingly, the directions in this regard are not applicable.
- (b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) The Company has made investments in companies, during the year, in respect of which:
  - (a) The Company has not granted or provided any advances in the nature of loans, nor stood guarantee or provided security to any other entity during the year. Hence reporting under clause 3(iii)(a) of the Order is not applicable.
  - (b) In our opinion, the investments made during the year are, prima facie, not prejudicial to the Company's interest.
  - (c) In respect of loans granted by the Company in earlier years and repaid during the year, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are regular as per stipulation.
  - (d) In respect of loans granted by the Company in earlier years, the same has been repaid during the year and there is no overdue amount remaining outstanding as at the balance sheet date.
  - (e) There were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties which was fallen due during the



year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

- (f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

The Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.

- (v) The Company has not accepted any deposit from the public and consequently the directives issued by the Reserve Bank of India, provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, with regard to the deposits accepted from the public are not applicable to the Company. No order has been passed by the Company Law Board, National Law Tribunal or Reserve Bank of India or any other court or any other tribunal.

- (vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 in respect of services carried out by the Company.

- (vii) (a) According to the records of the Company, goods and services tax, provident fund, employee's state insurance, income tax, duty of customs, cess and other material statutory dues applicable to it have been regularly deposited during the year with the appropriate authorities.

According to the information and explanations given to us, there are no undisputed dues in respect of goods and services tax, provident fund, income-tax, duty of customs, cess and other statutory dues which were outstanding, at the year-end for a period of more than six months from the date they became payable.

- (b) According to the records of the Company, there are no statutory dues which have not been deposited on account of any dispute.

- (viii) According to the information and explanations given to us, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

- (ix) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.





- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and accordingly, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term purposes.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) The Company has not made any preferential allotment or private placement of shares or fully, partly or optionally convertible debentures during the year and accordingly, reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) No fraud by the Company and no fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) According to the information and explanations furnished by the management, which have been relied upon by us, there were no whistle blower complaints received during the year by the Company.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly, clause 3 (xii) of the Order is not applicable to the Company.
- (xiii) In our opinion all transactions with the related parties are in compliance with sections 177 and 188 of Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- (xiv) (a) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with them.
- (xvi) (a) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 as the Company is a Core Investment Company (CIC) in terms of Core Investment Companies (Reserve Bank) Directions, 2016) and is eligible to function as a CIC without applying for registration with the Reserve Bank of India.
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
- (c) The Company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. The Company continues to fulfil the criteria of an unregistered CIC.
- (d) In our opinion, there is only one core investment company within the Group ('Companies in the Group' as defined in the Core Investment Companies (Reserve Bank) Directions, 2016).
- (xvii) The Company has not incurred any cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly clause 3(xviii) of the Order is not applicable.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Act pursuant to any project other than ongoing projects. Accordingly, clause 3(xx)(a) of the Order is not applicable.





- (b) In respect of ongoing projects, the Company has transferred the unspent amount to a Special Account within a period of 30 days from the end of the financial year in compliance with Section 135(6) of the said Act.

**For K. S. Aiyar & Co.**  
**Chartered Accountants**  
ICAI Firm Registration No. 100186W

*Sachin A. Negandhi*

**Sachin A. Negandhi**  
**Partner**

Membership No: 112888  
UDIN: 24112888BKBISK9605

**Place:** Mumbai

**Date:** April 26, 2024

**Annexure - B to the Independent Auditor's Report of even date on the Standalone Financial Statements of NSE Investments Limited**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to standalone financial statements of **NSE Investments Limited** ("the Company") as of March 31, 2024, in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to standalone financial statements.

*Sachin*



**Meaning of Internal Financial Controls with reference to standalone financial statements**

A company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

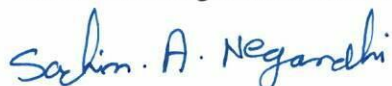
**Inherent Limitations of Internal Financial Controls with reference to standalone financial statements**

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For K. S. Aiyar & Co.**  
**Chartered Accountants**  
ICAI Firm Registration No. 100186W



**Sachin A. Negandhi**  
**Partner**

Membership No: 112888  
UDIN: 24112888BKBISK9605

**Place:** Mumbai

**Date:** April 26, 2024

**NSE INVESTMENTS LIMITED**  
**STANDALONE BALANCE SHEET AS AT MARCH 31, 2024**

(₹ in Lakhs)

Particulars	Note No.	As at March 31, 2024	As at March 31, 2023
<b>ASSETS</b>			
<b>(I) Financial Assets</b>			
(a) Cash and Cash equivalents	3	12,487.58	5,680.74
(b) Investments	4	2,24,696.40	2,07,937.26
(c) Loans & Advances	5	-	1,500.00
(d) Other Financial Assets	6	1.19	-
<b>Total Financial Assets</b>		<b>2,37,185.17</b>	<b>2,15,118.00</b>
<b>(II) Non-Financial Assets</b>			
(a) Current tax assets (net)	7	2,127.08	186.74
(b) Deferred tax assets (net)	8(c)	527.12	1,130.04
(c) Other non Financial Assets	9	0.45	-
<b>Total Non-Financial Assets</b>		<b>2,654.65</b>	<b>1,316.78</b>
<b>(III) Asset classified as held for sale</b>	4(B)	48,220.59	41,880.59
<b>Total Assets</b>		<b>2,88,060.41</b>	<b>2,58,315.37</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
<b>(I) Financial Liabilities</b>			
(a) Other financial liabilities	10	1,973.40	679.04
<b>Total Financial Liabilities</b>		<b>1,973.40</b>	<b>679.04</b>
<b>(II) Non Financial Liabilities</b>			
(a) Current tax liabilities (Net)	11	4.26	17.26
(b) Deferred tax Liabilities (net)	8(c)	-	-
(c) Other non financial liabilities	12	51.63	7.28
<b>Total Non-Financial Liabilities</b>		<b>55.89</b>	<b>24.54</b>
<b>EQUITY</b>			
(a) Share Capital	13	82,599.34	82,599.34
(b) Other Equity	15	2,03,431.78	1,75,012.45
<b>Total Equity</b>		<b>2,86,031.12</b>	<b>2,57,611.79</b>
<b>Total Liabilities and Equity</b>		<b>2,88,060.41</b>	<b>2,58,315.37</b>

Material accounting policies (refer note no.(2))

The accompanying notes forming part of the standalone financial statements

As per our report of even date attached

For and on behalf of the Board of Directors

For K. S. AIYAR & CO.  
Chartered Accountants  
Firm's Registration no : 100186W

*Sachin A. Negandhi*

Sachin A. Negandhi  
Partner  
Membership No.: 112888

Place : Mumbai  
Date : April 26, 2024



*P.R. Ramesh*

P R Ramesh  
Chairman  
DIN: 01915274

*Kshama Fernandes*

Kshama Fernandes  
Director  
DIN: 02539429

*Ashish Krishna*

Ashish Krishna  
Managing Director  
DIN: 10132733

*Manish Marodia*

Manish Marodia  
Chief Financial Officer



*Heena Joshi*

Heena Joshi  
Company Secretary



**NSE INVESTMENTS LIMITED**  
**STANDALONE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2024**

Particulars	Note No.	For the year ended March 31, 2024	For the year ended March 31, 2023
(₹ in Lakhs)			
<b>I Revenue from operations</b>			
(i) Dividend income	16	32,529.20	19,008.79
(ii) Net gain on sale of other investments and MTM Gain/(Loss)	17	14,224.25	10,216.54
<b>Total revenue from operations</b>		<b>46,753.45</b>	<b>29,225.33</b>
<b>II Other Income</b>	18	158.12	165.32
<b>III Total Income (I+II)</b>		<b>46,911.57</b>	<b>29,390.65</b>
<b>IV Expenses</b>			
(i) Employee benefits expense	19	219.20	167.18
(ii) Other expenses	20	2,141.49	1,338.76
(iii) Cost of investment written off	4 iv)	4,000.00	-
<b>Total expenses</b>		<b>6,360.69</b>	<b>1,505.94</b>
<b>V Profit before exceptional items and tax (III-IV)</b>		<b>40,550.88</b>	<b>27,884.71</b>
<b>VI Exceptional Items</b>			
Profit on sale of investment in Associate Company - Protean eGov Technologies Limited	4 iii)	11,793.05	-
<b>VII Profit before tax (V+VI)</b>		<b>52,343.93</b>	<b>27,884.71</b>
<b>VIII Tax expenses :</b>			
(1) Current tax			
Current tax	8(a)	1,328.75	1,106.50
(2) Deferred tax	8(a)	603.60	(1,188.13)
<b>Net Tax Expense</b>		<b>1,932.35</b>	<b>(81.63)</b>
<b>IX Profit for the year (VII-VIII)</b>		<b>50,411.58</b>	<b>27,966.34</b>
<b>X Other Comprehensive Income</b>			
(A) (i) Items that will not be reclassified to profit or loss		-	-
(a) Remeasurements of post-employment benefit obligations		(2.69)	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		0.68	-
(B) (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>Other Comprehensive Income (A+B)</b>		<b>(2.01)</b>	<b>-</b>
<b>Total Comprehensive Income for the year (IX-X)</b>		<b>50,409.57</b>	<b>27,966.34</b>
<b>XI Earnings per equity share</b>	21		
Equity Share of par value Rs 10/- each			
(1) Basic (Rs)		5.90	5.10
(2) Diluted (Rs)		5.90	3.39

Material accounting policies (refer note no.(2))

The accompanying notes forming part of the standalone financial statements

As per our report of even date attached

For and on behalf of the Board of Directors

For K. S. AIYAR & CO.  
Chartered Accountants  
Firm's Registration no : 100186W

*P.R. Ramesh*

P R Ramesh  
Chairman  
DIN: 01915274

*Kshama Fernandes*

Kshama Fernandes  
Director  
DIN: 02539429

*Ashish Krishna*

Ashish Krishna  
Managing Director  
DIN: 10132733

*Sachin A. Negandhi*

Sachin A. Negandhi  
Partner  
Membership No.: 112888



*Manish Marodia*

Manish Marodia  
Chief Financial Officer



*Heena Joshi*

Heena Joshi  
Company Secretary

Place : Mumbai  
Date : April 26, 2024

**NSE INVESTMENTS LIMITED**  
**STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024**

**(A) Share Capital**

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
<b>Share Capital Issued, Subscribed and Paid-up</b>		
Equity Share Capital	82,599.34	82,599.34
<b>Total</b>	<b>82,599.34</b>	<b>82,599.34</b>

**(B) Other Equity**

(₹ in Lakhs)

Particulars	Retained Earnings	Reserve Fund	Total
<b>Balance as at April 01, 2023</b>	<b>1,15,921.67</b>	<b>59,090.78</b>	<b>1,75,012.45</b>
Profit for the year	50,409.57	-	50,409.57
Add/( less) : Transfer to Reserve Fund (Refer Note 15 (a))	(10,082.00)	10,082.00	-
<b>Transactions with owners in their capacity as owners</b>			
Less: Final Dividend for FY 2022-23 paid to equity shareholders	(20,319.44)	-	(20,319.44)
Less: Final Dividend for FY 2022-23 paid to preference shareholders	(1,670.80)	-	(1,670.80)
<b>Balance as at March 31, 2024</b>	<b>1,34,259.00</b>	<b>69,172.78</b>	<b>2,03,431.78</b>

Balance as at April 01, 2022	1,58,876.59	53,497.78	2,12,374.37
Profit for the year	27,966.34	-	27,966.34
Add/( less) : Transfer to Reserve Fund (Refer Note 15 (a))	(5,593.00)	5,593.00	-
Transactions with owners in their capacity as owners			
Less: Final Dividend for FY 2021-22 paid to equity shareholders	(65,328.26)	-	(65,328.26)
<b>Balance as at March 31, 2023</b>	<b>1,15,921.67</b>	<b>59,090.78</b>	<b>1,75,012.45</b>

Material accounting policies (refer note no.(2))

The accompanying notes forming part of the standalone financial statements

As per our report of even date attached

For and on behalf of the Board of Directors

For K. S. AIYAR & CO.

Chartered Accountants

Firm's Registration no : 100186W

Sachin A. Negandhi

Partner

Membership No.: 112888

Place : Mumbai

Date : April 26, 2024



*P.R. Ramesh*

**P R Ramesh**  
Chairman  
DIN: 01915274

*Kshama Fernandes*

**Kshama Fernandes**  
Director  
DIN: 02539429

*Ashish Krishna*

**Ashish Krishna**  
Managing Director  
DIN: 10132733

*Manish Marodia*

**Manish Marodia**  
Chief Financial Officer

*Heena Joshi*

**Heena Joshi**  
Company Secretary



**NSE INVESTMENTS LIMITED**  
**STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2024**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>NET PROFIT BEFORE TAX</b>	<b>52,343.93</b>	27,884.71
<b>Adjustments for :</b>		
Profit on sale of investment in Associate Company	(11,793.05)	-
Realised net gain on fair value changes	(248.36)	(927.44)
Unrealised net gain on fair value changes	(13,359.92)	(9,250.18)
Cost of investment written off	4,000.00	-
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>30,942.60</b>	17,707.09
<b>Adjustments for :</b>		
(Increase)/ Decrease in Financial Assets	1,498.82	44.48
(Increase)/ Decrease in Other Non Financial Assets	(0.45)	-
Increase/ (Decrease) in Other Financial Liabilities	1,291.67	590.63
Increase/ (Decrease) in Other Non-Financial Liabilities	44.35	(101.62)
<b>CASH GENERATED FROM OPERATIONS</b>	<b>33,776.99</b>	18,240.58
Direct Taxes paid (Net of Refunds)	(3,282.09)	(1,031.84)
<b>NET CASH FROM (USED IN) OPERATING ACTIVITIES - Total (A)</b>	<b>30,494.90</b>	17,208.74
<b>B) CASHFLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of Mutual Funds	25,074.21	82,666.68
Purchase of Mutual Funds	(30,206.00)	(19,860.00)
Proceeds from sale of Investment in Associate company	12,773.97	-
Investment In Other Equity Instruments	(3,000.00)	100.00
Investment in Preference shares of Subsidiary Companies	(6,340.00)	(9,180.00)
	-	-
<b>NET CASH FROM (USED IN) INVESTING ACTIVITIES - Total (B)</b>	<b>(1,697.82)</b>	53,726.68
<b>C) CASHFLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid to equity shareholders	(20,319.44)	(65,328.26)
Dividend paid to Preference shareholders	(1,670.80)	-
<b>NET CASH FROM (USED IN) FINANCING ACTIVITIES - Total (C)</b>	<b>(21,990.24)</b>	(65,328.26)
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>6,806.83</b>	5,607.16
<b>CASH AND CASH EQUIVALENTS : OPENING BALANCE</b>	<b>5,680.74</b>	73.58
<b>CLOSING CASH AND CASH EQUIVALENTS : CLOSING BALANCE</b>	<b>12,487.58</b>	5,680.74
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENT</b>	<b>6,806.84</b>	5,607.16

**Notes to Cash Flow Statement :**

- Since the Company is an Investment Holding Company, purchase and sale of investments have been considered as part of 'Cash Flows from Investing Activities' and dividend on equity shares earned during the year ended March 31, 2024 Rs.32,529.20 lakhs (Previous year ended March 31, 2023 Rs. 19,008.79 lakhs) have been considered as part of "Cash Flows From Operating Activities "
- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Ind AS 7 on Cash Flow Statements notified under the Companies (Accounting Standards) Rules, 2015.
- Previous years' figures are regrouped, reclassified and rearranged wherever necessary.

**As per our report of even date attached**

For K. S. AIYAR & CO.  
Chartered Accountants  
Firm's Registration no : 100186W

*Sachin A. Negandhi*

Sachin A. Negandhi  
Partner  
Membership No.: 112888

Place : Mumbai  
Date : April 26, 2024



**For and on behalf of the Board of Directors**

*P.R. Ramesh*

P R Ramesh  
Chairman  
DIN: 01915274

*Manish Marodia*

Manish Marodia  
Chief Financial Officer

*Kshama Fernandes*

Kshama Fernandes  
Director  
DIN: 02539429

*Ashish Krishna*

Ashish Krishna  
Managing Director  
DIN: 10132733

*Heena Joshi*

Heena Joshi  
Company Secretary



**1 Background of the Company**

The Company is inter alia, formed to make or hold all strategic investments in the equity shares and / or other securities of various companies of the NSE Group. It holds more than 90% of its net assets in the form of investment in equity shares, preference share in group companies, not held for the purpose of trading, it also holds more than 60% of its net assets as investment in equity shares and does not carry any other financial activity. The Company did not raise or hold public funds. In view of the same, the Company is a Core Investment Companies (CIC) and is not required to be registered with RBI as per the directions laid down in CIC (Reserve Bank) Directions, 2016. The Company has changed its name from NSE Strategic Investment Corporation Limited to NSE Investments Limited w.e.f. July 30, 2018.

**2 Material accounting policies :**

This note provides a list of the material accounting policies adopted in the preparation of these financial statements in accordance with Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS financial statements"). These policies have been consistently applied to all the years presented, unless otherwise stated.

**(a) Statement of Compliance**

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015

**(b) Basis of Preparation**

These financial statements have been prepared in accordance with the historical cost basis, except as disclosed in the accounting policies below, and are drawn up in accordance with the provisions of the Companies Act, 2013 and Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015], Companies ( Indian Accounting Standards) Amendment Rules, 2016 and other relevant provisions of the Act.

**Historical cost convention**

The financial statements have been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities that are measured at fair value, and
- defined benefit plans - plan assets measured at fair value.
- Non-Current Assets classified as held for sale at Lower of their carrying amount and fair value less cost of sale.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability which market participants would take into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

**c) Revenue Recognition**

Revenue is measured at transaction price where consideration is received/ at fair value of the consideration receivable. Amounts disclosed as revenue are net of allowances, incentives, Goods and Services Tax and amounts collected on behalf of third parties.

Revenue is recognised upon transfer of control of promised services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those services.

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and there is reasonable certainty of ultimate realisation. The sources of revenue are:

**(i) Dividend**

Dividends are recognised in profit and loss only when the shareholder's right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be reliably measured.

**(ii) Interest**

Interest income is recognised on a time proportion basis, taking into account the amount outstanding and the rate applicable.

**(iii) All other revenue is recognised in the period in which the service is provided.**

**d) Income tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses, if any.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets are not recognised for temporary differences between the carrying amount and tax bases of investments in subsidiaries, associates and interest in joint arrangements where it is not probable that the differences will reverse in the foreseeable future and taxable profit will not be available against which the temporary difference can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset deferred tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current tax, deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.





**e) Impairment of Non Financial assets**

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

**f) Cash and cash equivalents**

Cash and Cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**g) Employee benefits**

**Provident Fund:** During the current year the company is registered with Regional Provident Fund Office, Bandra, Mumbai, and both the employee and the employer make monthly contribution equal to 12% of the employee's basic salary respectively.

**Superannuation:** Superannuation benefits for employees designated as chief managers and above are covered by group policies with the Life Insurance Corporation of India maintained by the Ultimate Holding Company. The contribution for the year is reimbursed to the ultimate holding company is charged to revenue. There are no other obligations other than the annual contribution payable.

**Gratuity:** Provisions are made 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.

**Leave Encashment :** Liability on account of Leave encashment is provided based on Actuarial Valuation at Balance Sheet date.

Short term employee benefits are charged to revenue in the year in which the related service is rendered

**h) Investments and other financial assets**

**(i) Recognition**

All financial assets are recognised and de-recognised on a trade date basis where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned.

**(ii) Classification**

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income. The Company reclassifies debt investments when and only when its business model for managing those assets changes.

**(iii) Measurement**

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

**Debt instruments**

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the company classifies its debt instruments:

• **Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in statement of profit and loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

• **Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to statement of profit and loss and recognised in other gains/ (losses). Interest income from these financial assets is included in revenue from operation using the effective interest rate method.

• **Fair value through profit or loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in statement of profit and loss. Interest income from these financial assets is included in revenue from operations.

**Equity investments (other than investments in subsidiaries, associates and joint venture)**

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in Statement of Profit and Loss account, there is no subsequent reclassification of fair value gains and losses to statement of profit and loss. Dividends from such investments continue to be recognised in statement of profit and loss as revenue from operations when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain/ (losses) in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

**Equity Investments (in subsidiaries, associates and joint venture)**

Investments in subsidiaries, associates and joint venture are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. The accounting policy on impairment of non-financial assets is disclosed in Note (e). On disposal of investments in subsidiaries, associates and joint venture, the difference between net disposal proceeds and the carrying amounts are recognized in the statement of profit and loss.

**(iv) Impairment of Financial Assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

**De-recognition of financial assets**

A financial asset is de-recognised only when

Where the company has transferred an asset, it evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is de-recognised. Where the company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not de-recognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is de-recognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.





**i) Financial Liabilities**

**(i) Classification as debt or equity**

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

**(ii) Initial Recognition & Measurement**

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss.

**(iii) Subsequent Measurement**

Financial liabilities are subsequently measured at amortised cost using the effective interest rate method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the statement of profit and loss.

**(iv) De-recognition**

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

**j) Non-Current Asset classified as held for sale**

The Company classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale expected as per Ind AS 105.

For these purposes, sale transactions include exchanges of non-current assets for other non-current assets when the exchange has commercial substance.

The criteria for held for sale classification is regarded met only when the assets is available for immediate sale in its present condition, subject only to terms that are usual and customary for sales of such assets, its sale is highly probable; and it will genuinely be sold, not abandoned. The Company treats sale of the asset to be highly probable when:

- The appropriate level of management is committed to a plan to sell the asset,
- An active programme to locate a buyer and complete the plan has been initiated (if applicable),
- The asset is being actively marketed for sale at a price that is reasonable in relation to its current fair value,
- The sale is expected to qualify for recognition as a completed sale within one year from the date of classification/ after one year the Management must be committed to the sale expected as per Ind AS 105, and
- Actions required to complete the plan indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn. Non-current assets held for sale are measured at the lower of their carrying amount and the fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset, excluding finance costs and income tax expense. Assets and liabilities classified as held for sale are presented separately in the balance sheet.

**k) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**l) Trade and other Payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial period which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

**m) Provisions**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation to be settled at a future date. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

**Contingent Liabilities**

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

**Contingent Asset**

A contingent asset is neither recognised nor disclosed in the financial statements.

**n) Dividends**

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

**o) Earnings per share**

**(i) Basic earnings per share**

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the company

**(ii) Diluted earnings per share**

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**p) Statement of Cash Flows :**

Statement of cash flows are reported using the indirect method, whereby the profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of part or future operating cash receipts or payments and item of income or expenses associated with investing of financing cash flows. The statement of cash flows from operating, investing and financing activities of the Company are segregated.

**q) Contributed equity**

Equity shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

**r) Rounding off Amounts**

All amounts disclosed in the Financial Information and notes have been rounded off to the nearest lakh, unless otherwise stated.

**s) Reclassification**

Previous year's figures have been reclassified / regrouped wherever necessary.





**NSE INVESTMENTS LIMITED**  
**NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS**

4 (A) INVESTMENTS

Particulars	Face value Per Unit Rs.	As at March 31, 2024		As at March 31, 2023	
		No. of Units	(₹ in Lakhs) Amount	No. of Units	(₹ in Lakhs) Amount
<b>(I) INVESTMENTS AT COST</b>					
<b>i) Investment in Subsidiaries</b>					
Unquoted:					
Investment in Equity Shares					
i) <b>NSE DATA &amp; ANALYTICS LIMITED</b> [EXTENT OF HOLDING 100% ( P.Y - 100% )]	10	90,00,000	<b>9,180.67</b>	90,00,000	9,180.67
ii) <b>NSE INDICES LIMITED</b> [EXTENT OF HOLDING 100% ( P.Y - 100% )]	10	13,00,000	<b>13,341.46</b>	13,00,000	13,341.46
iii) <b>NSE INFOTECH SERVICES LTD</b> [EXTENT OF HOLDING 100% ( P.Y - 100% )]	10	50,000	<b>375.80</b>	50,000	375.80
<b>ii) Investment in Associates</b>					
Unquoted :					
Investment in Equity Shares					
i) <b>PROTEAN EGOV TECHNOLOGIES LIMITED</b> (formerly known as NSDL e-Governance Infrastructure Limited) EXTENT OF HOLDING 20.34% ( P.Y - 25.05% ) . [Refer Note (iii) below]	10	82,34,605	<b>4,529.26</b>	1,00,18,000	5,510.18
ii) <b>POWER EXCHANGE INDIA LIMITED</b> EXTENT OF HOLDING 29.21% ( P.Y - 29.21% )	10	1,70,76,527	<b>1,711.92</b>	1,70,76,527	1,711.92
iii) <b>RECEIVABLES EXCHANGE OF INDIA LIMITED</b> EXTENT OF HOLDING 30.00% ( P.Y - 30.00% )	10	1,50,00,000	<b>1,500.00</b>	1,50,00,000	1,500.00
iv) <b>INDIAN GAS EXCHANGE LIMITED</b> EXTENT OF HOLDING 25.61% ( P.Y - 25.61 % )	10	1,92,07,500	<b>1,920.75</b>	1,92,07,500	1,920.75
<b>(II) INVESTMENTS IN OTHERS AT FVOCI</b>					
Investment in Other Companies other than Subsidiaries					
i) NSE FOUNDATION [Refer Note (ii) below]	-	2,000	<b>0.00</b>	2,000	0.00
ii) OPEN NETWORK FOR DIGITAL COMMERCE [Refer Note (iv) below]	-	40,00,000	-	10,00,000	1,000.00
<b>Total investments at cost (A)</b>			<b>32,559.86</b>		34,540.78
<b>Less : Provision for diminution in value of investments (B)</b> [Refer note (i) and (iv) below ]			<b>1,711.92</b>		1,711.92
<b>Carrying amount of investments at cost (C) = (A - B)</b>			<b>30,847.94</b>		32,828.86

Particulars	As at March 31, 2024		As at March 31, 2023	
	At Cost	(₹ in Lakhs) Amount	At Cost	(₹ in Lakhs) Amount
<b>(III) INVESTMENTS AT FAIR VALUE THROUGH PROFIT &amp; LOSS</b>				
Unquoted:				
Investments in units of Mutual Funds *	1,61,828.16	<b>1,93,848.46</b>	1,55,911.35	1,75,108.40
<b>Total investments at fair value through Profit &amp; Loss (D)</b>	1,61,828.16	<b>1,93,848.46</b>	1,55,911.35	1,75,108.40
<b>Total Investments (E) = (C + D)</b>		<b>2,24,696.40</b>		2,07,937.26
* includes Rs.8,230 lakhs being amount set aside pursuant to SEBI direction				

Particulars	As at March 31, 2024		As at March 31, 2023	
	At Cost	(₹ in Lakhs) Amount	At Cost	(₹ in Lakhs) Amount
(i) Investments in India		<b>2,24,696.40</b>		2,07,937.26
(ii) Investments outside in India		-		-
<b>Total Investments</b>		<b>2,24,696.40</b>		2,07,937.26

i) The Company had provided for diminution in the value of investments consisting of Power Exchange India Limited of Rs.1,711.92 Lakhs (Previous Year Rs.1,711.92 Lakhs) in earlier years.

ii) Diminution in value of Unquoted equity instruments : NSE Foundation is incorporated under section 8 of the Companies Act, 2013 and intends to apply its profits, if any, or other income in promoting its objects to carry out CSR activities and any payment of dividend or distribution of profit to its members is prohibited. Accordingly, in the previous year ended March 31, 2018 an investment in the company has been written down to Re. 1/- i.e. written off an amount of Rs. 9,999/- by debiting to the Statement of Profit and Loss.



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- iii) The Company held 25.05% stake in Protean eGov Technologies Limited (erstwhile NSDL eGovernance Infrastructure Limited) as on April 01, 2023. During the year ended March 31, 2024, the Company participated in the Offer for Sale (OFS) and offered 4.4% of the stake of its holdings (i.e 17,55,015 shares). Protean e-Gov got listed on November 13, 2023. The gross total proceeds from sale of 4.4% stake in Protean e-Gov is Rs.14,113.64 Lakhs, post Securities Transaction Tax (STT) of Rs.28.23 Lakhs and OFS expenses of Rs.1,311.45 Lakhs, the Company earned net gain of Rs.11,793.05 Lakhs and the same is shown as Exceptional Item in Profit and Loss account for the year ended March 31, 2024.
- iv) Diminution in value of Unquoted equity instruments : Open Network For Digital Commerce is incorporated under section 8 of the Companies Act, 2013 and any payment of dividend or distribution of profit to its members is prohibited. Accordingly, for the year ended March 31, 2024 the investment in that company has been written down to Re. 1/- i.e. written off an amount of Rs. 3,999.99/- Lakhs by debiting the Statement of Profit and Loss.

**4 (B) ASSET CLASSIFIED AS HELD FOR SALE**

Particulars	Face value Per Unit Rs.	As at March 31, 2024		As at March 31, 2023	
		No. of Units	Amount	No. of Units	Amount
<b>INVESTMENTS AT COST</b>					
<b>Unquoted Investment in Associate Companies at Cost</b>					
<b>1) Investment in Equity Shares</b>					
i) <b>MARKET SIMPLIFIED INDIA LIMITED</b> EXTENT OF HOLDING 30.00% ( P.Y - 30.00% ) [Refer note (v)]	10	45,05,175	<b>450.54</b>	45,05,175	450.54
ii) <b>NSEIT LTD</b> [EXTENT OF HOLDING 100% ( P.Y - 100% )] [Refer note (vi)]	10	1,00,00,010	<b>6,000.59</b>	1,00,00,010	6,000.59
iii) <b>NSE ACADEMY LIMITED</b> [EXTENT OF HOLDING 100% ( P.Y - 100% )] [Refer note (vi)]	10	1,00,00,000	<b>1,000.00</b>	1,00,00,000	1,000.00
<b>2) Investments in Preference Shares (Fully Paid Up)</b>					
i) 7% OPTIONALLY CONVERTIBLE REDEEMABLE CUMULATIVE PREFERENCE SHARES OF NSEIT LIMITED	100	1,00,00,000	<b>10,000.00</b>	1,00,00,000	10,000.00
ii) SERIES A, 7% SEVEN YEAR CONVERTIBLE REDEEMABLE CUMULATIVE PREFERENCE SHARES OF NSEIT LIMITED [Refer note (vi) & (vii)]	100	1,13,00,000	<b>11,300.00</b>	78,00,000	7,800.00
iii) 7% OPTIONALLY CONVERTIBLE REDEEMABLE CUMULATIVE PREFERENCE SHARES OF NSE ACADEMY LTD [Refer note (vi) & (vii)]	10	19,92,00,000	<b>19,920.00</b>	17,08,00,000	17,080.00
<b>Total investments at cost (A)</b>			<b>48,671.12</b>		<b>42,331.12</b>
<b>Less : Provision for diminution in value of investments (B)</b> [Refer note (v) below ]			<b>450.54</b>		<b>450.54</b>
<b>Carrying amount of investments at cost (C) = (A - B)</b>			<b>48,220.59</b>		<b>41,880.59</b>

- v) The Board in its meeting held on May 5, 2022 had suggested to explore the option to sell entire stake in the Market Simplified India Limited. The Promoters of Market Simplified India Limited have expressed interest in buying the entire stake of the Company held in Market Simplified India Limited. Since the matter is pending for approval from the Board of the Company and further that the Share Purchase Agreement has not been entered by the Company with the prospective buyers, the Investment in Market Simplified India Limited has been classified as 'Held for Sale'. Further, in earlier years the Company had provided for diminution in the value of investments for Market Simplified India Limited of Rs.450.54 Lakh.
- vi) During the year ended March 31, 2024 , the Company has subscribed to 35,00,000 and 28,40,000 7% Cumulative Optionally Convertible Redeemable Preference Shares of NSEIT Limited and NSE Academy Limited of Rs.10/- each fully paid-up ("COCRPS") on rights a basis for an amount of Rs 3,500 Lakhs and Rs 2,840 Lakhs respectively. The Board vide its meeting held on February 1, 2023 has accorded its in-principal approval for sale /divestment of Education Business and Technology Business being non-core to exchange business. Pending approval of shareholders and required authorities, the management has classified the investment in NSEIT Limited (equity shares of Rs.6,000.59 lakhs (Previous year Rs.6,000.59 lakhs) and preference shares of Rs.21,300 lakhs (Previous year Rs.17,800 lakhs), totalling to Rs.23,800.85 lakhs(Previous year Rs.27,300.59 lakhs) and NSE Academy Limited (equity shares of Rs.1,000 lakhs (Previous year Rs.1,000 lakhs) and preference shares of Rs.19,920 lakhs (Previous year Rs.17,080 lakhs), totalling to Rs.20,920 lakhs (Previous year Rs.18,080 lakhs) as current assets held for sale as per IND-AS 105-Non Current Assets Held For Sale and Discontinued Operations.
- vii) During the year ended March 31, 2024 , the Company has subscribed to 35,00,000 and 28,40,000 7% Cumulative Optionally Convertible Redeemable Preference Shares of NSEIT Limited and NSE Academy Limited of Rs.10/- each fully paid-up ("COCRPS") on rights a basis for an amount of Rs 3,500 Lakhs and Rs 2,840 Lakhs respectively. These companies are classified as held for sale as per note (vi) above.





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		(₹ in Lakhs)	
		As at March 31, 2024	As at March 31, 2023
<b>3</b>	<b>Cash And Cash Equivalents</b>		
	Balances with banks (in the nature of cash and cash equivalents)	295.79	142.57
	Certificate of Deposits	10,385.75	4,928.17
	Fixed Deposits	1,805.95	-
	Corporate Social Responsibility unspent-FY-2022-23 A/c balance	0.09	610.00
		<b>12,487.58</b>	<b>5,680.74</b>
<b>5</b>	<b>Loans &amp; Advances</b>		
		As at March 31, 2024	As at March 31, 2023
a	Working Capital loan to NSEIT Ltd.- Unsecured	-	1,500.00
		-	1,500.00
<b>6</b>	<b>Other Financial Assets</b>		
		As at March 31, 2024	As at March 31, 2023
a	Interest accrued on Investments	0.95	-
b	Others	0.24	-
		<b>1.19</b>	<b>-</b>
<b>7</b>	<b>Current Tax Assets (Net)</b>		
	( Unsecured , Considered Good)		
	Income Tax paid including TDS ( Net of provision for tax)	2,127.08	186.74
	<b>Total</b>	<b>2,127.08</b>	<b>186.74</b>
<b>8 (a)</b>	<b>Current tax expense</b>		
		For the year ended March 31, 2024	For the year ended March 31, 2023
	<b>Particulars</b>		
	<i>Current tax expense</i>		
	Current Tax (i)		
	Current tax	1,328.75	1,065.82
	Short/ (Excess) provision of tax of earlier years	-	40.68
	<i>Deferred Tax</i>		
	Decrease / (increase) in deferred tax assets (ii)	(474.15)	(1,481.00)
	(Decrease)/ increase in deferred tax liabilities (iii)	1,077.76	292.87
	<b>Total deferred tax expense / (benefit)</b>	<b>603.60</b>	<b>(1,188.13)</b>
	(iv) = (ii) + (iii)		
	<b>Total Income Tax Expense (v) = (i) + (iv)</b>	<b>1,932.35</b>	<b>(81.63)</b>
<b>(b)</b>	<b>Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:</b>		
	<b>Particulars</b>	For the year ended March 31, 2024	For the year ended March 31, 2023
	Profit before income tax expense	52,343.93	27,884.71
	Tax Rate (%)	25.168%	25.168%
	Tax at the Indian Tax Rate (a)	13,173.92	7,018.02
	Deferred Tax -(Liability) / Asset	(603.605)	1,188.13
	<b>Items of permanent nature</b>		
	Dividend Income		
	Expenditure related to exempt income		
	Cost of investment written off	1,006.720	-
	Profit on sale of investments taxed at other than Statutory rate	(1,698.48)	(283.615)
	Contribution to NSE Foundation towards CSR	306.37	307.050
	Amortization of G sec	(155.03)	-
	Reversal of Deferred Tax on account of Net gain on financial assets mandatorily measured at fair value through profit or loss	(2,041.81)	(886.120)
	Dividend payment deduction u/s 80M	(8,186.95)	(4,784.132)
	Others	(472.37)	(1,493.518)
	<b>Total (b)</b>	<b>(11,845.16)</b>	<b>(5,952.21)</b>
	Total tax payable (c) = (a)+(b)	1,328.75	1,065.81
	Additional tax payable due to MAT (d)	-	-
	<b>Income Tax Expense (e) = (c) + (d)</b>	<b>1,328.75</b>	<b>1,065.81</b>
		0.00	-
<b>(c)</b>	<b>Deferred Tax assets / (Liabilities) (Net)</b>		
		As at March 31, 2024	As at March 31, 2023
	<b>Deferred Income Tax Assets</b>		
	Provision for diminution in value of investment	572.04	572.04
	Indexation benefit on asset classified as held for sale	1,942.28	1,481.00
	Others	13.55	-
	<b>Total Deferred Tax Assets (A)</b>	<b>2,527.87</b>	<b>2,053.04</b>
	<b>Deferred Income Tax Liabilities</b>		
	Financial Assets at Fair Value through profit and Loss	2,000.75	923.00
	<b>Total Deferred Tax Liabilities (B)</b>	<b>2,000.75</b>	<b>923.00</b>
	Add: MAT Credit Entitlement	-	-
	<b>Net Deferred Income Tax Assets / (Liabilities) (A)-(B)</b>	<b>527.12</b>	<b>1,130.04</b>



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(d)	Movement in Deferred Tax Assets			(e) Movement in Deferred Tax Liabilities		
	Particulars	(₹ in Lakhs)	(₹ in Lakhs)	Particulars	(₹ in Lakhs)	
		Provision for diminution in value of investment	Others		Financial Assets at Fair Value through profit and Loss	
	As at 31 March 2022	572.04	-	As at 31 March 2022	630.13	
	Charged / (Credited)			Charged / (Credited)		
	- to profit or loss	1,481.00	-	- to profit or loss	292.87	
	As at 31 March 2023	2,053.04	-	As at 31 March 2023	923.00	
	As at 31 March 2023	2,053.04	-	As at 31 March 2023	923.00	
	Charged / (Credited)			Charged / (Credited)		
	- to profit or loss	461.28	12.87	- to profit or loss	1,077.76	
	- to OCI		0.68			
	<b>As at March 31, 2024</b>	<b>2,514.32</b>	<b>13.55</b>	<b>As at March 31, 2024</b>	<b>2,000.75</b>	
<b>9</b>	<b>Other non financial Assets</b>				(₹ in Lakhs)	
		<b>As at March 31, 2024</b>			<b>As at March 31, 2023</b>	
	Prepaid Expenses		0.45		-	
			<b>0.45</b>		<b>-</b>	
<b>10</b>	<b>Other financial liabilities</b>				(₹ in Lakhs)	
		<b>As at March 31, 2024</b>			<b>As at March 31, 2023</b>	
	Dues Payable to Holding Company		94.78		48.01	
	Dues Payable to Subsidiary Company		2.14		1.69	
	Dues Payable towards unspent Corporate Social Responsibility		1,807.09		610.00	
	Dues Payable to Others		23.28		19.34	
	Salaries & Allowances		46.11		-	
	<b>Total</b>		<b>1,973.40</b>		<b>679.04</b>	
<b>11</b>	<b>Current Tax Liabilities (Net)</b>				(₹ in Lakhs)	
		<b>As at March 31, 2024</b>			<b>As at March 31, 2023</b>	
	Income Tax (Net of Advance Tax including TDS)		4.26		17.26	
	<b>Total</b>		<b>4.26</b>		<b>17.26</b>	
<b>12</b>	<b>Other non financial liabilities</b>				(₹ in Lakhs)	
		<b>As at March 31, 2024</b>			<b>As at March 31, 2023</b>	
	Statutory Liabilities		16.66		7.28	
	Provisions		34.97		-	
	<b>Total</b>		<b>51.63</b>		<b>7.28</b>	
<b>13</b>	<b>Share Capital</b>				(₹ in Lakhs)	
		<b>As at March 31, 2024</b>			<b>As at March 31, 2023</b>	
	<b>Authorised</b>					
	87,00,00,000 Equity Shares of ₹ 10 each.		87,000.00		87,000.00	
	( Previous Year : 87,00,00,000 Equity Shares of ₹ 10 each.)					
	<b>45,00,00,000 Non - Cumulative Compulsorily Convertible Preference Shares of ₹ 10 each.</b>		<b>45,000.00</b>		<b>45,000.00</b>	
	(Previous Year : 45,00,00,000 Non - Cumulative Compulsorily Convertible Preference Shares of ₹ 10 each.)					
	<b>Total</b>		<b>1,32,000.00</b>		<b>1,32,000.00</b>	
	<b>Issued, Subscribed and Paid-up</b>					
	82,59,93,406 Equity Shares of ₹ 10 each, fully paid		82,599.34		82,599.34	
	(As at March 31, 2023 : 82,59,93,406 Equity Shares of ₹ 10 each, fully paid)					
	<b>Total</b>		<b>82,599.34</b>		<b>82,599.34</b>	

During the year ended March 31, 2023, Company had converted 39,04,71,703 Nine Years, 6% Non-Cumulative Compulsorily Convertible Preference Shares were into Equity Shares, ranking pari passu with existing Equity Shares of the Company.

**Terms/ Rights attached**

**Equity Shares**

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholder in the ensuing Annual General Meeting except in the case of interim dividend.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholder.





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**Preference Shares**

The Company has issued 6% Non - Cumulative Compulsorily Convertible Preference Shares of Rs. 10 each. The Company declares and pays dividend in Indian rupees. All the said Preference shares are convertible into equity shares in the ratio of 1:1 at the end of nine years from the date of its issue.

During the financial year ended March 31, 2023 all the Preference shares are converted in Equity shares as per the terms of issue as follows :

Date Of Issue of Shares	No. of Preference Shares	Date of Conversion of Shares
20 February 2014	21,15,47,703	19 February 2023
02 January 2014	5,75,64,000	01 January 2023
01 October 2013	2,66,50,000	30 September 2022
02 September 2013	5,41,20,000	01 September 2022
22 July 2013	90,20,000	21 July 2022
28 June 2013	3,15,70,000	27 June 2022
<b>Total</b>	<b>39,04,71,703</b>	

Shares in respect of each class in the Company held by its holding Company or its ultimate holding Company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate

Equity Shares :

Name of the Company	As at March 31, 2024		As at March 31, 2023	
	Nos.	% holding	Nos.	% holding
National Stock Exchange of India Limited and its nominees	82,59,93,406	100.00%	82,59,93,406	100.00%
<b>Total</b>	<b>82,59,93,406</b>	<b>100.00%</b>	<b>82,59,93,406</b>	<b>100.00%</b>

Details of Equity Shareholder holding more than 5% share in the Company (No of Shares & % holding )

Name of the Company	As at March 31, 2024		As at March 31, 2023	
	Nos.	% holding	Nos.	% holding
National Stock Exchange of India Limited and its nominees	82,59,93,406	100.00%	82,59,93,406	100.00%
<b>Total</b>	<b>82,59,93,406</b>	<b>100.00%</b>	<b>82,59,93,406</b>	<b>100.00%</b>

Details of Equity Shares holding of promoters of the Company (No of Shares & % holding )

Name of the Company	As at March 31, 2024		As at March 31, 2023	
	Nos.	% holding	Nos.	% holding
National Stock Exchange of India Limited and its nominees	82,59,93,406	100.00%	82,59,93,406	100.00%
<b>Total</b>	<b>82,59,93,406</b>	<b>100.00%</b>	<b>82,59,93,406</b>	<b>100.00%</b>

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**CAPITAL MANAGEMENT**

The Company considers the following components of its Balance Sheet to be managed capital:

Total equity (as shown in the balance sheet). – retained profit, share capital.

- a) The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to its shareholders. The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. The Company consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares
- b) The Company aims to translate profitable growth to superior cash generation through efficient capital management. The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Company's focus is on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required, without impacting the risk profile of the Company. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure. The Company is not subject to financial covenants in any of its significant financing agreements.

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**Other Equity**

Particulars	(₹ in Lakhs)		
	Retained Earnings	Reserve Fund	Total
Balance as at April 01, 2023	1,15,921.67	59,090.78	1,75,012.45
Profit for the year	50,409.57	-	50,409.57
Add/( less) : Transfer to Reserve Fund (Refer Note (a) below)	(10,082.00)	10,082.00	-
Transactions with owners in their capacity as owners			
Less: Final Dividend for FY 2022-23 paid to equity shareholders	(20,319.44)	-	(20,319.44)
Less: Final Dividend for FY 2022-23 paid to preference shareholders	(1,670.80)	-	(1,670.80)
<b>Balance As at March 31, 2024</b>	<b>1,34,258.99</b>	<b>69,172.78</b>	<b>2,03,431.78</b>
Balance as at April 01, 2022	1,58,876.59	53,497.78	2,12,374.37
Profit for the year	27,966.34	-	27,966.34
Add/( less) : Transfer to Reserve Fund (Refer Note 15 (a))	(5,593.00)	5,593.00	-
Transactions with owners in their capacity as owners			
Less: Final Dividend for FY 2021-22 paid to equity shareholders	(65,328.26)	-	(65,328.26)
<b>Balance As at March 31, 2023</b>	<b>1,15,921.67</b>	<b>59,090.78</b>	<b>1,75,012.45</b>

a) **Nature and purpose of reserves :**

Reserve Fund : Under section 45-IC (1) of Reserve Bank of India Act 1934, every Non Banking Financial Company has to transfer 20 % of its post tax profit to a corpus termed as Reserve Fund.

b) **Dividend :**

- i) The Board of Directors, in their 71st meeting held on April 26, 2023, declared a final dividend to the preference shareholders at the rate of 6% (on the preference shares hold during the year) amounting to Rs.1,670.80 Lakh and to the equity shareholders at the rate of Rs.2.46 per equity share of Rs.10/- each amounting to Rs. 20,319.44 Lakh for FY 2022-23 and same is approved by the shareholders of NSE Investments at their 11<sup>th</sup> Annual General Meeting held on 25th July,2023  
The total dividend paid during the year ended 31st March 2024 amounts to Rs.21,990.24 Lakh (Previous year Rs.65,328.26 lakhs )
- ii) The Board of Directors, in their 79th meeting held on April 26, 2024, proposed a final dividend to the equity shareholders at the rate of Rs.10 per equity share on the existing fully paid-up equity share of Rs.82,599.34 Lakhs comprising of 82,59,93,406 equity share having face value of Rs. 10/- each amounting to Rs 82,599.34 Lakhs. The dividend proposed is subject to the approval of the shareholders in the ensuing Annual General Meeting.

**Revenue from operations**

**Dividend income**

Subsidiary Companies  
Other Investments

**Total**

	(₹ in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
	31,156.23	18,006.99
	1,372.97	1,001.80
<b>Total</b>	<b>32,529.20</b>	<b>19,008.79</b>

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**NSE INVESTMENTS LIMITED**  
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	(₹ in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
<b>17 Net gain on fair value changes</b>		
<b>Realised</b>		
Net gain on sale of other investments	248.36	927.44
<b>Unrealised</b>		
Net gain on Financial assets mandatorily measured at fair value through the statement of Profit and Loss	13,359.92	9,250.18
Amortisation of Premium On Govt/Debt Sec	615.97	38.92
<b>Total</b>	<b>14,224.25</b>	<b>10,216.54</b>
<b>18 Other Income</b>		
		(₹ in Lakhs)
	For the year ended March 31, 2024	For the year ended March 31, 2023
<b>Income received by Executive Director as Nominee on the Board of other Company.</b>		
Sitting Fees	26.00	16.00
Director Commission	-	23.98
Interest on Loan to NSEIT	132.12	125.34
Miscellaneous Income	-	-
<b>Total</b>	<b>158.12</b>	<b>165.32</b>
<b>19 Employee benefits expense</b>		
		(₹ in Lakhs)
	For the year ended March 31, 2024	For the year ended March 31, 2023
Deputed Personnel Cost	32.79	167.18
Salaries, wages and bonus	175.34	-
Contribution to provident and other fund (Refer note 22)	5.07	-
Gratuity	4.56	-
Outsourcing Charges	0.77	-
Staff Welfare Expenses	0.67	-
<b>Total</b>	<b>219.20</b>	<b>167.18</b>
<b>20 Other expenses</b>		
		(₹ in Lakhs)
	For the year ended March 31, 2024	For the year ended March 31, 2023
Director Sitting Fees	27.50	24.50
Insurance	21.72	37.93
Legal & Profesional Fees	133.94	16.27
Payment to auditor (Refer note below)	18.14	17.87
Space & Infrastructure Usage Charges	6.03	8.45
CSR Expenses (refer note 26)	1,217.28	1,220.00
Logo Sharing Exp	690.85	-
Other expenses	26.03	13.74
<b>Total</b>	<b>2,141.49</b>	<b>1,338.76</b>
<b>Note :</b>		
<b>Payment to Auditor (inclusive of GST)</b>		
<b>As Auditor</b>		
Audit Fees	12.39	12.39
Limited Review	5.31	5.31
<b>In other Capacity</b>		
Certification Matters	0.12	-
Taxation Matters	-	-
Out of Pocket Expenses	0.32	0.17
<b>Total</b>	<b>18.14</b>	<b>17.87</b>
<b>21 Earning per share</b>		
		(₹ in Lakhs)
	For the year ended March 31, 2024	For the year ended March 31, 2023
<b>Particulars</b>		
Net Profit attributable to Shareholders (Rs. in Lakhs)	50,409.57	27,966.34
Net Profit attributable to Shareholders less Preference Dividend (Rs. in Lakhs)	48,738.76	27,966.34
Weighted Average Number of equity shares issued	82,59,93,406	54,85,96,075
Basic earnings per share of Rs. 10/- each (in Rs.)	5.90	5.10
Weighted Average Number of potential equity shares issued	82,59,93,406	82,59,93,406
Diluted earnings per share of Rs. 10/- each (in Rs.)	5.90	3.39

23 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 of the Company. The Company operates only in one Business Segment i.e. to make or hold all strategic investments in the equity shares and / or other securities and hence does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".





**22 Employee Benefits**

- (i) Provident Fund: During the current year the company is registered with Regional Provident Fund Office, Bandra, Mumbai, and both the employee and the employer make monthly contribution equal to 12% of the employee's basic salary respectively.
- (ii) Superannuation: Superannuation benefits for employees designated as chief managers and above are covered by group policies with the Life Insurance Corporation of India maintained by the Ultimate Holding Company. The contribution for the year is reimbursed to the ultimate holding company is charged to revenue. There are no other obligations other than the annual contribution payable.
- (iii) Gratuity: Provisions are made 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) Leave Encashment : Liability on account of Leave encashment is provided based on Actuarial Valuation at Balance Sheet date.
- (v) Short term employee benefits are charged to revenue in the year in which the related service is rendered

**Provision**

	Long - term		Short - term	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	(Rs. in Lakhs)		(Rs. in Lakhs)	
<b>Provision for employee benefits</b>				
Medical benefits	-	-	-	-
Provision for Leave Travel allowance	-	-	0.27	-
Provision for gratuity	20.79	-	2.41	-
Provision for Leave encashment	-	-	8.50	-
	<b>20.79</b>	<b>-</b>	<b>11.18</b>	<b>-</b>

**Disclosure under Indian Accounting Standard 19 (Ind As 19) on Employee Benefit as notified under Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.**

**i) Defined Benefit Plan :**

- a) Provident Fund & Pension Fund: Company has contributed Rs. 4.54 Lakhs (Previous Year Rs.Nil) towards Provident Fund and Rs. 0.33 Lakhs (Previous Year Rs. Nil/-) towards Pension Fund during the year ended March 31, 2024 to Employee Provident Fund Organisation.
- b) Gratuity: The company provides for gratuity for employees as per Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of Gratuity is payable on retirement/termination of the employee's last drawn basic salary per month multiplied for the number of years of service. The gratuity plan is a non funded plan and the company makes provision on the basis of Actuarial Valuation.

**A Balance Sheet**

(₹ in Lakhs)

(i) The amounts recognised in the consolidated balance sheet and the movements in the net defined benefit obligation over the year are as follows:

	Current Year 31.03.2024	Previous Year 31.03.2023
Liability at the beginning of the year	-	-
Interest cost	-	-
Current Service Cost	4.56	-
Liability transferred	15.95	-
Benefits Paid	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	-	-
Actuarial (Gains)/Losses on Obligations - Due to Experience	2.69	-
<b>Liability at the end of the year</b>	<b>23.20</b>	<b>-</b>

**(ii) The amounts recognised in the balance sheet and the movements in the fair value of plan assets over the year are as follows:**

	Current Year 31.03.2024	Previous Year 31.03.2023
Fair Value of plan assets at the beginning of the year	-	-
Interest Income	-	-
Expected return on plan assets	-	-
Contributions	-	-
Transfer from other company	-	-
Benefits paid	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in	-	-
<b>Fair Value of plan assets at the end of the year</b>	<b>-</b>	<b>-</b>



(iii) The net liability disclosed above relates to funded plans are as follows:		
	Current Year 31.03.2024	Previous Year 31.03.2023
Fair value of plan assets as at the end of the year	-	-
Liability as at the end of the year	(23.20)	-
Net (liability) / asset	(23.20)	-

(iv) Balance Sheet Reconciliation		
	Current Year 31.03.2024	Previous Year 31.03.2023
Opening Net Liability	-	-
Expenses Recognized in Statement of Profit or Loss	4.56	-
Expenses Recognized in OCI	2.69	-
Net (Liability)/Asset Transfer in	15.95	-
Employers Contribution	-	-
Amount recognised in the Balance Sheet	23.20	-

## B Statement of Profit & Loss

(i) Net Interest Cost for Current Period		
	Current Year 31.03.2024	Previous Year 31.03.2023
Interest Cost	-	-
Interest Income	-	-
Net Interest Cost for Current Period	-	-

(ii) Expenses recognised in the Statement of Profit & Loss		
	Current Year 31.03.2024	Previous Year 31.03.2023
Current Service cost	4.56	-
Net Interest Cost	-	-
Expenses recognised in the Statement of Profit & Loss	4.56	-

(iii) Expenses recognised in the Other Comprehensive Income		
	Current Year 31.03.2024	Previous Year 31.03.2023
Expected return on plan assets	-	-
Actuarial (Gain) or Loss	2.69	-
Net (Income)/Expense for the Period Recognized in OCI	2.69	-

## C Fair value of plan assets at the Balance Sheet Date for defined benefit obligations

	Current Year 31.03.2024	Previous Year 31.03.2023
Insurer Managed Funds	-	-
Total	-	-

## D Sensitivity Analysis

	Current Year 31.03.2024	Previous Year 31.03.2023
Projected Benefit Obligation on Current Assumptions	0.00	-
Delta Effect of +1% Change in Rate of Discounting	(1.40)	-
Delta Effect of -1% Change in Rate of Discounting	1.57	-
Delta Effect of +1% Change in Rate of Salary Increase	1.51	-
Delta Effect of -1% Change in Rate of Salary Increase	(1.38)	-
Delta Effect of +1% Change in Rate of Employee Turnover	(0.24)	-
Delta Effect of +1% Change in Rate of Employee Turnover	0.27	-

## E Maturity Analysis

Projected Benefit payable in Future Years from the date of reporting	Current Year 31.03.2024	Previous Year 31.03.2023
1st Following Year	2.41	-
2nd Following Year	2.33	-
3rd Following Year	2.25	-
4th Following Year	2.18	-
5th Following Year	2.11	-
Sum of Years 6 to 10	9.50	-

## F Significant actuarial assumptions are as follows:

	Current Year 31.03.2024	Previous Year 31.03.2023
Discount Rate	7.19%	0.00%
Rate of Return on Plan Assets	N.A.	N.A.
Salary Escalation	10.00%	0.00%
Attrition Rate	12.00%	0.00%





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24 In compliance with Ind AS 24 - "Related Party Disclosures", as notified under Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 the required disclosures are given in the table below:

(a) Names of the related parties and related party relationship

Sr. No.	Related Party	Nature of Relationship
1	National Stock Exchange of India Limited	Holding Company
2	NSE IFSC Limited	Fellow Subsidiary
3	NSE Clearing Limited	Fellow Subsidiary
4	NSE Foundation	Fellow Subsidiary
5	NSE Administration and Supervision Limited (w.e.f. January 9, 2024)	Fellow Subsidiary
6	NSE IFSC Clearing Corporation Limited	Fellow Subsidiary's Subsidiary Company
7	NSE Indices Limited	Subsidiary Company
8	NSE Sustainability Ratings & Analytics Limited (w.e.f. March 30,2024)	Subsidiary's Subsidiary Company
9	NSE Infotech Services Limited	Subsidiary Company
10	NSEIT Limited	Subsidiary Company
11	NSE Data & Analytics Limited	Subsidiary Company
12	NSE.IT (US) Inc.	Subsidiary's Subsidiary Company
13	Market Simplified India Limited	Associate Company
14	Power Exchange India Limited	Associate Company
15	Protean eGov Technologies Limited (formerly known as NSDL e-Governance Infrastructure Limited)	Associate Company
16	National Securities Depository Limited	Holding Company's Associate
17	BFSI Sector Skill Council of India	Holding Company's Associate
18	NSE Academy Limited	Subsidiary Company
19	Receivables Exchange of India Limited	Associate Company
20	Aujas Networks Private Limited	Subsidiary's Subsidiary Company
21	Talentsprint Private Limited	Subsidiary's Subsidiary Company
22	Talentsprint Inc.(w.e.f. 29-11-2021)	Subsidiary's Subsidiary Company
23	Cogencis Information Services Limited	Subsidiary's Subsidiary Company
24	Capital Quants Solutions Private Limited	Subsidiary's Associate Company
25	Indian Gas Exchange Limited	Associate Company
26	CXIO Technologies Private Limited (w.e.f. 08.07.2021)	Subsidiary's Subsidiary Company
27	India International Bullion Holding IFSC Ltd (w.e.f. 04-06-2021)	Holding Company's Associate
28	India International Bullion Exchange IFSC Ltd (w.e.f. 17-08-2021)	Subsidiary of Holding Company's Associate
29	Mr. Yatrik Vin - Managing Director *	Key Management Personnel
30	Mr. Ashish Krishna - Managing Director (w.e.f. 27.04.2023)	Key Management Personnel
31	Mr. Somasundaram K S -Non- Executive Director (w.e.f. 27.04.2023)	Key Management Personnel
32	Mr. Sriram Krishnan-Non- Executive Director (w.e.f. 27.04.2023)	Key Management Personnel
33	Ms. Kshama Fernandes- Director	Key Management Personnel
34	Mr. P. R. Ramesh- Director	Key Management Personnel
35	Mr. Premal Shah (up to 25.08.2023)	Chief Financial Officer
36	Mr. Manish Marodia (w.e.f 16.10.2023)	Chief Financial Officer
37	Ms. Heena Joshi	Company Secretary

\* Managing Director up to April 26, 2023



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(b) Details of transactions and balances (including goods and service tax wherever levied) with related parties are as follows :

(₹ in Lakhs)

Name of the Related Party	Nature of Transactions	For the year ended March 31, 2024	For the year ended March 31, 2023
National Stock Exchange of India Ltd.	Reimbursement of expenses for staff on deputation paid/ payable	25.75	165.33
	Royalty for Usage of Brand/Logo	690.85	-
	Reimbursement of other expenses incurred	28.77	43.60
	Reimbursement for Income Tax, TDS and	2,337.31	7,420.52
	Receipt of Employee benefit expenses on transfer of Employee	24.04	-
	Dividend Paid	21,990.24	65,328.26
	Space and Infrastructure Charges	7.97	8.45
	Deposit received / Paid	-	-
	Closing Balance net Debit / (Credit)	(94.78)	(48.01)
NSE Data & Analytics Limited	Dividend Received	9,216.00	3,150.00
	CI.Investment in Equity Share Capital	9,180.67	9,180.67
NSE Infotech Services Limited	Dividend Received	-	60.00
	CI.Investment in Equity Share Capital	375.80	375.80
Name of the Related Party	Nature of Transactions	For the year ended March 31, 2024	For the year ended March 31, 2023
NSEIT Limited	Dividend Received	1,049.23	886.99
	Interest Received on loan to NSEIT	132.12	-
	Working Capital loan to NSEIT- unsecured	-	1,500.00
	Accrued Interest on Loan to NSEIT	-	125.34
	Amt Invested In Series A, 7% Seven Year Convertible Redeemable Cumulative Preference Shares	3,500.00	6,000.00
	CI.Investment in Equity Share Capital	6,000.59	6,000.59
	CI.Investment In 7% Cumulative Optionally Convertible Redeemable Preference Shares	10,000.00	10,000.00
	CI Investment in Series A, 7% Seven Year Convertible Redeemable Cumulative Preference Shares	11,300.00	7,800.00
NSE Indices Limited	Dividend Received	20,891.00	13,910.00
	Reimbursement of expenses for staff on deputation paid/ payable	6.33	1.85
	Other Expenses (including space & infra usage cost and taxes)	1.84	-
	CI.Investment in Equity Share Capital	13,341.46	13,341.46
	Closing Balance net Debit / (Credit)	(2.14)	(1.69)
NSE Academy Limited	Amt. Invested in 7% Optionally Convertible Redeemable Cumulative Preference Shares	2,840.00	3,180.00
	CI. Investment in 7% Optionally Convertible Redeemable Cumulative Preference Shares	19,920.00	17,080.00
	CI.Investment in Equity Share Capital	1,000.00	1,000.00
Receivables Exchange of India Limited	CI.Investment in Equity Share Capital	1,500.00	1,500.00
Protean eGov Technologies Limited (formerly known as NSDL e-Governance Infrastructure Limited)	Dividend Received	1,001.80	1,001.80
	Sitting Fees Received	26.00	16.00
	Director Commission	-	23.98
	CI.Investment in Equity Shares	4,529.26	5,510.18
Market Simplified India Limited	CI.Investment in Equity Shares	450.54	450.54
Power Exchange India Limited	Dividend Received	371.17	-
	CI.Investment in Equity Shares	1,711.92	1,711.92
NSE Foundation	Contribution towards CSR	22.00	610.00
	CI.Investment in Equity Shares	0.20	0.20
	Closing Balance net Debit / (Credit)	-	-
Indian Gas Exchange Limited	CI.Investment in Equity Shares	1,920.75	1,920.75
Ms. Kshama Fernandes	Sitting Fees	13.75	12.25
Mr. P. R. Ramesh	Sitting Fees	13.75	12.25
Mr. Ashish Krishna	Remuneration	100.13	-

**25 Capital and other commitments**

(₹ in Lakhs)

Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided

Other commitments

For the year ended March 31, 2024	For the year ended March 31, 2023
-	-
-	-

**26 Contingent liability:**

(₹ in Lakhs)

Income Tax matters

For the year ended March 31, 2024	For the year ended March 31, 2023
99.51	-
99.51	-





**NSE INVESTMENTS LIMITED**  
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27 Details under the MSMED Act, 2006 for dues to micro and small, medium enterprises	(₹ in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Outstandings	-	-
	-	-

This information as required to be disclosed under Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

- 28 a. Gross amount required to be spent by the Company on Corporate Social Responsibility activities during the year ended March 31, 2024 is Rs.1,217.28 Lakhs (Previous year 22-23: Rs 1,220 Lakhs) computed as under:-

Particulars	(₹ in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
average profits of preceeding 3 financial years	60,863.79	60,998.25
2% of the average net profits of preceeding 3 financial years	1,217.28	1,220.00
b. Nature of CSR Activities : Primary Education, Sanitation and Safe Drinking Water, Elder Care, Skill Development And Entrepreneurship, Environment Sustainability, Health and Nutrition, Disaster Relief and Rehabilitation, Incubation, Environmental Sustainability	1,217.28	1,220.00

Particulars	(₹ in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
	In Cash	In Cash
(i) Construction / acquisition of any asset	-	-
(ii) Contribution to NSE Foundation towards CSR	22.10	610.00
(iii) On purposes other than (i) & (ii) above	-	-

- c) Excludes Rs. Nil (Previous year Rs Nil) on capacity building of personnel and implementing agencies etc., which is in excess of 5 % of total CSR expenditure.
- d) During the year 2023-24, an amount of Rs.1,217.28 lakhs being two percent of average net profits of preceeding three (3) financial years of the Company was required to be spent towards the Corporate Social Responsibility and in the manner specified in sub-section (5) of Section 135 of the Companies Act, 2013. However, the actual amount transferred to NSE Foundation towards approved projects by the Company is Rs. 22.10 lakhs (out of previous year shortfall from separate CSR unspent account) and amount Rs. 1,217.28 lakhs is transferred to Unspent Corporate Social Responsibility Account opened with ICICI Bank during the year ended March 31, 2024.
- 29 Deputation expenses in respect of the employees, space and infrastructure charges and other reimbursement of expenses are paid to the Holding Company National Stock Exchange of India Limited.
- 30 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.
- 31 The Company's pending litigations comprise of proceedings pending with Statutory and Tax Authorities. The Company has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent liabilities, wherever applicable, in its financial statements as described above. The Company does not expect the outcome of these proceedings to have a material impact on its financial statements of the Company. (Refer note 26)
- 32 In accordance with relevant provisions of Companies Act, 2013, the Company did not have any long term contracts including derivative contracts as at March 31, 2024.
- 33 For the year ended March 31, 2024, the Company is not required to transfer any amount into the Investor Education & Protection Fund as required under relevant provisions of the Companies Act, 2013.



**NSE INVESTMENTS LIMITED**  
**NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS**

**34 FINANCIAL RISK MANAGEMENT**

The Company's business activities expose it to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has the overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

Treasury department that provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Treasury department activities are designed to:

- protect the Company's financial results and position from financial risks
- maintain market risks within acceptable parameters, while optimising returns; and
- protect the Company's financial investments, while maximising returns.

The Treasury department is responsible to maximise the return on companies internally generated funds.

**A MANAGEMENT OF LIQUIDITY RISK**

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach to managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions.

The Company maintains a conservative funding and investment strategy, with a positive cash balance throughout the year ended 31st March, 2024 and 31st March, 2023. This was the result of cash generated from operating activities to provide the funds to service the financial liabilities on a day-to-day basis.

The Company's treasury department regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short term surplus cash generated by the operating entities, over and above the amount required for working capital management and other operational requirements, is retained as cash equivalents (to the extent required), other highly liquid investments and excess is invested in interest bearing term deposits and other highly marketable debt investments with appropriate maturities to optimise the returns on investments while ensuring sufficient liquidity to meet its liabilities.

The following table shows the maturity analysis of the Company's financial liabilities based on contractually agreed undiscounted cash flows as at the Balance Sheet date.

(₹ in Lakhs)				
	Carrying amount	Less Than 12 Month	More than 12 months	Total
<b>As at March 31, 2024</b>				
Other Financial Liabilities	1,973.40	1,973.40	-	1,973.40
Other Non-financial Liabilities	51.63	51.63	-	51.63
(₹ in Lakhs)				
	Carrying amount	Less Than 12 Month	More than 12 months	Total
<b>As at March 31, 2023</b>				
Other Financial Liabilities	679.04	674.73	4.31	679.04
Other Non-financial Liabilities	7.28	7.28	-	7.28

**B MANAGEMENT OF MARKET RISK**

The Company's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments:

- price risk;
- The above risks may affect the Company's income and expenses, or the value of its financial instruments. The objective of the Company's management of market risk is to maintain this risk within acceptable parameters, while optimising returns. The Company's exposure to, and management of, these risks is explained below.

POTENTIAL IMPACT OF RISK	MANAGEMENT POLICY	SENSITIVITY TO RISK
<b>1. PRICE RISK</b>		
The Company is mainly exposed to the price risk due to its investment in mutual funds. The price risk arises due to uncertainties about the future market values of these investments.	In order to manage its price risk arising from investments in mutual funds, exchange traded funds and investments in equity instruments, the Company diversifies its portfolio in accordance with the limits set by the risk management policies.	As an estimation of the approximate impact of price risk, with respect to mutual funds and exchange traded funds, the Company has calculated the impact as follows.
At 31st March 2024, the exposure to price risk due to investment in mutual funds amounted to Rs.1,93,848.46 Lakhs (March 31, 2023: Rs.1,75,108.40 Lakhs).	The Treasury department maintains a list of approved financial instruments. The investment in any new instrument must be approved by the internal Investment Committee within the criteria approved by the Board.	For mutual funds, a 0.25% increase in prices would have led to approximately an additional Rs.484.62 Lakhs gain in the Statement of Profit and Loss (2022-23: Rs. 437.77 Lakhs gain). A 0.25% decrease in prices would have led to an equal but opposite effect.

**C MANAGEMENT OF CREDIT RISK**

Credit risk is the risk of financial loss to the Company if a customer or counter-party fails to meet its contractual obligations.

**Other financial assets**

The Company maintains exposure in cash and cash equivalents, term deposits with banks, investments in mutual funds. The Company has diversified portfolio of investment with various number of counter-parties which have secure credit ratings hence the risk is reduced. Individual risk limits are set for each counter-party based on financial position, credit rating and past experience. Credit limits and concentration of exposures are actively monitored by the Company's Treasury department.

The Company's maximum exposure to credit risk as at March 31, 2024 and 2023 is the carrying value of each class of financial assets as disclosed in note 4 except for derivative financial instruments.





**NSE INVESTMENTS LIMITED**  
**NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS**

**35 (i) Fair Value Hierarchy and valuation technique used to determine fair value :**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value and are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three level prescribed under the accounting standard. An explanation of each level follows underneath the table.

Financial Assets and Liabilities measured at Fair Value - recurring fair Value measurements at 31.03.2024	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at FVPL</b>					
Mutual Fund - Growth Plan	4(A)(III)	1,93,848.46	-	-	1,93,848.46
<b>Financial Investments at FVOCI</b>					
Unquoted Equity Investments - Open Network for digital Commerce		-	-	-	-
<b>Total Financial Assets</b>		<b>1,93,848.46</b>	<b>-</b>	<b>-</b>	<b>1,93,848.46</b>

(₹ in Lakhs)

Financial Assets and Liabilities measured at Fair Value - recurring fair Value measurements At 31.03.2023	Notes	Level 1	Level 2	Level 3	Total
<b>Financial Assets</b>					
<b>Financial Investments at FVPL</b>					
Mutual Fund - Growth Plan	4(A)(III)	1,75,108.40	-	-	1,75,108.40
<b>Financial Investments at FVOCI</b>					
Unquoted Equity Investments - Open Network for digital Commerce		-	-	1,000.00	1,000.00
<b>Total Financial Assets</b>		<b>1,75,108.40</b>	<b>-</b>	<b>1,000.00</b>	<b>1,76,108.40</b>

- Level 1:  
This hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, exchange traded funds and mutual funds that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing Net Assets Value (NAV). NAV represents the price at which the issuer will issue further units and will redeem such units of mutual fund to and from the investors.

- Level 2:  
The fair value of financial instruments that are not traded in an active market (such as traded bonds, debentures, government securities and commercial papers) is determined using Fixed Income Money Market and Derivatives Association of India (FIMMDA) value and valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. Since if all significant inputs required to fair value such instrument are observable, instruments are included in level 2.

Valuations of Level 2 instruments can be verified to recent trading activity for identical or similar instruments, broker or dealer quotations or alternative pricing sources with reasonable levels of price transparency. Consideration is given to the nature of the quotations (e.g., indicative or firm) and the relationship of recent market activity to the prices provided from alternative pricing sources.

- Level 3:

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

There are no transfers between levels 1 and 2 during the period. The Company's policy is to recognise transfers into and transfers out of fair value hierarchy level as at the end of reporting period.

**ii) Valuation processes :**

The finance department of the Company includes a team that performs the valuations of financial assets and liabilities required for financial reporting purposes, including level 3 fair values. This team reports directly to the Managing Director.

**iii) Fair value of financial assets and liabilities measured at amortised cost :**

The carrying amounts of trade receivables, trade payables, deposits, other receivables, cash and cash equivalent including other current bank balances and other liabilities including settlement obligation payable, deposits, creditors for capital expenditure, etc. are considered to be the same as their fair values, due to current and short term nature of such balances.

**36** The Code on Social Security, 2020 (Code) relating to employee benefits during employment and post-employment benefits has received Presidential assent on 28th September 2020. The Code has been published in the Gazette of India. However, the date on which the Code comes into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

**37 ADDITIONAL REGULATORY INFORMATION REQUIRED BY SCHEDULE III**

- (i) **Details of Benami Property held**  
No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- (ii) **Borrowing secured against current assets**  
The Company doesn't have any borrowings from banks and / or financial institutions.
- (iii) **Willful Defaulter**  
The Company has not been declared willful defaulter by any bank or financial institutions or government or any government authority.
- (iv) **Relationship with struck off Companies**  
The Company has no transactions with the companies struck off under the Companies Act, 2013.
- (v) **Compliance with number of layer of Companies**  
The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- (vi) **Compliance with approved scheme(s) of arrangements**  
The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.
- (vii) **Utilisation of Borrowed funds and Share premium**  
No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (viii) **Undisclosed Income**  
There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- (ix) **Details of crypto currency of virtual currency**  
The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (x) **Title deeds of immovable properties not held in name of the company**  
There are no immovable properties.
- (xi) **Registration of charges or satisfaction with Registrar of Companies**  
There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.
- (xii) **Loans or advances to specified persons**  
The Company has not granted any loans or advances to promoters, directors, KMPs and related parties either severally or jointly with any other person, that are:  
(a) repayable on demand or  
(b) without specifying any terms or period for repayment



**NSE INVESTMENTS LIMITED**  
**NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS**

38 Ratios	Numerator	Denominator	Current Year	Previous Year	Reason for change in ratio by more than 25%
Current Ratio (in times)	Total Current Assets	Total Current Liabilities	125.71	326.63	Due to Unspent CSR liability in current financial year
Return on Equity ratio (in %)	Profit for the year less Preference dividend (if any)	Average Total Equity	18%	10%	Due to Profit on sale of investment in Protean eGov Technologies Limited and preference dividend paid during the year
Net capital turnover ratio (in times)	Revenue from operations	Average working capital (i.e. Total current assets less Total current liabilities)	206.72	39.25	N.A.
Net profit ratio (in %)	Profit for the year	Total Income	86%	95%	N.A.
Return on Capital Employed (in %)	Profit before tax and finance cost	Capital employed = Net worth + Lease liabilities + Deferred tax liabilities	18%	11%	N.A.
Return on Investment (in %)	Income generated from invested funds	Average invested funds in treasury investments	27.07%	11.66%	Due to Profit on sale of investment in Protean eGov Technologies Limited

39 Previous years' figures are regrouped, reclassified and rearranged wherever necessary.

As per our report of even date attached

For K. S. AIYAR & CO.  
 Chartered Accountants  
 Firm's Registration no : 100186W

For and on behalf of the Board of Directors

*Sachin A. Negandhi*

Sachin A. Negandhi  
 Partner  
 Membership No.: 112888



*P R Ramesh*

P R Ramesh  
 Chairman  
 DIN: 01915274

*Kshama Fernandes*

Kshama Fernandes  
 Director  
 DIN: 02539429

*Ashish Krishna*

Ashish Krishna  
 Managing Director  
 DIN: 10132733

*Manish Marodia*

Manish Marodia  
 Chief Financial Officer

*Heena Joshi*

Heena Joshi  
 Company Secretary

Place : Mumbai  
 Date : April 26, 2024

