

Central Depository Services (India) Limited

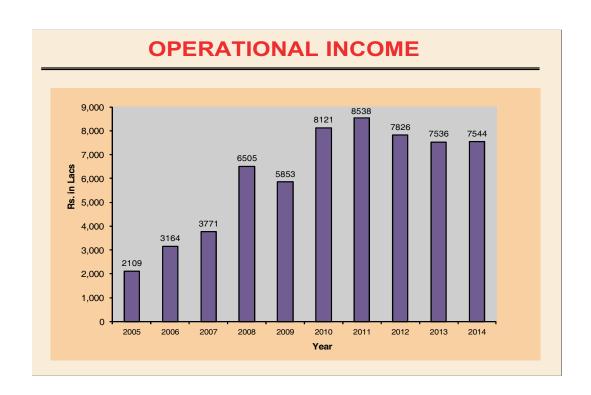
At CDSL...



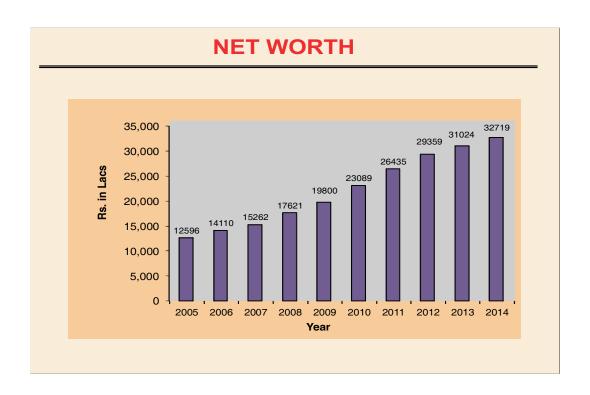
We celebrate earth day ... everyday!

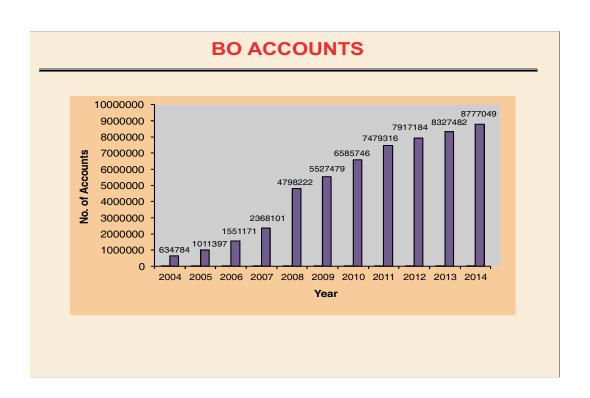
De Stetement e-Insurance e-Notices KYC Registration Depository Services

ort 2	FINANCIAL HIGHLIGHTS	HLIGH	TS							Rs	Rs in Lakhs
013 - 2	P & L account	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
2014	Income from Operations	2109.03	3163.18	3770.53	6505.27	5852.51	8121.17	8538.48	7825.91	7535.53	7543.92
	Other Income	780.45	774.86	1066.29	1338.73	1691.35	2017.36	1670.62	2398.38	2912.97	3001.03
	Total Income	2889.48	3938.04	4836.82	7844.00	7543.86	10138.53	10209.10	10224.29	10448.50	10544.95
	Total Expenditure	1504.42	1708.38	2205.01	2659.46	2886.60	3396.59	3354.73	3318.83	5069.74	5466.15
	Extraordinary Items	I	I	I	I	I	I	I	(266.77)	(72.27)	85.16
	Profit Before Tax	1385.06	2229.66	2631.81	5184.54	4657.26	6741.94	6854.37	6638.70	5306.49	5163.96
	Provision for Taxation	425.54	715.46	749.61	1509.11	1255.19	1990.04	2050.54	1892.98	1196.52	1023.69
	Profit After Tax	959.52	1514.20	1882.20	3675.43	3402.07	4751.90	4803.83	4745.72	4109.97	4140.27
	Share Capital	10450.00	10450.00	10450.00	10450.00	10450.00	10450.00	10450.00	10450.00	10450.00	10450.00
	Reserves & Surplus	2146.11	3660.31	4812.01	7170.84	9350.31	12638.76	15985.15	18909.09	20573.87	22268.95
	Net worth	12596.11	14110.31	15262.01	17620.84	19800.31	23088.76	26435.15	29359.09	31023.87	32718.95
	Earning Per Share (Rs)	0.92	1.45	1.80	3.52	3.26	4.55	4.60	4.54	3.93	3.96
32732	Book Value Per Share (Rs)	12.05	13.50	14.60	16.86	18.95	22.09	25.30	28.09	29.69	31.31
w cd	Return on Net Worth (%)	7.62%	10.73%	12.33%	20.86%	17.18%	20.58%	18.17%	16.16%	13.25%	12.65%









Central Depository Services (India) Limited

Board of Directors

Public Interest Directors:

Shri N. Rangachary (Chairman) - Former Chairman, CBDT & IRDA

Shri T. S. Narayanasami Former CMD of Bank of India

Dr. R. N. Nigam Principal (Retd), Delhi College Of Arts & Commerce

Smt. Jayshree Vyas Managing Director - Shree Mahila Sewa

Sahakari Bank, Ahmedabad

[Appointed on 18th January, 2014]

Shareholder Directors:

Shri Ashishkumar Chauhan Managing Director & CEO - BSE Limited

Shri Neeraj Swaroop Regional Chief Executive Officer India and South

Asia - Standard Chartered Bank Limited

Shri V. Balasubramaniam Chief Business Officer - BSE Limited

Shri B. V. Chaubal DMD & Group Executive - Global Markets,

State Bank of India

[Appointed on 18th January, 2014]

Shri P. S. Reddy Managing Director & CEO

Management Team

Shri P.S. Reddy Managing Director & CEO

Shri Cyrus Khambata Executive Vice President - Business Development

[Currently on deputation to CDSL Ventures

Limited

Shri Bharat Sheth Senior Vice President & Chief Financial Officer Shri Sunil Alvares Senior Vice President - Business Development

Shri Ramkumar K. Senior Vice President - New Projects Smt. Nayana Ovalekar Senior Vice President - Operations

Shri Satish L. Budhakar Senior Vice President & Group Company

Secretary

Shri Vishwas Nagle Vice President - Information Technology

Bankers

Bank of India

Auditors

Deloitte Haskins & Sells Chartered Accountants

'Heritage', 3rd Floor, Near Gujarat Vidyapith Off Ashram Road, Ahmedabad - 380014

Registered Office

17th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001

Corporate Identification Number: U67120MH1997PLC112443

Websites of Central Depository Services (India) Limited and its subsidiaries

CDSL : www.cdslindia.com
e-Voting : www.evotingindia.com
CVL : www.cvlindia.com
CIRL : www.cvlindia.com

Contents

Directors' Report	.6
Standalone Auditors' Report	44
Standalone Financial Statements	.49
Notes to Standalone Financial Statements	.53
Consolidated Auditors' Report	.77
Consolidated Financial Statements	79
Notes to Consolidated Financial Statements	83

Directors' Report

Your Directors have pleasure in presenting the Sixteenth Annual Report, along with Audited Statement of Accounts of your company for the year ended 31st March, 2014. Despite adverse capital market conditions, your company has improved its performance, though marginally, during the period under review as evidenced by the key financial indicators mentioned below:

Financial Highlights

Particulars	Year ended 31 st March, 2014	Year ended 31 st March, 2013
Income	(₹ million) 1054.49	(₹ million) 1044.85
Expenditure	379.24	355.83
Profit before Depreciation and Taxation	675.25	689.02
Depreciation	38.27	18.48
Profit before exceptional items and tax	636.98	670.54
Extraordinary items - Fire Insurance claim	8.52	(7.23)
received/(Loss due to fire)		
Profit before contribution to BOPF & Tax	645.50	663.31
Contribution to BOPF	129.10	132.66
Profit Before Tax	516.40	530.65
Provision for Taxation	95.50	135.50
Provision for Deferred Tax for the year	6.87	(15.84)
Profit after Tax	414.03	410.99
Balance brought forward	1978.94	1843.29
Profit available for appropriation	2392.97	2254.28
Proposed dividend	209.00	209.00
Tax (including surcharge and education cess on dividend)	35.52	35.52
Transfer to General Reserve	31.05	30.82
Surplus carried to Balance Sheet	2117.40	1978.94

Your company registered a gross income of ₹1,054.49 million, an increase of 1% over the previous year. The income from operations comprising of transaction charges, annual issuers fees, account maintenance charges, settlement charges, corporate action charges, etc. during the year under review increased to ₹754.39 million from ₹753.55 million, recording a increase of 0.11% over the year 2012-13. As per SEBI (Depositories & Participants) (Amendment) Regulations, 2012, transfer of ₹129.10 million is made to investor protection Fund. After contribution to Investor protection Fund, Profit Before Tax (PBT) for the year ended March 31, 2014 decreased to ₹516.40 million from ₹530.65 million of previous year, a fall by 2.69%. However, Profit After Tax (PAT) has increased to ₹414.03 million from ₹410.99 million, a marginal rise by 1%.

Dividend

In view of the fact that net profit of the company has increased only marginally, your Directors, in order to have a stable dividend policy recommend a dividend of ₹2 per share (20%) for the year ended 31st March, 2014. The dividend will be subject to dividend distribution tax to be paid by the company.

The Capital Market Environment

The first half of FY 2013-14 saw the Indian economy struggling with slow growth. Increased pressure from inflation added to the overall gloominess in a year that saw the rupee falling to its lifetime low level against the US dollar and the current account deficit soaring to its historic high. GDP growth rate during first half of the current fiscal 2013-14 slipped to 4.6% from 5.3% in the same period last fiscal. However, in Q4 of FY 2013-14, the rupee rebounded on the back of a reduction in the current account deficit and large FII inflows. The Indian capital markets are facing challenging times with increasing compliance and operational cost pressures, declining retail demand and political uncertainty.

According to the latest edition of the World Economic Outlook released by the International Monetary Fund, India's GDP (Gross Domestic Product) growth is expected to recover from 4.4 per cent in FY 2013 to 5.4 per cent in FY 2014, supported by slightly stronger global growth, improving export competitiveness and implementation of recently approved investment projects. Further, in its latest edition of 'South Asia Economic Focus' the World Bank has stated that India may see an acceleration of growth in FY 2014 to 4.8% and may further increase to 5.7% in FY 2015, bolstered by a more competitive exchange rate and progress towards clearance of important investment projects. The BSE-30 SENSEX which opened at 18,890 on 1st April, 2013, touched a high of 22,467 in March 2014 only to close at 20,920 on 31st March, 2014.

With the continuing adverse market conditions, the performance of the primary market during FY 2013-14 witnessed one of the lowest amounts mobilized as compared to recent years. During April 2013 to February 2014, 33 IPOs opened for subscription and raised only ₹1,215 crore, which is the lowest in the last 5 years.

Operational Highlights

In spite of volatile market conditions and lack of enthusiasm on the part of investors towards new capital issues, your company could register a very good growth in its depository operations during the year 2013 – 14. This is reflected in the increase in the number of demat accounts opened. In order to sustain the growth in its depository business, your company continues to focus on enhancement of operational efficiency, upgradation of technology, user friendly approach and investor education through seminars.

Securities admitted

Securities like equity shares, preference shares, mutual fund units, debt instruments, government securities, certificates of deposit, commercial papers and a host of other instruments are available for dematerialization by the investors. Details of the securities /commodity warehouse receipts admitted with CDSL are given below:

Securities	Year ended 31 st March 2014	Year ended 31 st March 2013	Increase over the previous year (%)
Equity Shares	7,743	7,321	5.76
Debt Instruments	7,274	6,911	5.25
Other Securities	17,783	17,796	-0.07
Total	32,800	32,028	2.41

Position of Securities held in the System

The value and volume of securities held with CDSL in the year under review as compared to the previous year are indicated below:

Holding of Securities	Year ended 31 st March 2014	Year ended 31 st March 2013	Increase over the previous year (%)
Value (in million ₹)	10,876,032	9,850,378	10.41
Volume (in million)	177,311	151,793	16.81

Discontinuation of e-warehouse receipts

As per SEBI directive your Board of Directors decided to exit the business of providing depository services for holding e-warehouse receipt balances. Accordingly, e-warehouse receipt balances pertaining to all commodity exchanges held in CDSL system have been extinguished except two exchanges, National Spot Exchange Ltd (NSEL) and National Commodity & Derivatives Exchange Limited (NCDEX) which are in the process of being extinguished.

Depository Participants and Service Centres

As on 31st March, 2014, 578 depository participants held valid registration certificates of Securities and Exchange Board of India (SEBI) as compared to 577 valid SEBI registrations as on 31st March 2013. During the year new registrations were received for 23 DPs but registrations of 22 DPs were withdrawn/ cancelled. This was mainly due to their internal business realignment/ present market conditions. With a large number of DP network, investors spread across 28 States and 7 Union Territories can avail of CDSL's depository services. Further, investors have access to 11,381 DP service centers spread across more than 2000 cities / towns as on 31st March 2014. A new category of DP called "Limited Depository Participant' (LDP) was introduced to facilitate stock brokers having net worth not less than ₹ one crore to become a DP which has evoked good response and there are 10 applications under various stages of processing.

Beneficial Owner Accounts

During the year under review, 8.62 lakhs Beneficial Owner (BO) accounts were added, taking the total number of such accounts to 118.29 lakhs with the net BO accounts at 87.77 lakhs as on 31st March, 2014. The comparative figures of gross and net BO accounts as on 31st March, 2013 and 31st March, 2014 are given in the following table:

Year ended 31 st Year ended 31 st March, 2014 March, 2013		Increase over the previous year' cumulative figure	
Marcn, 2014	March, 2013	Number	Percentage
(Gross) 1,18,29,968	(Gross) 1,09,67,176	8,62,792	7.87
(Net) 87,77,049	(Net) 83,27,482	4,49,567	5.40

Investor Awareness / Education Seminars

Financial inclusion through retail participation has been a major focus area for your company. We believe investor education can become the key to achieve financial inclusion. To this end, CDSL conducted 171 Investor Awareness Programs (IAPs) for educating investors during FY 2013-14. This initiative allowed investors across geographies, professions and age groups to come together and learn the basics of demat and capital markets. Although, these IAPs reach out to investors in the major metros, it is more focused on tier-2 and tier-3 cities as more accounts are expected from such centers. During the Seminars information pamphlets in English, Hindi and other regional languages were distributed for the benefit of investors.

New Initiatives

Transaction Cum Holding Statements

As of 31st March, 2014, 173 DPs have signed up for the service of dispatch of statements. In 2013-14 CDSL has processed 7.42 lakh statements. CDSL commenced dispatch of Rights & Obligations on behalf of DPs in January 2014.

Corporate Bond database

SEBI had, vide its Circular No. CIR/IMD/DF/17/2013 dated October 22, 2013, informed that while currently the information in respect of various Corporate Bonds/Debentures issued by Issuers is available in a fragmented manner and at multiple sources such as websites of Credit Rating Agencies, Depositories, Stock Exchanges, etc, there is a need for having a centralized database regarding Corporate Bonds/Debentures which are available in demat form for public dissemination. Accordingly, SEBI had vide the aforesaid circular advised the Depositories to obtain requisite information regarding Corporate Bonds/Debentures from Issuers, Stock Exchanges, Credit Rating Agencies and Debenture Trustees and to jointly act as a repository of information pertaining to the Corporate Bonds/Debentures.

- 1. In view of the above mentioned SEBI Circular, with effect from 1st December, 2013, CDSL has started obtaining the required information from the Issuers/RTAs in the specified format and displaying the same on the CDSL website.
- 2. As further instructed in aforesaid SEBI Circular, for historical information in respect of Corporate Bonds/Debentures for which ISINs were created in Depository System prior to 1st December, 2013, Issuers were requested to submit the required information to CDSL in the specified format. CDSL, in coordination with NSDL, is in the process of compilation of the details and checking for its correctness received from Issuers to display the same on CDSL website.

TRUST - Transaction Using SMS Texting

TRUST is the acronym for the mobile based utility, "Transaction Using Secured Texting". CDSL's TRUST utility was formally launched on September 25, 2013, by Shri Rajiv Agarwal, Whole time Member, SEBI.

TRUST is a facility to submit pay-in instructions by investors through encrypted SMS using their mobile phone hand set. Under this facility, the account holder would be required to register by submitting pre-specified documentation to the concerned DP. The DP then marks the said customer's BOID for 'TRUST' in the system. Immediately, thereafter, the system generates and sends an SMS to the mobile of the investor. As soon as the investor confirms the registration through the TRUST application installed on his mobile, the BOID is registered for TRUST in the system. The system creates a mapping of the TRUST application, mobile instrument on which the TRUST application is installed and the BOIDs linked thereto. Multiple BOIDs can be registered from the same TRUST application on a mobile instrument. This combination has to be maintained for any future messages to be sent successfully to CDSL system.

Thereafter any transaction carried out by the investor on the Stock Exchange platform would result in a Clearing Member providing the transaction to CDSL with the investor's BOID. Since the BOID is registered for TRUST, system would immediately forward an SMS giving the transaction details to the investor for confirmation. As soon as the investor confirms the transaction, the transaction is executed in the system. The transaction remains unexecuted till the investor confirms the transaction. The 'TRUST' application eliminates the requirement of submission of physical Delivery Instruction Slip which brings in convenience at no cost

As on March 31, 2014, 1062 BOIDs were registered for TRUST facility.

KSA/ASA-KYC Servicing Agency/Authorized Servicing Agency

UIDAI (Unique Identification Authority of India) is the agency which issues, manages and services Aadhaar numbers in the country. UIDAI has a scheme of checking the KYC of an Aadhaar card holder using a service called ASA (Authorized Service Agency). This allowed an ASA to get response from UIDAI in terms of 'Yes' or 'No' for providing information of an Aadhaar card holder using authorised channel established between ASA and UIDAI. This system however was not found adequate by the market participants as a replacement to KYC, as there was no confirmation of photo of the person. Moreover, the system had limitations in verifying names and addresses of several localities where the addresses could be written in multiple ways. Hence the ASA saw a rather tepid response from the capital market KYC users.

UIDAI then brought in a concept of KSA (e-KYC Servicing Agency). The KSA was a near equivalent of a full fledged KYC. In this system, the KSA was required to obtain and transmit to UIDAI the Aadhaar number along with the OTP (One time Password) or Biometric impression or Iris scan image. This was considered two factor authentication and the demographic details of the Aadhaar card holder viz. Name, Date of Birth, residential address, correspondence address, telephone numbers, mobile number and photograph is shared by UIDAI with KSA. The user can then view/download the information and ensure completion of KYC for the customer.

CDSL has registered both for ASA and KSA with UIDAI and the system is under testing and is expected to become operational shortly.

Continuing Professional Education (CPE) Programs - Depository Operations Certification Examination (DOCE)

National Institute of Securities Markets (NISM) has been offering Continuing Professional Education (CPE) Programs for Associated Persons in the Securities Market Intermediaries CDSL has been approved as an NISM Accredited CPE Provider for conducting CPE Programs in October 2013. We have successfully carried out 38 programs with more than 1100 participants till March 31, 2014.

Rajiv Gandhi Equity Savings Scheme (RGESS)

Rajiv Gandhi Equity Savings Scheme (RGESS), is a tax saving scheme announced in the Union Budget 2012-13 and further expanded vide Union Budget 2013-14. Subsequent to the Union Budget 2013-14, Section 80CCG was amended vide Finance Act, 2013, to expand the scope of the Scheme. The notification dated 23rd November, 2012 was accordingly amended vide Notification dated 18th December 2013. The features of modified RGESS have been implemented in the system. As on 31st March, 2014, there are 25,672 RGESS accounts with initial investments of ₹26.63 crores.

Single Demat Account

Currently an investor can hold in his/her demat account only those types of securities which are specified under Regulation 28 of SEBI (Depositories and Participants) Regulations, 1996 like equity, debts, mutual fund units, government securities, etc. Other investments which are not covered under the aforementioned Regulation are required to be held either in physical form or in other types of accounts being governed by different sectoral regulators. This results in increased costs to the investors as well as the entire market due to duplication of infrastructure and other systems. Hence, as a natural progression to the basic concept of depository which allows holding

of investments in electronic form and electronic transfer of ownership (for transferable assets), it is the need of the hour that a facility should be provided whereby an investor will be able to hold all his investments in financial sector in his/her demat account held in the depository system – i.e. Single Demat Account.

CDSL has been actively raising awareness of this concept in the financial industry since early 2012 in various forums. The Hon. Finance Minister included the said concept i.e. one record for all financial assets of every individual, as a step to deepen the Indian Financial market in the budget for FY 2014-15. If implemented, this will result in expanding the market for other financial products and saving of costs in the long run.

Web CDAS

Your Depository has released browser based depository application to users. Now user can access depository application using browser. Upgraded version of EASI/EASIEST is also released which facilitate user to view real time information and execute transactions.

ISO27001:2005 Re-certification

Your Company has undergone periodic audit post re-certification for ISO27001:2005 conducted by DNV and have been recommended for continuation of the Certificate.

ISO22301:2012 Certification:

Your Depository is certified with coveted ISO22301:2012 certification for its Business Continuity Management System. DNV has conducted audit and certificate is awarded in June, 2013. Earlier CDSL was awarded with BS25999-2:2007 and this is one step forward.

ISO9001:2008

Your Depository has undergone periodic audit for ISO9001:2008 certification by DNV for E-voting Service and have been recommended for continuation of the Certificate.

IPV6 compatibility:

Your depository has upgraded its infrastructure which will allow users to access its systems using IPV6 from Internet.

Designated Depository Participant (DDP) / Qualified Depository Participant (QDP)

SEBI introduced in 2011 a new category of investors called Qualified Foreign Investors (QFI) who were allowed to invest in schemes of Indian mutual funds and equity shares by opening demat account with Qualified Depository Participant. Certain eligibility criteria was stipulated for the existing DPs to act as QDPs. As on 31st March 2014 CDSL had 30 DPs registered as QDPs.

SEBI vide its notification in January 2014, has given fresh guidelines for category of investors called Foreign Portfolio Investors (FPI) who are allowed to invest in securities by opening demat account with Designated Depository Participant. Certain eligibility criteria is stipulated for the existing QDPs to act as DDPs. Only FPIs registered with DDP will be allowed to buy, sell or deal in securities. Existing QFIs will be required to register themselves with DDP to act as FPI. Appropriate steps are being initiated to register eligible QDPs as DDP.

e-Voting

As on 31st March 2014, 271 companies have signed agreements with CDSL to conduct e-Voting. Out of these 271 companies, 142 companies pertain to the Top 500 listed companies as mandated by SEBI. CDSL has on the e-Voting system recorded 158 instances of voting carried out by 114 Companies. Ministry of Corporate Affairs has issued a notification dated 27th March 2014 stating that 'every listed company or a company having not less than one thousand shareholders, shall provide to its members facility to exercise their right to vote at general meetings by electronic means'. This is expected to give a fillip to the e-Voting system as more companies would be signing up and we would have larger participation. We are in the process of providing single sign-on facility through the portals of Advisory Services like Investor Advisory Services (IIAS), Stakeholders Empowerment Services etc., and major Banks like ICICI, SBI and HDFC for extending e-Voting facility to their Stakeholders.

e-Notices

In light of Green Initiative in the Corporate Governance by Ministry of Corporate Affairs, CDSL has started offering the services to companies for sending documents to its shareholders electronically. As on 31st March, 2014, a total of 68 companies have signed for availing the services.

Corporate Social Responsibility (CSR)

The Companies Act, 2013 has come into existence on 29th August, 2013 and is being implemented in phases by issuance of notifications by the Ministry of Corporate Affairs (MCA). MCA vide its circular dated 27th February, 2014 notified Section 135 and Schedule VII of the Companies Act 2013 relating to Corporate Social Responsibility (CSR) the provisions of which came into effect

from 1st April, 2014. The CSR provisions are to be implemented from the financial year 2014 – 15. In this regard your Board has constituted a Committee for formulation and implementation of CSR Policy in the Current Financial Year 2014-15.

Prevention of Money Laundering Act

Securities and Exchange Board of India (SEBI) vide its master circular CIR/ISD/AML/3/2010 dated 31st December, 2010 issued guidelines for implementation of various anti-money laundering measures to be followed by the Depositories and its participants. CDSL has prepared appropriate policy for implementation of the same.

In view of amendments to the Prevention of Money- Laundering Act 2002 and Prevention of Money-laundering (Maintenance of Records) Rules 2005 SEBI vide its circular CIR/MIRSD/1/2014 dated 12th March, 2014 issued further guidelines regarding consequential modifications and additions to the above referred master circular. CDSL has issued communiqué to the Depository Participants to bring the provisions of the modifications and additions to their notice for implementation.

CDSL has also communicated the details of the Designated Director, such as name, designation and address to the office of the Director FIU-IND.

Subsidiaries of CDSL

CDSL Ventures Limited

Your company had floated a wholly owned subsidiary in the year 2006 viz:- CDSL Ventures Ltd. (CVL) to undertake the common KYC for investors in Mutual Fund industry. CVL is the pioneer in the common KYC system. After promulgation of SEBI {KYC (Know Your Client) REGISTRATION AGENCY} Regulations, 2011 CVL became the first KRA registered with SEBI. The regulations mandate the intermediaries to upload the KYC of all clients to the KRA. An investor now does not have to do KYC again while approaching another intermediary in the capital market. CVL today holds about 129.02 lakh records of Capital Market Investors under the KRA.

• Central Insurance Repository Limited

Your Company had under the "Guidelines on Insurance repositories and electronic issuance of insurance policies" issued by IRDA, floated a separate subsidiary viz:- Central Insurance Repository Ltd (CIRL), in the year 2011 to provide policyholders a facility to keep insurance policies in electronic form and to undertake changes, modifications and revisions in the insurance policy with speed and accuracy in order to bring about efficiency, transparency and cost reduction in the issuance and maintenance of insurance policies. Leading public sector

and private sector insurance companies have contributed to the equity capital of CIRL. The software required for the project has been developed and tested. CIRL has since received license from IRDA and has commenced commercial operations during the year under review and has made tie-up arrangements with eleven insurance companies for holding policies in electronic form in e-insurance accounts of policy holders.

Ownership Pattern

As at the end of the year under review, the shareholding pattern of your company is as under:

Category of	Equity Share Capital	Percentage of
Shareholders	(₹ in '000)	Shareholding
Banks	468,646	44.84
Stock Exchanges	576,346	55.16
Others	8	Negligible
Total	1,045,000	100.00

Details of the equity shares held by the shareholders of the company are given in Annex A to the Directors' Report.

Listing of Securities

Subject to the approval of SEBI, your company proposes to list its securities on any recognized stock exchange other than its sponsor exchange. This will provide exit route to the majority of shareholder/s who want to exit or off load part of their holding by way of offer for sale. However the holding of all sponsors taken together at all times shall not be less than 51% of the total share capital of the company.

Fixed Deposits

Your company has not accepted any deposits within the meaning of Section 73, 74, 75 & 76 of the Companies Act, 2013 and the Rules made thereunder.

Directors

As per SEBI (Depositories and Participants) (Amendment) Regulations, 2012, the appointment and re-appointment of all shareholder directors on the governing board of depository shall be with the prior approval of SEBI. Further the public interest directors on the governing board shall be nominated by SEBI. Accordingly, SEBI vide its letter dated 16th December, 2013 approved appointment of Shri B. V. Chaubal, Deputy Managing Director, State Bank of India, as Shareholder Director and nominated Smt. Jayshree Vyas Managing Director Shree Mahila Sewa

Sahakari Bank, Ahmedabad as Public Interest Director on the Board of CDSL. The term of appointment of Smt. Vyas will be valid for a period of three years i.e. upto 17th January, 2017. Shri B. V. Chaubal and Smt. Jayshree Vyas were appointed as additional directors and will hold office till commencement of the Sixteenth Annual General Meeting.

During the year under review, Smt. Ela Bhatt, Independent director resigned with effect from 12^{th} August, 2013 and Shri P. Pradeep Kumar, nominee director – State Bank of India resigned with effect from 31^{st} October, 2013

Shri Neeraj Swaroop, retires by rotation at the Sixteenth Annual General Meeting and does not offer himself for re-appointment. Shri Ashish Kumar Chauhan retires by rotation at the Sixteenth Annual General Meeting and is eligible for re-appointment. The Board recommends appointment of Shri B. V. Chaubal, Smt. Jayshree Vyas and Shri Ashish Kumar Chauhan as Directors on the Board.

The Board has placed on record its appreciation of the valuable services rendered by Smt. Ela Bhatt, Shri Pradeep Kumar and Shri Neeraj Swaroop during their tenure as directors of the company.

Auditors

Deloitte Haskins & Sells, Chartered Accountants the Statutory Auditors whose term is valid upto ensuing Annual General Meeting have furnished a certificate to the effect that their appointment, if made, would be in accordance with the limit specified under Section 139(1) of the Companies Act, 2013. Their appointment as Statutory Auditors of the company is required to be made by a Special Resolution pursuant to Section 139 of the said Act.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Considering the nature of operations of your company, the provisions of Section 134(3) (m) of the Companies Act, 2013 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, relating to information to be furnished on conservation of energy and technology absorption are not applicable. The company has, however, used information technology extensively in its operations.

Details of foreign exchange earnings and outgo during the year under review are as under:

Particulars	Year ended 31 st March, 2014 (₹ in million)	Year ended 31 st March, 2013 (₹ in million)
Earnings	Nil	Nil
Travel expenses	2.01	0.43
Others	0.15	0.55
Total	2.16	0.98

Directors' Responsibility Statement

Pursuant to Section 134(3)(c) and 134(5) of the Companies Act, 2013, the Board of Directors reports that:

- i) in preparation of the annual accounts, the applicable accounting standards have been followed and proper explanations relating to material departure, if any, have been provided;
- ii) accounting policies have been selected and applied consistently and the judgements and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities;
- iv) the annual accounts have been prepared on a going-concern basis.
- v) internal financial controls to be followed by the company are laid down and that such internal financial controls are adequate and were operating effectively; and
- vi) proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

The Independent Directors have given declaration under sub-section (6) of section 149 of the Companies Act, 2013 confirming that they satisfy the criteria of "independence".

Implementation of Code of Corporate Governance

As per the SEBI (Depositories and Participants) (Amendment) Regulations, 2012, the disclosure requirements and corporate governance norms as specified for the listed companies mutatis mutandis are applicable to the depository. Your company had been, voluntarily observing the Code of Corporate Governance by adopting most of the good corporate governance policies as per Clause 49 of the Listing Agreement. The status of implementation of the Code of Corporate Governance is given in Annex A.

Management Discussion and Analysis Report

The Management Discussion and Analysis Report for the year ended 31st March, 2014 is attached as Annex B.

Appointment of Directors

A brief resume of each director who will be appointed/re-appointed at the ensuing Annual General Meeting is given in Annex C.

Particulars of Employees

Information as required under Rule (5) (2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time, is enclosed to this report.

Human Resource Development

The company always recognized its Human assets as a critical resource essential for the growth of the company. It therefore accords high importance to human resource development and consciously endeavors to enhance the quality and competence of its employees across cadres. It conducts induction programmes for new entrants. Nominating employees for training at reputed institutions and for attending seminars in India and abroad in capital market related areas, particularly relating to depositories, has always been a part of human resource development programme of the company. Industrial relations during the year continued to be cordial.

Acknowledgement

Your Directors place on record their sincere gratitude for the support, guidance and cooperation the company received from Ministry of Finance, SEBI and other regulatory agencies. The Directors also acknowledge with thanks the continued support of the BSE Ltd. the holding company, Beneficial Owners, Depository Participants, Stock Exchanges, Clearing Houses, Issuers, and Registrar and Transfer Agents. The Directors also express their appreciation for the unflinching dedication of the employees whose performance, professionalism and commitment for rendering high quality services to the clientele of the company has been commendable.

For and on behalf of the Board

Sd/-

Place: Mumbai N. Rangachary

Date: 3rd May, 2014 Chairman

Annex A

Corporate Governance

Company's Philosophy on Code of Corporate Governance

The company has always been committed to good corporate governance practices based on fairness, equity, accountability, transparency and commitment to ethical values. It has prescribed Code of Conduct and Ethics for its directors and Key Management Personnel. It has also framed a policy which is applicable for all employees of the company preventing them from dealing with any price sensitive capital market related information whether authenticated or otherwise. The policies and business strategies of the company aim at providing secure and efficient depository services to investors within the prescribed legal framework. Business strategies are framed and implemented within compliance requirements.

Board of Directors

a) Composition

As on 31st March 2014, the Board consisted of nine directors including the Managing Director & CEO. Amongst eight non-executive directors, four are sponsor/shareholder directors and four are independent/public interest directors. Shri N. Rangachary, who is an independent director, is also the non-Executive Chairman of the company.

All the Directors have informed about their Directorship and Membership on the Board Committees of other companies. Details of directorship and Board Committee membership of Directors in other companies as on 31st March, 2014 are as under:

Name of the Director	Category	No. of directorships in other companies	No. of Board Committee memberships in other companies	No. of Chairmanships in Board Committees of other companies
Shri N. Rangachary, Chairman	Non- Executive- Independent	12	4	3
Shri T. S. Narayanasami	Non- Executive- Independent	11	6	6
Dr. R. N. Nigam	Non- Executive- Independent	1	1	
Smt. Jayshree Vyas	Non- Executive- Independent	4	-	-
Shri Ashishkumar Chauhan	Non- Executive	6	3	-
Shri Neeraj Swaroop	Non- Executive	10	-	-
Shri V. Balasubramaniam	Non- Executive	7	2	-
Shri B. V. Chaubal	Non- Executive	5	-	-
Shri P. S. Reddy	Managing Director & CEO	1	1	-

b) Meetings and Attendance

The Board meets atleast once in a quarter to review the quarterly financial results and operations of the company. In addition, the Board also meets as and when necessary to address specific issues relating to the business. During the year, the Board met five times i.e. on 22^{nd} April, 2013, 10^{th} June, 2013, 17^{th} July, 2013, 15^{th} October, 2013 and 18^{th} January, 2014. Details of attendance of the Directors at the Board meetings and the last Annual General Meeting are given hereunder:

Name of the Directors	No. of Board meetings held during the tenure	No. of Board meetings attended	Attendance at the last AGM
Shri N. Rangachary	5	5	Yes
Shri T. S. Narayanasami	5	3	Yes
Dr. R. N. Nigam	5	5	Yes
Smt. Ela Bhatt	3	1	No
Smt. Jayshree Vyas	1	-	NA
Shri Ashishkumar Chauhan	5	5	No
Shri Neeraj Swaroop	5	5	No
Shri V. Balasubramaniam	5	4	No
Shri P. Pradeep Kumar	4	2	No
Shri B. V. Chaubal	1	-	NA
Shri P. S. Reddy	5	5	Yes

To ensure smooth functioning of the company, the Board has constituted various Board committees, including Audit Committee, Remuneration / Compensation and Organization Committee, Nomination Committee and Ethics Committee.

c. Board Procedures

The Board meetings are governed by the predetermined agenda. The Agenda alongwith the comprehensive notes and background material are circulated well in advance before each meeting to all Directors for facilitating effective discussion and decision making. The information as specified in Annexure IA to the clause 49 of the Listing Agreement is regularly made available to the Board. The proceedings of the meetings of the Board and its committees are recorded in the form of minutes and the draft minutes are circulated to the Board / Committee for perusal. The important decisions taken at the Board meetings are communicated to the concerned departments promptly.

d. Committees of the Board

There are five Committees of the Board, viz. Audit Committee, Share Allotment & Transfer Committee, Remuneration/Compensation & Organization Committee, Nomination Committee and Ethics Committee. The Board decides terms of reference for these committees. The minutes of the committees are placed before the Board for information. The details as to the composition, terms of reference, number of meetings and related attendance of these committees are provided hereunder:

Audit Committee

a) Composition of the Committee

The Audit Committee consists of 6 non-executive directors, out of which two third are independent/public interest directors. The members on the Audit Committee possess expertise in the fields of finance, accounting, banking and capital market. The Statutory Auditors, internal and concurrent auditors and heads of functional departments are permanent invitees to the Audit Committee meetings. The Company Secretary acts as the secretary to the Committee. The scope of activities and terms of reference of the Audit Committee is as set out in Clause 49 of the Listing Agreement read with Section 177 of the Companies Act, 2013. The following directors are members of the Committee:

- 1. Shri N. Rangachary
- 2. Shri T. S. Narayanasami
- 3. Dr. R. N. Nigam
- 4. Smt. Jayshree Vyas
- 5. Shri Ashishkumar Chauhan
- 6. Shri B. V. Chaubal

b) Role of the Audit Committee

The Audit Committee overviews the financial reporting process and disclosure of financial information. The Committee examines the annual financial statements and discusses in detail the adequacy of financial control systems with the external and internal auditors. The Committee recommends appointment of internal, concurrent and statutory auditors and reviews reports submitted by internal and concurrent auditors. It also oversees the operations of depository participants on the basis of the audit and inspection reports submitted by the company's own inspection teams.

c) Meetings and Attendance

The Committee met four times during the 2013-14 i.e. on 22nd April 2013, 17th July 2013, 15th October, 2013 and 18th January, 2014. The record of attendance of the members of the Committee at these meetings is given hereunder:

Sr. No.	Name of the member	No. of meetings held during the tenure	No. of meetings attended
1.	Shri N. Rangachary	4	4
2.	Shri Ashish Kumar Chauhan	4	4
3.	Shri P. Pradeep Kumar	3	2
4.	Shri T. S. Narayanasami	4	2
5.	Dr. R.N.Nigam	3	3
6.	Smt. Ela Bhatt	1	-
7.	Shri B.V.Chaubal*	-	-
8.	Smt. Jayshree Vyas*	-	-

^{*} Appointed on 18.01.2014

Remuneration / Compensation and Organisational Committee

The Remuneration/ Compensation and Organisational Committee consists of non-executive directors. The Committee's terms of reference includes reviewing annually the remuneration to be paid to the whole time directors and employees and recommending fixation / revision in the remuneration for approval of the Board within the maximum limit approved by the members. The Committee also decides on recruitment and personnel policy of CDSL. The following directors were members of the Committee as on 31st March, 2014:

Sr. No.	Name of the member	No. of meetings held during the tenure	No. of meetings attended
1	Shri N. Rangachary	2	2
2	Shri T. S. Narayanasami	2	2
3	Shri Ashishkumar Chauhan	2	1
4	Shri Neeraj Swaroop	2	2
5	Dr. R. N. Nigam	2	2
6	Smt. Jayshree Vyas*	Not Applicable	Not Applicable
7	Shri B. V. Chaubal*	Not Applicable	Not Applicable

^{*}Smt. Jayshree Vyas and Shri. B. V. Chaubal have been nominated on Remuneration / Compensation and Organisational Committee on 18th January, 2014.

Details of remuneration paid to the directors Managing Director

Currently the Board consists of only one executive director viz. Shri P. S. Reddy, Managing Director & CEO. The remuneration payable to him has been approved by the Remuneration / Compensation and Organizational Committee. The remuneration payable to him is commensurate with the responsibility conferred upon him by the Board and scope of its operations. The Remuneration includes basic salary, performance linked incentive, other allowances, company's contribution to provident fund and taxable value of perquisites.

Non-Executive Directors:

The non-executive Directors are paid remuneration by way of sitting fee. The Company pays sitting fee of ₹15,000/- for attending each Board meeting and ₹10,000/- for attending each meeting of the Board Committee to the non-executive directors. The Chairman is paid sitting fee of ₹20,000/- for attending each Board meeting and Board Committee meeting chaired by him.

Details of the sitting fees/remuneration paid to the Non-Executive Directors and Managing Director & CEO during the year under review are as under:

Name	Shri N. Rangachary	Shri T. S. Narayanasami	Smt. Ela Bhatt	Dr. R. N. Nigam
Director Identification Number	00054437	01786981	03205360	06566372
Date of Birth	10.06.1938	18.05.1949	07.09.1933	21.02.1944
Qualification	FCA, FICWAI, FCS	B.SC (Chennai University)	B.A LLB	M.Com (Delhi University) LLB, Post Graduate in Company Law Ph. D (Management Accounting)
Salary (₹)	-	-	-	-
Commission (₹)	-	-	-	-
Sitting fee (₹)	380000	155000	0	165000
Other compensation (₹)	-	-	-	-
Total (₹)	380000	155000	0	165000

(Smt. Ela Bhatt, director, as a policy did not accept any sitting fee.)

Name	Smt. Jayshree Vyas	Shri Ashishkumar Chauhan *	Shri Neeraj Swaroop
Director Identification Number	00584392	00898469	00061170
Date of Birth	03.07.1953	16.03.1968	15.07.1958
Qualification	B.Com	B.Tech. in	MBA
	CA with Advanced	mechanical	(IIM,
	Accountancy (The	engineering (IIT),	Ahmedabad)
	Institute of Chartered	Post Graduate	Engineering
	Accountants of India &	Diploma in	Graduate (IIT,
	Financial Management)	Management (IIM)	Delhi)
Salary (₹)	-	-	-
Commission (₹)	-	-	-
Sitting fee (₹)	0	145000	0
Other compensation (₹)	-	-	-
Total (₹)	0	145000	0

Name	Shri V.	Shri P.	Shri B. V.
	Balasubramaniam*	Pradeepkumar*	Chaubal*
Director Identification Number	00625701	03614568	06497832
Date of Birth	30.07.1971	02.10.1955	22.12.1954
Qualification	M.Com	Post Graduate in	PostGraduate
	(Mumbai	Statistics, Madras	IIT, Mumbai
	University)	University	
	ICWAI		
	Certified		
	Information		
	Systems Auditor		
Salary (₹)	-	-	-
Commission (₹)	-	-	-
Sitting fee (₹)	110000	70000	0
Other compensation (₹)	-	-	-
Total (₹)	110000	70000	0

^{(*} Sitting Fees are paid to the Nominating Institutions.)

Name	Shri P.S. Reddy	
Director Identification	01064530	
Number		
Date of Birth	20.02.1963	
Qualification	B.A. (Economics),	
	(Andhra University,	
	Visakhapatnam)	
	M.A. (Economics),	
	(University of	
	Hyderabad)	
Salary (₹)	6625299	
Perquisites (₹)	39600	
Total salary to director	6664899	
Sitting fee (₹)	-	
Provident Fund	502128	
Variable compensation (₹)	3215580	
Director remuneration (₹)	10382607	

The Company has not granted any Stock Options to any of its Directors.

Directors with materially significant, pecuniary or business relationship with the company

Notes to Financial Statements furnish the transactions with related parties, as stipulated under Accounting Standards. Apart from the related party transactions mentioned in the notes, there are no transactions of material nature with the Directors which may have conflict with the interest of the company. There is no pecuniary or business relationship between the Non-executive Directors and the company.

Nomination Committee:

The Nomination Committee of the Board has been constituted to recommend appointment of Independent Directors and Executive Directors for approval of the Board. The following directors are the members of this committee:-

- 1. Shri N. Rangachary
- 2. Shri T. S. Narayanasami
- 3. Dr R. N. Nigam
- 4. Smt Jayshree Vyas
- 5. Shri B. V. Chaubal
- 6. Shri V. Balasubramaniam

General Body Meetings:

	13 th Annual General Meeting	14 th Annual General Meeting	15 th Annual General Meeting
Day & Date	2 nd June, 2011	28 th May, 2012	10 th June, 2013
Time	12.00 noon	2.30 p.m.	1.30 p.m.
Venue	BSE Board Room, 26th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001	BSE Board Room, 26 th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001	BSE Board Room, 26 th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001
Book Closure	- Nil-	- Nil -	- Nil -
Payment of Dividend	₹ 1.2 per share i.e. 12%	₹ 1.5 per share i.e.15%	₹ 2 per share i.e. 20%
Dividend payment date	2 nd June, 2011	28 th May, 2012	10 th June, 2013
No. of Special resolutions set out at the AGM	1	1	1

All special resolutions set out in the notices of the Annual General Meetings were passed by the shareholders by show of hand method at the respective meetings with requisite majority.

CEO / CFO Certificate

As required by Clause 49(V) of the Listing Agreement, the CEO/ CFO Certificate for the FY 2013-14 signed by Shri P. S. Reddy, Managing Director & CEO and Shri Bharat Sheth, Chief Financial Officer forms part of the Annual Report.

Disclosures

Disclosures on materially significant related party transactions

Your Company has not entered into any transaction of a material nature except transactions with related parties which are furnished under "Related Party Disclosure".

Details of non-compliance(s) by the company

Your company has complied with all the requirements of the Securities and Exchange Board of India (SEBI) on matters related to Capital Markets or any other matter, as may be applicable from time to time. There were no penalties imposed or strictures passed against the company by the statutory authorities in this regard.

Compliance with mandatory requirements

Your company has complied with all the mandatory requirements of the Code of Corporate Governance as stipulated under Clause 49 of the Listing Agreement to the extent they are applicable to a depository. A certificate from M/s. Pramod S. Shah & Associates, Company Secretaries confirming the compliance, is annexed to the Directors' Report and forms part of the Annual Report.

Your Company maintains the expenses relating to the office of the non-executive Chairman and reimburses all the expenses incurred in performance of his duties. All the independent directors of the company possess the requisite qualifications and experience which enable them to contribute effectively to the company.

Audit Qualifications

During the period under review, there are no audit qualifications in the Company's financial statements. The Company continues to adopt the best practices to ensure a regime of unqualified financial statements.

Training of Board Members

The Directors endeavour to keep themselves updated with changes in the global economy and legislation.

Mechanism for evaluating performance of the Board Members

Your company is in the process of framing a policy/ mechanism for evaluating the performance of the Independent Directors and the performance of the Board.

Whistle Blower Policy

Your Company has adopted a Whistle Blower Policy with an objective to provide employees a framework and to establish a formal mechanism or process whereby concerns can be raised in line with the Company's commitment to highest standards of ethical, moral and legal business conduct and its commitment to open communication. In accordance with the Policy, an Ethics

Committee has been constituted comprising of Shri. N. Rangachary, Shri T. S. Narayanasami, Smt. Jayshree Vyas and Shri V. Balasubramaniam. The employees can make Disclosures to the Ethics Committee regarding any malpractices or event or activity that may have occurred in the organization and which may be considered as unethical or fraudulent. The employees may, where the matters are of grave nature, make Protected Disclosures directly to the Chairperson of the Ethics Committee of the Board of Directors of the Company.

Means of Communications

- The company issues communiqués to its depository participants and to Registrar and Transfer Agents as and when necessary.
- Beneficial Owners registered for CDSL's internet services easi and easiest can view and monitor their accounts online.
- Beneficial Owners registered for CDSL's SMS alert facility SMART are informed about any debit in their accounts by way of SMS.
- The website of the Company www.cdslindia.com acts as the primary source of information regarding the operations of the Company. Important developments in the depository, financial results and media releases are being displayed on the Company's website.
- CDSL Infoline', a bi-monthly publication and e-infoline, a monthly publication of the company, provides latest updates to the market participants.
- Your Company also allows DPs to submit BO Grievance Reports and internal audit reports electronically.
- The Company has 14 shareholders as on March 31, 2014. The main channel of communication to the shareholders is through annual report which includes inter alia, the Directors' report, the Auditors' report, Report on corporate governance, Audited financial statements and other important information. The quarterly results of the company are displayed on the website.
- The Annual General Meeting is the principal forum for face-to-face communication with shareholders, where the Board responds to the specific queries of the shareholders.

Code of Conduct

The Board has laid down a Code of Conduct for all Board members and Key Management Personnel of the Company. All Board members and Key Management Personnel have affirmed compliance with the Code. The declaration to this effect signed by Shri P. S. Reddy, Managing Director and CEO forms the part of the report.

General Shareholder Information

Sixteenth Annual General Meeting

Day & Date	Thursday, 5 th June, 2014
Time	2.00 p.m.
Venue	BSE Convention Hall, First Floor, Phiroze
	Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001
Book Closure	- Nil -
Payment of Dividend	20%
Dividend payment date	5 th June, 2014

Financial Year:

The company's Financial Year commences from 1st April and ends on 31st March of the following year.

Listing on Stock Exchange

The shares of the company are not listed on any Stock Exchange.

Registrar and Transfer Agent

The company has established in-house facility for the purpose of recording issue/ transfer of shares in both physical and dematerialized form. Hence the company has not appointed any Registrar and Transfer Agent.

Share Transfer System:

The company has Share Allotment and Transfer Committee. The Committee consists of non-executive directors. Shri N. Rangachary is the Chairman of the Committee.

Shareholding Pattern

The company's issued and paid up capital of ₹104.50 crores consists of 10.45 crore shares of ₹10/- each. Details of the shares held by different shareholders as on 31st March, 2014 are as follows:

Sr. No.	Name	No. of Shares held	Percentage
1.	BSE Limited	56,634,600	54.20
2.	Bank of India	5,820,000	5.57
3.	Bank of Baroda	5,300,000	5.07
4.	State Bank of India	10,000,000	9.57
5.	HDFC Bank Ltd.	7,500,000	7.18
6.	Standard Chartered Bank Limited	7,500,000	7.18
7.	Canara Bank	6,744,600	6.45
8.	Union Bank of India	2,000,000	1.91
9.	Bank of Maharashtra	2,000,000	1.91
10	The Calcutta Stock Exchange Limited	1,000,000	0.96
11.	Others	800	Negligible
	Total	104,500,000	100.00

Annual Report

Annual Report containing, inter alia, Audited Accounts, Directors' Report, Auditors' Report, Consolidated Financial Statements and other related information is circulated to all shareholders. The Management Discussion and Analysis Report and the Corporate Governance Report annexed to the Directors' Report also forms part of the Annual Report.

Address for Correspondence

Any query on Annual Report may be addressed to Shri Satish Budhakar, Senior Vice President & Group Company Secretary at the following address:

Central Depository Services (India) Limited 17th Floor, Phiroze Jeejeebhoy Towers,

Dalal Street, Mumbai - 400001

Tel : (Direct) 022 – 22722847 / 22728432

(Board) 22723333 / 22723224

Fax : 022 – 22722072

Email : satishb@cdslindia.com

For and on behalf of the Board

Sd/-

Place: Mumbai N. Rangachary

Date: 3rd May, 2014 Chairman

Declaration as required under Clause 49 of the Listing Agreement with respect to the Code of Conduct

The Company has obtained from all the members of the Board and Senior Management Personnel, affirmation(s) that they have complied with the Code of Conduct for Board Members and Senior Management Personnel in respect of the financial year ended 31st March, 2014.

P. S. Reddy Managing Director & CEO

Place: Mumbai Date: 3rd May, 2014

CERTIFICATE ON CORPORATE GOVERNANCE

Certificate on compliance with the conditions of Corporate Governance under clause 49 of Listing Agreement

To,
The Members
Central Depository Services (India) Limited

We have examined the compliance of conditions of Corporate Governance by Central Depository Services (India) Limited, for the year ended March 31, 2014, as stipulated in clause 49 of the Listing Agreement of the said Company.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company, for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanation given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement to the extent they are applicable to a Depository.

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Pramod S. Shah & Associates Practising Company Secretaries

> Sd/-Pramod S. Shah (Partner) C.P. No. 3804

Place: Mumbai Date: April 25, 2014

Annex B

Management Discussion and Analysis Report

1. Introduction

Your Company is engaged in the business of providing depository services in India in respect of various types of securities through depository participants. As a depository, your company is an important Market Infrastructure Institution and has put in place necessary infrastructure for recording allotment and transfer of securities in dematerialized form and to protect the interest of the investors.

2. Industry Structure and Developments

As a depository, CDSL extends its services to investors through depository participants who provide an interface between the depository and the beneficial owners. The clearing houses / clearing corporations of stock exchanges are electronically connected for processing settlement of transactions. The activities like dematerialization and rematerialisation of securities, corporate actions such as issue of rights and bonus shares, consolidation, subdivision and redemption of securities and revalidation of warehouse receipts are carried out by the issuers of securities or their Registrars and Transfer Agents who have established electronic connectivity with your company.

Gaining the experience over a period of 15 years of its operations, CDSL has leveraged its expertise by setting up CDSL Ventures Limited – the 1st KYC Registration Agency in the country and Central Insurance Repository Limited for demat of insurance policies.

3. Opportunities and Threats

We believe that the competitive advantage in the services which CDSL offers will set it apart as the depository of choice. Through efficient systems and processes and a customer centric approach, CDSL aims to be both differentiated and relevant to the needs of the investor. This is being done by focusing on increasing efficiencies, continuing investment in technologies, robust risk management systems and maturing young products / services.

Opportunities

The Honorable Finance Minister in the interim budget for FY 2014-15 has announced "a single account for all financial products". This means an investor can not only hold equity shares, debentures, bonds, Mutual fund units etc., but also insurance policies and fixed deposits in the demat account, if permitted by all regulators. Further, since a large segment of investors invest in FDs, it could provide a boost to expanding the market for other financial products.

The ongoing General Election results will have a direct bearing on the direction of the markets, as the election of a stable Government would hasten the process of economic reforms, which would have a positive impact on the capital markets.

The Ministry of Corporate Affairs (MCA) has notified that every listed company or a company having not less than one thousand shareholders should provide their shareholders a facility to exercise their right to vote at general meetings by electronic means. Further, SEBI has already made it mandatory for the top 500 companies to register for eVoting with one of the depositories, in case of any postal ballots. Although CDSL has been offering eVoting facility free of cost to issuer companies from November 2009, it has started levying a fee for eVoting with effect from November 2013, which would result in some income under this head.

Threats

After the meltdown in global financial markets in 2008, retail investors' confidence has been dented sharply in capital markets. This has resulted in the share of financial savings within households declining, while that of physical savings has risen, coinciding with the increased demand for gold and real estate. Bank deposits always comprised the lion's share of household financial savings. Given the interest rate climate in the last couple of years, its proportion within household financial savings has risen to over 50%. Conversely, the proportion of savings in equity shares declined, mirroring sentiments. This had a direct impact on the settlement volumes on the exchanges, and the continuation of such a situation remains a major concern as it will directly impact the number of billable transactions. Although the stock markets have witnessed a bull run during Q4 of FY 2013-14, the numbers of billable transactions have actually reduced as compared to the previous year.

During FY 2013-14, 22 DPs surrendered their DP registrations while many existing DPs have closed down unviable branches. With adverse market conditions, the revenues of our DPs have also dipped considerably due to low market volumes. Many DPs are finding it unviable to remain in this business due to increase in compliance and operational costs and therefore, surrender their DP registrations. DPs are the face of the depository for BOs and a continuation of this trend will severely dent the availability of demat services.

DPs are unable to expand their footprint as they require a NISM certified official in each branch offering the service. As a result, many DPs in order to become compliant have started closing down branches which will impact the reach of the depository.

SEBI has mandated that DPs have to mandatorily send a yearly statement to the BO even for NIL balance accounts. With the rise in capital markets, the number of NIL balance accounts has increased. Since a major percentage of accounts fall into this category, it effectively means that DPs have to incur a cost for dispatching Nil balance statements. At the same time, DPs find it difficult to recover their charges from such BOs and will opt to close such Nil balance accounts, which could result in negative growth in accounts.

4. Segment wise / product wise Performance

The depository services of CDSL cannot be classified into different business segments or products. Its performance may, therefore, be viewed in an integrated manner from the data furnished hereunder:

a. Operational highlights:

Sr. No.	Particulars	Year ended 31st March, 2014	Year ended 31st March, 2013	Growth in percentage (%) terms
1.	Beneficial Owner			
	Accounts	11 000 060	10.065.156	= 0=
	- Gross	11,829,968	10,967,176	7.87
	- Net	8,777,049	8,327,482	5.40
2.	Holdings of securities			
	Value (in million ₹)	10,876,032	9,850,378	10.41
	Volume (in million)	177,311	151,793	16.81
3.	Number of Depository	578	577	0.17
	Participants			

b. Financial Performance

The company registered a gross income of ₹1054.49 million in 2013–14 as against ₹1044.85 million in the previous financial year reflecting an increase of 1%. The profit after tax amounted to ₹414.03 million as against the net profit of ₹410.99 million in the previous year, reflecting increase of 1% over the previous year. The financial performance of the company is mainly dependent on the capital market conditions.

Discussion on financial performance with respect to operational performance for the year 2013 - 14

1. Operating Revenues:

The income from operations was ₹754.39 million as against ₹753.55 million for the previous year. The major contributors towards operational income were custodial fees from Issuers at ₹382.42 million, IPO / corporate action charges at ₹54.63 million and Transaction charges at ₹198.90 million.

2. Other Income:

Other income consisting of interest on bank deposits, interest on debt investment, dividend from mutual funds, profit earned on sale of mutual fund units, management consultancy fees and rental income, was at ₹300.10 million, registering an increase of 3% over the previous year.

- 3. Operating, Maintenance and Other expenses, Depreciation & Amortization:

 Total expenses including personnel cost, system maintenance charges, other expenses and depreciation amounted to ₹417.51 million as compared to ₹374.31 million for the previous year.
- 4. Contribution to Beneficial Owners Protection Fund amounting to ₹129.10 million is made in the current year as against ₹132.66 in the previous year.

5. Profit:

- (i) Profit Before Tax (PBT) amounted to ₹516.40 million as against ₹530.65 million for the previous year.
- (ii) A sum of ₹102.37 million was provided for Income Tax for the year ended 31st March, 2014.

The net profit for the year ended 31st March 2014 was ₹414.03 million as against ₹410.99 million for the previous year.

5. Future Outlook

During FY 2013-14, the 1st half was marked by a growing concern over India's inability to tackle its economic woes, as GDP growth in FY 2012-13 had slowed down to the lowest in the last decade. Current Account Deficit (CAD), driven by rising oil and gold imports, hit an all-time high and capital markets continued to remain range bound. However the second half of the year, saw the government taking a series of steps which have stabilized the macro environment to some

degree. The Indian equity markets have thus gained about 12% during Feb-Mar 2014. According to MSCI indices that measures performance amongst BRIC nations, India's performance in FY 2013-14 out shines out all emerging markets which collectively are up by only 1.2%. Should this trend continue this augurs well for your company, whose major income component is inextricably linked to the number of debit transactions.

6. Risk Management

Concurrent audit of all critical functional areas of the company like admission of Depository Participants, admission of securities, registration of RTAs, corporate actions etc. is carried out by an independent firm of Chartered Accountants. Operational as well as financial areas are covered in the internal audit which is carried out by the independent firm of Chartered Accountants. Assets verification and detecting revenue leakages, if any, fall within the scope of internal auditors. Post audit reviews are carried out to ensure follow up on the observations made. The scope of the internal and concurrent audit is determined by the Audit Committee and the audit reports are reviewed by this Committee on regular basis.

A Risk Management Committee has been constituted to assess and recommend strategies to mitigate the risks involved in depository and depository participant business.

As a risk management measure, SMS alerts are sent by CDSL directly to BOs for any debit or credit transaction, modifications in important client details like address, nominee etc., pledge transactions, credits received through dematerialization, IPOs and /or corporate actions.

CDSL has continued with its policy to lay more stress on compliance so as to ensure that the integrity of the depository system is not compromised, since this is a key driver for sustainable growth. CDSL has also obtained a Special Contingency Insurance Policy to cover risks associated with Securities Depository Operations with indemnity limit of ₹50 Crores (Any one Accident) and ₹100 Crores (Any one Year) covering the company and its depository participants. A similar policy covering risks associated with operations in warehouse receipts held in electronic form has been obtained with indemnity limit of ₹5 Crores (Any one Accident) and ₹10 Crores (Any one Year). CDSL performs periodic Information Systems Audit with a view to secure its IT environment and to improve various IT related processes. The comprehensive System Audits which covers entire IT infrastructure is carried out by external system auditors. CDSL has undergone periodic audit post re-certification for ISO27001:2005 conducted by DNV and have been recommended for continuation of the Certificate. CDSL is also certified with coveted ISO22301:2012 certification for its Business Continuity Management System.

The compliance of audit is done promptly, the progress of which is monitored by Technology Development Advisory Committee.

7. Monitoring of DP Operations

CDSL evaluates adequacy of internal controls and procedures and to ensure adherence to compliance requirements by the depository participants, who provide an interface to investors in extending depository services.

The depository participants of CDSL have to mandatorily appoint independent Chartered Accountant firms to conduct concurrent audit of risk prone areas on 100% basis. This is in addition to the internal audit that they are required to carry out and submit report to CDSL every half year. CDSL also conducts regular inspection of depository participants and Registrar and Transfer Agents in order to improve the efficiency of operations of depository participants and ensure compliance with regulatory provisions. During last financial year, CDSL conducted inspections of all its active depository participants through its own inspection team.

To enhance the overall compliance level, CDSL has taken initiatives to educate depository participants across the country. CDSL conducts compliance training programmes for depository participants. To ensure that internal auditors of depository participants are equipped with knowledge about depository participant operations, CDSL conducts training for internal auditors of depository participants with special focus on auditing tools and procedures.

Cautionary Statement:

Observations made in the Management Discussion and Analysis describing CDSL's objectives, expectations, aspirations and projections are based on experience relating to behavioural pattern of capital market. Actual results may vary in tandem with the capital market conditions and regulatory environment.

For and on behalf of the Board

Sd/-

N. Rangachary

Chairman

Place: Mumbai

Date: 3rd May, 2014

Annex C

Profile of Directors seeking appointment / reappointment at the Annual General Meeting.

Smt. Jayshree Vyas

Smt. Jayshree Vyas, presently is a Managing Director of Shree Mahila Sewa Sahakari Bank, Ahmedabad which has more than 4,00,000 women clients. During her tenure she has taken active steps to introduce and operate an Integrated Micro Insurance Scheme for women working in the informal sector. This scheme was introduced for the first time in the country and in a short period of three years covered more than 150,000 women. She has also devised and implemented various housing finance schemes, which have been accessed by over 20,000 poor women. She has introduced, organized and managed savings groups of poor women in more than 5000 villages in nine districts of Gujarat. This scheme has helped more than 150,000 women start saving for the first time in their lives, and availed credit facilities for coming out of the vicious circle of Poverty. In addition, she has prepared modules and manuals for providing training for running effective saving and credit programs for various national voluntary organizations involved in similar activity. In the year 2001, financial literacy programme was introduced in Sewa Bank, first of its kind in India – at initiative of Ms. Jayshree Vyas. In the year 2006, Micro Pension Scheme was introduced for Sewa Bank Members (Unorganized sector workers) under her leadership. Smt. Vyas has also received an award for "Outstanding Woman Entrepreneur" by FICCI Ladies Organization India for the year 1993-94.

Shri B. V. Chaubal

Shri Balkrishna V. Chaubal, presently is the Dy. Managing Director & GE (Global Markets), State Bank of India. In his extensive service in the Bank he had the opportunity of working in Gujarat, Kerala, Uttarpradesh and Oman.

A post graduate alumnus from IIT Mumbai, he started his career in SBI as a Probationary Officer in 1976. Since then he had held various assignments spanning Credit and Operations etc. He has a stint in a Bank managed Exchange Company at Muscat, Oman. Before the current assignment, he was Dy. Managing Director and Corporate Development Officer. He was also in charge of "Stressed Assets Management Group" as a Chief General Manager. He also headed Lucknow Circle of the Bank as Chief General Manager. His interests include reading, solving puzzles and travel.

Shri Ashish Kumar Chauhan

Shri Ashish Kumar Chauhan currently works as the MD & CEO of BSE Limited, the first stock

exchange of India. BSE is ranked as the largest exchange in the world in terms of number of stocks listed.

Shri Ashish Kumar Chauhan has been given the Distinguished Alumnus Award for the year 2014 by Indian Institute of Technology, Bombay, his alma mater.

He has been ranked amongst the 60 most influential Gujaratis in the world for last 2 consecutive years by Chitralekha, the largest selling Gujarati magazine. He was also ranked amongst the top 50 Chief Information Officer (CIO) by several magazines and institutions between 2005 and 2009 including CIO Magazine US, Information Week, US etc.

He is best known as the father of modern financial derivatives in India. He was part of a small team of 5 people selected from IDBI to set up National Stock Exchange (NSE). At NSE, he set up the first commercial satellite commercial network, initial technology platform, Nifty index, NSE's certification in financial markets (NCFM), listing, derivatives markets etc. At BSE, he has been responsible to bring the fastest trading system in India with 200 microseconds response time. In addition, he has also been responsible for revamping of BSE, bringing equity, currency and interest rate derivatives to BSE, introducing mobile trading system in India and several other achievements.

He is considered as one of the foremost experts in financial market policies, microstructure, Information technology, organized retail, telecommunications, Indian social issues, cricket etc. He also worked as the CEO of a cricket team in its formative years – Mumbai Indians in addition to acting as the President and CIO of Reliance group.

He currently serves on the Board of ICCL, CDSL, BSE Training Institute, BFSI Sector Skill Council and Marketplace Technologies Limited. He is also a member of the Board of Governors of IIIT D&M, Jabalpur. He also serves as the Chairman of the Advisory Committee on Technology of FMC, member of several SEBI committees (including PMAC and SMAC) and has served on various other government and regulatory committees; CBDT and FMC, among others in the past. He is a member of the Capital Markets Committee of FICCI, National Council on Corporate Governance & Regulatory Affairs of CII and Financial Sector Development Council of CII. He also serves on the managing committee of Indian Merchants Chamber.

He and his writings have been quoted in various magazines, newspapers and other media -worldwide over last 2 decades.

He holds a B.Tech in Mechanical Engineering from IIT Bombay and PGDM from IIM Calcutta.

CEO AND CFO CERTIFICATE

To the Board of Directors Central Depository Services (India) Ltd.

We, P. S. Reddy, Managing Director & CEO and Bharat Sheth, Chief Financial Officer certify that:

- (a) We have reviewed financial statements and the cash flow statement for the year ended March 31, 2014 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and the Audit Committee that
 - i. there have not been any significant changes in internal control over financial reporting during the year under reference;
 - ii. there have not been a significant change in accounting policy during the year requiring disclosure in the notes to the financial statements; and
 - iii. there have not been any instances during the year of significant fraud of which we had become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

P. S. Reddy Managing Director & CEO

Bharat Sheth Chief Financial Officer

Place: Mumbai

Date: 3rd May, 2014

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs) and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the

Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditor's Report) Order, 2003 ("CARO" / "the Order") issued by the Central Government in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2. As required by Section 227(3) of the Act, we report that:
- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Act (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs).
- (e) On the basis of the written representations received from the directors as on 31st March, 2014 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of Section 274(1)(g) of the Act.

For DELOITTE HASKINS & SELLS

Chartered Accountants (Firm's Registration No. 117365W)

Kalpesh J. Mehta

Partner (Membership No. 48791)

MUMBAI, May 3, 2014

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date)

- (i) Having regard to the nature of the Company's business / activities / result / transactions, etc. clauses (ii), (vi), (viii), (xi), (xii), (xiii), (xiv), (xvi), (xvii), (xviii), (xix), and (xx) of CARO are not applicable.
- (ii) In respect of its fixed assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
- (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (c) The fixed assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the Company and such disposal has, in our opinion, not affected the going concern status of the Company.
- (iii) According to the information and explanation given to us, the Company has neither granted nor taken any loan, secured or unsecured, to / from companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for purchases of fixed assets and the sale of services. The activities of the Company do not involve purchase of inventory and sale of goods. During the course of our audit, we have not observed any major weakness in such internal control system.
- (v) To the best of our knowledge and according to the information and explanation given to us there are no contracts or arrangements, particulars of which needed to be entered in the Register maintained in pursuance of Section 301 of the Companies Act, 1956.
- (vi) In our opinion, the internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the Management have been commensurate with the size of the Company and the nature of its business.
- (vii) According to the information and explanations given to us in respect of statutory dues:
- (a) The Company has been regular in depositing undisputed dues, including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
- (b) There were no undisputed amounts payable in respect of Provident Fund, Investor Education

- and Protection Fund, Employees State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues in arrears as at 31st March, 2014 for a period of more than six months from the date they became payable.
- (c) Details of Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31st March, 2014 on account of disputes are given below:

Statute	Nature of Dues	Forum where Dispute is pending	Period to which the amount relates	Amount involved- excluding interest (Rs. in lakhs)
Income Tax Act, 1961	Income Tax	Commissioner of Income Tax (Appeals)	AY 2009 -10 to AY 2011 -12	72.50
Service Tax	Service Tax	Commissioner of Service Tax	FY 2004-05 to FY 2011-12	2,261.91

- (viii) In our opinion and according to the information and explanations given to us, the terms and conditions of the guarantees given by the Company are not prima facie prejudicial to the interests of the Company.
- (ix) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

For DELOITTE HASKINS & SELLS

Chartered Accountants (Registration No.117365W)

Kalpesh J. Mehta

Partner (Membership No.48791)

MUMBAI, May 3, 2014

	CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED Balance Sheet as at 31st March 2014						
	Particulars	Note No.	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs			
I.	EQUITY AND LIABILITIES 1 Shareholders' funds (a) Share capital (b) Reserves and surplus 2 Non-current liabilities (a) Other Long term liabilities 3 Current liabilities (a) Trade payables (b) Other current liabilities	3 4 5	10,450.00 22,268.95 2,163.64 456.65 3,381.41	10,450.00 20,573.87 2,153.64 414.68 2,108.37			
	(c) Short-term provisions TOTA	8	2,671.46 41,392.11	2,108.37 2,666.22 38,366.78			
II.	ASSETS 1 Non-current assets (a) Fixed assets (i) Tangible assets (ii) Intangible assets (b) Non-current investments (c) Deferred tax assets (net) (d) Long-term loans and advances 2 Current assets (a) Investments (b) Trade receivables (c) Cash and Bank Balances (d) Short-term loans and advances (e) Other current assets	9 10 11 12 10 13 14 15 16	591.81 210.47 8,098.59 389.53 1,222.78 26,565.65 333.31 3,581.67 149.30 249.00	613.39 172.23 6,205.78 458.22 1,040.52 26,136.13 350.25 3,008.79 182.87 198.60			
	TOTA See accompanying notes forming part of the financial statements	L 1- 27	41,392.11	38,366.78			

In terms of our report attac	ched
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For and on behalf of the Board of Directors

For Deloitte Haskins & Sells
Chartered Accountants

Kalpesh J. Mehta
Partner

Satish Budhakar Sr.Vice President (Legal)

& Group Company Secretary

N Rangachary

Chairman

P. S. Reddy Managing Director & CEO

Place : Mumbai, Date : 3rd May 2014 Bharat Sheth
Sr.Vice President
& Chief Financial Officer

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED Statement of Profit and Loss for the year ended 31st March 2014

	Particulars	Refer Note No.	For the year ended 31 March 2014 (₹) In Lacs	For the year ended 31 March 2013 (₹) In Lacs
I.	Revenue from operations	17	7,543.92	7,535.53
II.	Other income	18	3,001.03	2,912.97
III.	Total Revenue (I + II)		10,544.95	10,448.50
IV.	Expenses: Employee benefits expense Depreciation and ammortisation expense Other expenses (Including contribution to IPF ₹1,291.00 Lacs in current year ₹1,326.62 in Previous year)	19 9 20	1,565.01 382.74 3,518.40	1,560.59 184.84 3,324.31
	Total expenses		5,466.15	5,069.74
V.	Profit before exceptional and extraordinary items and tax (III-IV)		5,078.80	5,378.76
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax		5,078.80	5,378.76
VIII.	Extraordinary Items Fire Insurance claim recd./(Loss due to fire)		85.16	(72.27)
IX.	Profit before tax (VII+ VIII)		5,163.96	5,306.49
X.	Tax expense: (1) Current tax (2) Deferred tax		955.00 68.69	1,355.00 (158.48)
XI.	Profit from continuing operations (IX-X)		4,140.27	4,109.97
XII. XIII.	Basic and Diluted EPS after Extraordinary Items Basic and Diluted EPS before Extraordinary Items		4,140.27 4.06 3.96 10.00	4,109.97 4.00 3.93 10.00
	Weghted Average number of shares		104,500,000	104,500,000
	See accompanying notes forming part of the financial statements	1- 27		

In terms of our report attached

For Deloitte Haskins & Sells

Chartered Accountants

Kalpesh J. Mehta

Partner

Place : Mumbai, Date : 3rd May 2014 For and on behalf of the Board of Directors

N Rangachary

Chairman

Satish Budhakar Sr.Vice President (Legal)

& Group Company Secretary

P. S. Reddy

Managing Director & CEO

Bharat Sheth

Sr.Vice President

& Chief Financial Officer

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED Cash Flow Statement for the year ended 31st March 2014

	For the year ended 31 March 2014 (₹) In Lacs	For the year ended 31 March 2013 (₹) In Lacs
CASH FLOWS FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAXES	5,163.96	5,306.49
Net Profit for non-cash and other items to be disclosed separately Add: Depreciation Provision for Doubtful Debts Written Back Provision for Gratuity & Leave Encashment Provision for diminution in the value of Investments	382.74 (163.12) 148.31 19.79	184.84 149.89 143.07
Less :Profit on redemption of units of Mutual Funds Dividend Income from Mutual Funds Loss by fire Profit on Sale of Fixed Assets	1,669.98 304.06 - 9.51	1,508.18 365.33 (72.27) 8.05
Insurance claim received	85.16	
Interest on Fixed Deposits Interest on Bonds	293.91 570.86	302.91 570.37
interest on Bonds	370.80	3/0.3/
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	2,618.20	3,101.70
Adjustment for changes in working capital		
Trade Receivables	180.06	(56.98)
Short-term loans and advances	33.57	(55.11)
Trade payables Other Long term liabilities	41.97 10.00	(214.77) 88.75
Other current liabilities	1,429.16	1,451.47
Short-term provisions	(143.07)	115.61
CASH GENERATED FROM OPERATIONS	4,169.88	4,430.66
Taxes Paid	(1,172.56)	(1,780.03)
A NET CASH PROVIDED BY OPERATING ACTIVITIES	2,997.32	2,650.63
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Fixed assets Profit on Sale of Fixed Assets	(520.18) 9.51	(531.93) 80.43
Loss by fire	-	(72.27)
Insurance Claim received Purchase of Investments	85.16	4.56
Sale proceeds of Investments	(48,254.95) 47,582.79	(39,351.09) 37,734.22
Rental Income	-	-
Deposits with Banks	(630.84)	28.36
Dividend Received	304.06	365.33
Interest Received	814.36	884.31
B NET CASH USED IN INVESTING ACTIVITIES	(610.09)	(858.08)

CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid including Dividend Distribution Tax	(2,445.19)	(1,821.79)
C NET CASH USED IN FINANCING ACTIVITIES	(2,445.19)	(1,821.79)
NET INCREASE / (DECREASE) IN	(57.96)	(29.23)
CASH & CASH EQUIVALENTS (A+B+C)		
Cash and Cash Equivalents at the beginning of the year	133.78	163.03
Cash and Cash Equivalents at the end of the year	75.82	133.78
	(57.96)	(29.23)
1 . Cash and Cash Equivalents comprise		
Cash and Cheques on Hand	46.68	53.04
With scheduled bank on		
Current Accounts	27.93	79.53
With RBI - Current Account	1.21	1.21
	75.82	133.78
2. Reconciliation of Cash and Cash Equivalents		
Cash and Bank Balances as per Balance Sheet	3,581.67	3,008.78
Bank Deposits with maturity date after three months	3,505.85	2,875.00
Cash and Cash Equivalents as per Cash Flow Statement	75.82	133.78

Notes:

The above statement has been prepared by using the indirect method as per Accounting Standard 3 - Cash Flow Statement issued by the Institute of Chartered Accountants of India.

In terms of our report attached

For Deloitte Haskins & Sells Chartered Accountants

Kalpesh J. Mehta Partner

Place : Mumbai, Date : 3rd May 2014

For and on behalf of the Board of Directors

N Rangachary P. S. Reddy

Chairman Managing Director & CEO

Satish BudhakarBharat ShethSr. Vice President (Legal)Sr. Vice President& Group Company Secretary& Chief Financial Officer

Notes forming part of the Financial Statements for the year ended 31st March 2014

1. General Information

Central Depository Services (India) Limited (CDSL) was set up with the objective of providing convenient, dependable and secure depository services at affordable cost to all market participants. A depository facilitates holding of securities in the electronic form and enables securities transactions to be processed by book entry by a Depository participants (DP) who as an agent of the depository, offers depository services to investors.

2. Significant Accounting Policies:

a) General

Basis of accounting and preparation of financial statements:

The financial statements are prepared on the historical cost convention, on the accrual basis of accounting and conform to accounting principles generally accepted in India and the Accounting Standards as notified under the Companies (Accounting Standards) Rules, 2006, in terms of the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs).

Use of Estimates:

For the preparation of financial statements requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including current liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable and results however are not likely to differ from these estimates materially. Any revision to accounting estimates is recognised prospectively

b) Fixed Assets

Fixed assets are shown at their original cost of acquisition including taxes, duties, freights and other incidental expenses relating to acquisition and installation, incurred until the asset is ready to put to use for its intended purpose, less accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits for the existing asset beyond its previously assessed standard of performance.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss.

c) Software Costs

Cost of development and production of internally developed or purchased Systems Software, Application Software and additions of new modules thereto are capitalized and any expenses for modifications/changes thereto are charged to the Statement of Profit and Loss.

d) Depreciation/Amortization/Impairment Loss

Depreciation on fixed assets is provided on Straight Line Method in the manner specified in Schedule XIV to the Companies Act, 1956 (hereinafter referred to as "the Act") except at the rates mentioned below under the heading "Rates used %".

Description of asset	Rates as per the Schedule XIV	Rates used
	%	%
Building	1.63	10
Computer	16.21	50
Hardware/software		
Office Equipment	4.75	20
Furniture & Fixtures	6.33	20
Vehicles	9.5	25

Assets costing ₹5,000 or less are fully written off in the year of purchase.

Leasehold premises amortized over a period of 10 years.

The carrying amounts of assets are reviewed at each Balance Sheet date if there is an indication of impairment based on internal and external factors. The asset is treated as impaired when its carrying cost exceeds the recoverable amount. Impairment loss, if any, is charged to the Statement of Profit and Loss for the period in which the asset is identified as impaired. Reversal of impairment loss recognized in the prior years is recorded when there is an indication that impairment losses recognized for the asset, no longer exist or have decreased.

e) Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

- **i.** Long term investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long-term investments.
- **ii.** Current investments are stated at lower of cost and fair value on individual investment basis

f) Employees Benefits

Short term Employee Benefits are estimated and provided for.

Performance linked bonus is provided as and when the same is approved by the management.

Post Employment Benefits and Other Long term Employee Benefits are treated as follows:

(i) Defined Contribution Plans:

Provident Fund: The Provident fund plan is operated by Regional Provident Fund Commissioner (RPFC) and the contribution thereof are paid/provided for.

Contributions to the defined contribution plans are charged to Statement of Profit and Loss for the respective financial year as and when services are rendered by the employees.

(ii) Defined Benefits Plans:

a) Gratuity:

Gratuity for employees is covered by Gratuity Scheme with Life Insurance Corporation of India and the contribution thereof is paid / provided for. Provision for Gratuity is made on the basis of actuarial valuation on Projected Unit Credit Method as at the end of the period.

b) Long term compensated absences:

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end. Accumulated compensated absences, which are expected to be availed or encashed beyond 12months from the end of the year are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year.

Actuarial gains/losses at the end of the period accrued to the defined benefit plans are taken to Statement of Profit and Loss for the respective financial year.

g) Current tax and deferred tax

Provision for current tax is made on the basis of relevant provisions of the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accrued for, using the tax rates and laws those have been substantively enacted as of the balance sheet date. Deferred tax assets arising from differences are recognised to the extent that there is reasonable certainty that these would be realised in future.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

h) Foreign Currency Translation

All foreign currency transactions are recorded at exchange rate prevailing on the date of the transaction. All foreign currency current assets/liabilities are translated at the rates prevailing on the date of the Balance Sheet. Foreign exchange rate difference arising on settlement/ conversion is recognized in the Statement of Profit and Loss.

i) Revenue Recognition

In contracts involving the rendering of services, revenue is measured using the proportionate completion method and are recognised net of service tax provided that at the time of performance it is not unreasonable to expect ultimate collection. If at the time of raising of any claim it is unreasonable to expect ultimate collection, revenue recognition is postponed till the time the ultimate collection is made.

Discount or premium on debt securities / discounted Money Market Instruments is accrued over the period of remaining maturity.

Interest is recognized on a time proportionate basis taking into account the amount outstanding and the rate applicable.

Dividend is recognized when the unconditional right to receive payment is established.

j) Provisions and Contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate

required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

k) Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

1) Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

m) Earnings per share

Basic earnings per share are computed by dividing the profit for the year by the weighted average number of equity shares outstanding during the year.

n) Operating Cycle

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

Note 3 Share Capital						
	As at 31/03	3/2014	As at 31/03/2013			
Particulars	Number	(₹) In Lacs	Number	(₹) In Lacs		
<u>Authorised</u>						
Equity Shares of ₹10/- each						
with voting rights	150,000,000	15,000.00	150,000,000	15,000.00		
Issued, Subscribed & Paid up Equity Shares of						
₹10/- each with voting rights	104,500,000	10,450.00	104,500,000	10,450.00		
Total	104,500,000	10,450.00	104,500,000	10,450.00		

Note 3a Share Capital						
Notes: (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:						
Particulars	Opening Balance	Fresh issue	Bonus	ESOP	Conversion	Closing Balance
Equity shares with voting rights						
Year ended 31 March, 2014 - Number of shares - Amount (₹) In Lacs	104,500,000 10,450.00	-	- -	- -	- -	104,500,000 10,450.00
Year ended 31 March, 2013 - Number of shares - Amount (₹) In Lacs	104,500,000 10,450.00	- -	-	-	- -	104,500,000 10,450.00

Note 3b Share Capital						
Notes: (i) Details of shares held by each shareholder holding more than 5% shares:						
	As at 31 M	arch, 2014	As at 31 March, 2013			
	Number of % holding in that shares held class of shares		Number of shares held	% holding in that class of shares		
Equity shares with voting rights						
BSE Limited (Holding Company)	56,634,600	54.20	56,634,600	54.20		
State Bank of India	10,000,000	9.57	10,000,000	9.57		
HDFC Bank Limited	7,500,000	7.18	7,500,000	7.18		
Standard Chartered Bank	7,500,000	7.18	7,500,000	7.18		
Canara Bank	6,744,600	6.45	6,744,600	6.45		
Bank of India	5,820,000	5.57	5,820,000	5.57		
Bank of Baroda	5,300,000	5.07	5,300,000	5.07		

The Company has only one class of shares referred to as equity shares having paid up value of ₹10/- per share. Each holder of equity share is entitled to one vote per share

Note 4 - Reserves and surplus		
D. Carlana	As at 31/03/2014	As at 31/03/2013
Particulars	(₹) In Lacs	(₹) In Lacs
a. General Reserve		
Opening Balance	784.41	476.16
(+) Current Year Transfer	310.52	308.25
Closing Balance	1,094.93	784.41
b. Surplus in Statement of Profit and Loss		
Opening balance	19,789.46	18,432.93
(+) Net Profit for the current year	4,140.27	4,109.97
(-) Proposed Dividend (including Dividend		
Distribution Tax)	2,445.19	2,445.19
(-) Transfer to Reserves	310.52	308.25
Closing Balance	21,174.02	19,789.46
Total	22,268.95	20,573.87

Note 5 - Other Long Term Liabilities		
Particulars	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs
(a) Security Deposits(b) Others	2,162.00 1.64	2,152.00 1.64
Total	2,163.64	2,153.64

Note 6 - Trade payables		
Particulars	As at 31/03/2014	As at 31/03/2013
1 ar ticular s	(₹) In Lacs	(₹) In Lacs
(a) A	202.50	215.42
(a) Accrued employee benefits expense	383.59	315.42
(b) Payable to Holding Company	3.41	14.55
(c) Others	69.65	84.71
Total	456.65	414.68

Note 7 - Other current liabilities		
Dantianlana	As at 31/03/2014	As at 31/03/2013
Particulars	(₹) In Lacs	(₹) In Lacs
(a) Income received in advance	109.43	84.19
(b) Payable to related parties		
CDSL Ventures Limited	10.69	-
(c) Other payables		
(i) Statutory dues	25.17	15.65
(ii) Payable on purchase of Fixed Assets	37.14	193.26
(iii) Contribution to IPF	2,617.62	1,326.62
(iv) Advances received from customers	564.85	448.16
(v) Others (Refer note below)	16.51	40.49
(Other include deposits, SEBI advances and		
penalty charges to depository participants)		
Total	3,381.41	2,108.37

Investor Education and Awareness Programme:

During the year, out of the penalty collected on account of late transfer of securities by Depository Participants to beneficial owner accounts, ₹40.66 lacs (Previous Year ₹0.22 lacs) utilized for conducting various investor education and awareness programme. Balance of ₹0.77 lacs (Previous year ₹30.60 lacs) is to be utilised for the said programme has been disclosed in "Other Current Liabilities"

Beneficial Owner's Protection Fund:

As advised by SEBI, the Company had set up a Trust called "CDSL Beneficial Owner's Protection Fund" (BOPF) with the object of indemnification of losses suffered by Beneficial Owners. As per the rules of the said Fund, corpus is constituted mainly out of a) 25% of profits of depository and b) penalties collected from Depository Participants (DPs). Details of the Fund account disclosed in "Other Current Liabilities" are given below:

Devil and an	As at 31/03/2014	As at 31/03/2013
Particulars	(₹) In Lacs	(₹) In Lacs
Opening Balance	3.54	88.69
Add:		
Penalties levied (net)	4.24	2.21
Other Contributions	-	-
Less : Funded	-	87.36
Closing Balance	7.78	3.54

Note 8 - Short term provision		
Particulars	As at 31/03/2014	As at 31/03/2013
Particulars	(₹) In Lacs	(₹) In Lacs
(a) Provision for employee benefits		
Gratuity	4.63	18.55
Compensated absences	143.68	124.52
(b) Other provisions		
Wealth tax	2.27	2.27
Provision for Proposed Dividend	2,090.00	2,090.00
Provision for Dividend Distribution Tax on Proposed Dividend	355.19	355.19
Income Tax (Net of Advance Tax)	75.69	75.69
Total	2,671.46	2,666.22

As at 01/04/2013 At duftions of 1/03/2014 Disposals of 1/03/2014 At s at 01/04/2013 At s at 01/04/2013 <th< th=""><th>Note 9 - Fixed Assets</th><th></th><th></th><th></th><th></th><th></th><th></th><th></th><th></th><th></th><th>(₹) In Lacs</th><th></th></th<>	Note 9 - Fixed Assets										(₹) In Lacs	
As at Additions Disposals 31,032014 01,042013 dite year (7 ct) 173.77			Gross	Block			Accumulated Do	epreciation		Net Block	ock	
Table Tabl	Particulars	As at 01/04/2013		Disposals	As at 31/03/2014		Depreciation charged for the year	On disposals	As at 31/03/2014	As at 31/03/2014	As at 31/03/2013	
Id 173.77 173.77 173.76 173.77 173.76 173.77 173.76 500.78 213.52 50.08 500.78 213.52 50.08 500.78 213.52 50.08 500.78 213.52 50.08 500.78 213.52 50.08 500.78 213.52 50.08 500.78 213.52 50.08 500.78 213.52 50.08		₩	₽	*	₽	₩	₩	₩	₩	₩	₩	
ld (173.77) (173.77) (173.76 173.77 (173.76) 173.77 (173.76)	Tangible Assets											
old 500.78	Building - Freehold	173.77		,	173.77	173.76		ı	173.76	0.01	0.01	
old 500.78 500.78 231.52 50.08 600.78 (531.52) (21.66) (52.40) (500.78) (202.42) (49.18) (20.07) (20.07) (20.35.83) (1.843.91) (1.96.742) (49.18) (20.07) (20.07) (1.843.91) (1.96.742) (49.18) (20.07) (20.07) (1.843.91) (1.96.742) (49.18) (20.07) (20.07) (1.843.91) (1.96.742) (1.96.742) (20.07) (20.00.7) (1.943.91) (1.96.742) (20.07) (20.00.7) (20	•	(173.77)	•	,	(173.77)	(173.76)	ı	•	(173.76)	(0.01)	(0.01)	
ent 1,843-91 (531.52) (21.66) (52.40) (500.78) (202.42) (49.18) (20.07) (20.07) (1843-91 149.40 398.54 1,594.77 1,755.88 98.66 398.54 (20.05) (2.035.83) (77.10) (269.02) (1.843-91) (1.967.42) (57.48) (269.02) (2.035.83) (77.10) (269.02) (1.843-91) (1.967.42) (57.48) (269.02) (20.07) (267.91) (110.14) (108.55) (369.51) (311.85) (17.77) (17.151) (267.21) (267.91) (110.14) (108.55) (369.51) (311.85) (17.77) (17.151) (267.21) (267.92) (21.01) (23.11) (592.11) (292.12) (19.59) (21.01) (23.37.75) (259.48) (27.01) (23.37.75) (259.48) (27.01) (23.09.15) (20.01) (20.05) (20.04) (20.05) (20.04) (20.05) (20.05) (20.04) (20.05	Building - Leasehold	500.78	•	ı	500.78	231.52	50.08	1	281.60	219.19	269.26	
tures (2,035.83) (77.10) (269.02) (1,843.91) (1,967.42) (97.42) (98.66 398.54 1,594.77 1,755.88 98.66 398.54 1,594.77 1,755.88 98.66 398.54 1,594.77 1,510.14 (108.55) (1,843.91) (1,967.42) (97.42) (97.42) (97.60) ((531.52)	(21.66)	(52.40)	(500.78)	(202.42)	(49.18)	(20.07)	(231.52)	(269.26)	(329.11)	
tures (2,035.83) (77.10) (269.02) (1,843.91) (1,967.42) (57.48) (269.02) (269.02) (1,041.42) (10.14) (108.55) (369.51) (311.85) (17.77) (77.44) (66.68) (21.01) (123.11) (59.21) (19.59) (21.01) (123.11) (59.21) (19.59) (21.01) (123.12) (309.15) (77.44) (66.68) (21.01) (123.11) (59.21) (19.59) (21.01) (123.12) (309.15) (75.23) (50.64) (333.75) (259.48) (37.96) (43.0	Plant and Equipment	1,843.91	149.40	398.54	1,594.77	1,755.88	99.86	398.54	1,456.00	138.78	88.03	
(367.91) (110.14) (108.55) (369.51) (311.85) (17.77) (71.51) (123.11) (30.66) (28.79) (26.06) (28.79) (26.06) (21.01) (123.11) (59.21) (19.59) (21.01) (21.01) (333.75) (259.48) (37.96) (43.06) (43.06) (309.15) (75.23) (50.64) (333.75) (259.48) (37.96) (43.06) (43.06) (37.96) (43.06) (43.06) (37.96, 46.54) (333.75) (259.48) (37.96) (43.06) (43.06) (37.96, 46.54) (333.75) (259.48) (37.96) (43.06) (43.06) (37.96, 46.54) (333.75) (259.48) (37.96) (43.06) (43.06) (37.96, 46.54) (333.75) (259.48) (37.96) (43.06) (43.06) (37.96, 46.54) (333.75) (2.974.14) (181.97) (424.67) (424.67) (1.303.10) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.23) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.14) (2.474.	Furniture and Fixtures	(2,035.83)	(77.10)	(269.02)	(1,843.91)	(1,967.42) 258.10	(57.48)	(269.02)	(1,755.88)	(88.03)	(68.41)	
123.11 30.00 28.79 124.32 57.79 26.06 28.79 123.11 30.00 28.79 124.32 57.79 26.06 28.79 123.11 333.75 29.54 37.92 325.37 254.37 43.93 37.91 333.48 225.20 465.45 3104.58 2,731.42 246.80 455.44 45.46.71 246.80 246.80 246.80 246.40 2		(367.91)	(110.14)	(108.55)	(369.51)	(311.85)	(17.77)	(71.51)	(258.10)	(111.41)	(56.07)	
(77.44) (66.68) (21.01) (123.11) (59.21) (19.59) (21.01) (333.75 29.54 37.92 325.37 254.37 43.93 37.91 (309.15) (75.23) (50.64) (333.75) (259.48) (37.96) (43.06) (43.06) (43.06) (3.495.62) (350.81) (501.62) (3.344.82) (2.974.14) (181.97) (424.67) (424.67) (3.495.62) (350.81) (501.62) (3.344.82) (2.974.14) (181.97) (424.67) (424.67) (1.303.10) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.476.24) (1.476.24) (1.476.24) (1.476.24) (1.476.24) (1.476.24) (1.476.24) (1.476.24)	Vehicles	123.11	30.00	28.79	124.32	57.79	26.06	28.79	55.06	69.25	65.31	
333.75 29.54 37.92 325.37 254.37 43.93 37.91 (309.15) (75.23) (50.64) (333.75) (259.48) (259.48) (37.96) (43.06) (43.06) (3.495.62) (350.81) (501.62) (3.344.82) (2.974.14) (181.97) (424.67) (424.67) (1.303.10) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.23) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.23) (1.303.10) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.303.10) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.303.10) (173.14) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) - (1.476.24) (1.301.13) (2.87) ((77.44)	(66.68)	(21.01)	(123.11)	(59.21)	(19.59)	(21.01)	(57.79)	(65.31)	(18.23)	
(309.15) (75.23) (50.64) (333.75) (259.48) (37.96) (43.06) 3,344.83 225.20 465.45 3,104.58 2,731.42 246.80 465.44 (3,495.62) (350.81) (501.62) (3,344.82) (2,974.14) (181.97) (424.67) (1,476.23) 174.18 11.67 1,638.74 1,304.00 135.95 11.67 (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11	Office equipment	333.75	29.54	37.92	325.37	254.37	43.93	37.91	260.39	64.98	79.37	
3,344.83 225.20 465.45 3,104.58 2,731.42 246.80 465.44 (3,495.62) (350.81) (501.62) (3,344.82) (2,974.14) (181.97) (424.67) 1,476.23 174.18 11.67 1,638.74 1,304.00 135.95 11.67 (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11		(309.15)	(75.23)	(50.64)	(333.75)	(259.48)	(37.96)	(43.06)	(254.37)	(79.37)	(49.67)	
(3,495.62) (350.81) (501.62) (3,344.82) (2,974.14) (181.97) (424.67) . 1,476.23 174.18 11.67 1,638.74 1,304.00 135.95 11.67 (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11	Total (A)	3,344.83	225.20	465.45	3,104.58	2,731.42	246.80	465.44	2,512.78	591.81	613.39	
1,476.23 174.18 11.67 1,638.74 1,304.00 135.95 11.67 (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11		(3,495.62)	(350.81)	(501.62)	(3,344.82)	(2,974.14)	(181.97)	(424.67)	(2,731.44)	(613.39)	(521.50)	
. 1,476.23 174.18 11.67 1,638.74 1,304.00 135.95 11.67 (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11	Intangible Assets											
(1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 1,476.23 174.18 11.67 1,638.74 1,304.00 135.95 11.67 (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11	Computer software (other	1,476.23	174.18	11.67	1,638.74	1,304.00	135.95	11.67	1,428.27	210.47	172.23	
1,476.23 174.18 11.67 1,638.74 1,304.00 135.95 11.67 (1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - otal (A+B) 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11	пап шетпапу вепетагец)	(1,303.10)	(173.14)		(1,476.24)	(1,301.13)	(2.87)	ı	(1,304.00)	(172.23)	(1.97)	
(1,303.10) (173.14) - (1,476.24) (1,301.13) (2.87) - 4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11	Total (B)	1,476.23	174.18	11.67	1,638.74	1,304.00	135.95	11.67	1,428.27	210.47	172.23	
4,821.06 399.38 477.12 4,743.32 4,035.42 382.75 477.11		(1,303.10)	(173.14)	-	(1,476.24)	(1,301.13)	(2.87)		(1,304.00)	(172.23)	(1.97)	7
	Grand Total (A+B)	4,821.06	399.38	477.12	4,743.32	4,035.42	382.75	477.11	3,941.05	802.28	785.63	•
(523.95)	Previous Year	(4,798.72)	(523.95)	(501.62)	(4,821.06)	(4,275.27)	(184.84)	(424.67)	(4,035.44)	(785.63)	(523.47)	-

Note: Figures disclosed in bracket pertains to previous year.

Note 10 - Investments				
	As at 31	/03/2014	As at 31/	03/2013
Particulars	Non current investments	Current portion of Long term investments	Non current investments	Current portion of Long term investments
	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs
Long term Investments (At Cost)				
Invesment in Subsidiaries (Trade)				
Investment in Equity shares (Unquoted)	3,630.00	-	3,630.00	-
Invesment in Others				
Investment in Equity shares (Unquoted)	0.50		0.50	-
Investment in Debentures (Quoted)	4,467.99	775.08	2,575.18	4,501.25
Investment in Government Securities (Quoted)	0.10	-	0.10	-
Investment in Units of Mutual funds (Quoted)	-	23,994.88	-	20,353.93
Total	8,098.59	24,769.96	6,205.78	24,855.18

Particulars	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs
Current Investments (At Cost or Fair value whichever is less) Investment in Units of Mutual funds (Unquoted)	1,795.69	1,280.95
Total	1,795.69	1,280.95

	As at 31/03	3/2014	As at 31,	/03/2013
Particulars	Non current investments	Current Investments	Non current investments	Current Investments
	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs
Total Investments	8,098.59	26,565.65	6,205.78	26,136.13

Particulars	As at 31/03/2014	As at 31/03/2013
	(₹) In Lacs	(₹) In Lacs
Aggregate book value of quoted investments Aggregate market value of listed and quoted	29,238.05	27,430.46
investments Aggregate amount of unquoted investments	29,793.15 5,426.19	28,114.66 4,911.45

Note 10 A - Investments		
	As at 31/03/2014	As at 31/03/2013
Particulars	(₹) In Lacs	(₹) In Lacs
(a) Investment in Equity instruments	3,630.50	3,630.50
(b) Investments in Debentures or Bonds	5,243.17	7,076.53
(c) Investments in Mutual Funds	25,810.36	21,634.88
Total (A)	34,684.03	32,341.91
Less: Provision for dimunition in the value of Investments (B) $$	(19.79)	
Total (A)-(B)	34,664.24	32,341.91
	As at 31/03/2014	As at 31/03/2013
Particulars	(₹) In Lacs	
	(V) III Lacs	(₹) In Lacs
Aggregate amount of unquoted investments	3630.50	3630.50

Quoted / Unquoted	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units	s / Units	u (₹)	(₹) In Lacs
			As at 31/03/2014	As at 31/03/2013	As at 31/03/2014	As at 31/03/2013
(1)	(2)	(3)	(4)	(5)	(10)	(11)
Details of N	Details of Non current investments					
Invesme a)	Invesment in Subsidiaries (Trade) a) Investment in Equity shares					
Unquoted	CDSL Ventures Limited (Fully paid up) Central Insurance Renository I imited (Fully paid up)	Subsidiary Subsidiary	3,000,000.00	3,000,000.00	2,100.00	2,100.00
			, , , , , , , , , , , , , , , , , , ,		3,630.00	3,630.00
Invesme	Invesment in Others					
Unquoted	Investment in Equity Strates Equity Shares-Belapur Railway Station Commercial Company Ltd. (BRSCCL) (Fully paid up)	Others	5,000.00	5,000.00	0.50	0.50
					0.50	0.50
ວ (Investment in Debentures					
Quoted	9.62% L&T Finance 170914 7.70% REC 14 020614			28,106.00		281.06
Quoted	7.21% RECL Tax free bonds 211122		50.00	50.00	500.0	500.05
Quoted	7.22% PFC Tax free Bond Series 95 291122		50.00	50.00		500.05
Quoted	6.05% IRFCL Tax Free Bonds Series 73 201215 7.18% IRFCL Tax free Bonds 190223		30,000,00	30,000.00	300.00	300.00
Quoted	8.01% NHB Tax Free Bonds 300823		70.00	1	700.35	1
Quoted	8.35% NHAI Tax Free Bonds 221123		70.00	1	700.21	1
Quoted	8.18% NHPC Tax Free Bonds 021123		22,547.00	•	225.47	
Quoted	8.19% NTPC Tax Free Bonds 040324		50.00	1	500.05	1
paion	6.41% NIFC Tax Free Bonds 101223		00.600,16	ı	4 467 99	2 575 18
d) Quoted	Investment in Government Securities 11.50% GOI 2015	Others	10.00	10.00	0.10	0.10
					0.10	0.10
	Total of Non current investments (a+b+c+d)				8,098.59	6,205.78
Details of C	Details of Current portion of Long term investments					
Inves: e)	Invesment in Others Investment in Debentures					
Quoted	9.62% L&T Finance 170914		28,106.00	ı	281.06	1
Quoted	11.35% IDBI Omni Bonds 2008-Sr.XV		•	100.00	•	1,000.00
Quoted	9.25% HDFC			50.00		500.00
Quoted	9.75% HDFC		•	50.00	•	500.00
Quoted	NCD Tata Capital Ltd. (12%)		•	50,000.00	1	500.00
Quoted	0.85% IIFCL Bonds (Tax Free) 6.85% IIFCL Bonds (Tax Free)			200.00	1 1	200.73
Quoted	7.70% REC Ltd. 020614		50.00		494.02	•
					775.08	4,501.25

Active Front Front Plant Series 5 (170 Plant) Broad Growth	. 658.63 - 658.63 - 425.88 00 586.46 - 250.00 - 778.88	884	51 - 67 - 50 - 63 - 64 - 65 - 65 - 65 - 65 - 65 - 65 - 65	- 653.11 - 1,000.00 - 597.79	00 600.00 - 600.00 - 1777.70	00 00 00 00 00	- 1,327.16 - 486.33 - 660.16			- 1,131.56 00 440.00 - 570.23 - 500.00	
Crowth 5 - (Matunity Date - 24-MAR-2014) - Gr. 7 - (See 208.66 7 - (See 208.66 7 - (See 208.66 7 - (See 208.66 8 -		718.7 465.8 560.0 849.7 572.0	_			500.0 264.4 650.0 480.9			- i		
5 - (Maturity Date - 24-MAR-2014) - Gr. 5 - (Maturity Date - 24-MAR-2014) - Gr. 98) - Gr. DIRECT 98) - Gr. DIRECT 98) - Gr. DIRECT 98) - Gr. DIRECT 98 - Gr. DIRECT 4-Direct 4-Direct 4-Direct 4-Direct 4-Direct 4-Direct 4-Direct 4-Direct 6-Growth 6-G	- 6,586,277.00 4,258,807.00 5,864,648.00 2,500,000.00 7,788,808.00		3,668,269.33	6,531,134.69 10,000,000.00 5,977,906.78	6,000,000.00 6,000,000.00 1,776,969.7e		6,492,206.6; 4,863,310.00 6,601,620.00 3,000,000.00	500,000.00 5,750,635.00 -	3,000,000.00	11,315,606.00 4,400,000.00 5,702,310.00 5,000,000.00	3,920,550.00
Investment in Units of Natural Funds Axis Freed Free Plan Series 56 (370 Days) Direct Growth Axis Freed Free Plan Series 56 (370 Days) Direct Growth Bird is Fried Free Plan Series GM GZD Direct Bird Smild Freed Free Plan Series GM GZD Direct Bird Smild Freed Free Plan Series GM GZD Direct Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth Bird Smild Freed Free Plan Bird Series FO - Growth DSP Birds Kee Ford Freed Manury P Bird - LAM-Series 84-Direct DSP Birds Kee Freed Manury P Bird - LAM-Series 84-Direct DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DSP Birds Kee Freed Manury P Bird - Crowth DNS Freed Manury P Birds - Crow Side - Crow - Crow - Crow- DNS Freed Manury P Birds - Crow - Crow - Crow- BIPC Ford Day 2012 O) - Crow Bird - Crowth DNS Freed Manury P Birds - Crow - Crow - Crow- HDFC Ender 2012 O) - Drivet P Bird - Growth DNS Freed Manury P Birds - Crow - Crow - Crow- HDFC Ende 2012 O) - Drivet P Bird - GR HDFC Ende 2012 O) - Drivet P Bird - GR HDFC Ende 2013 O) - Drivet P Bird - GR HDFC Ende 2013 O) - Drivet P Bird - GR HDFC Ende 2013 O) - Drivet P Bird - GR HDFC Ende 2013 O - Drivet P Bird - GR HDFC Ende 2013 O) - Drivet P Bird - GR C	5,000,000.00 5,003,680.00 8,266,208.66	7,186,153.00 4,658,410.00 5,600,000.00 8,492,604.00 5,720,279.01	7,145,126.66 16,396,716.34 4,015,030.87	1 1 1	6,000,000.00	5,000,000.00 2,644,608.50 6,500,000.00 4,808,967.09	3,000,000.00	5,756,368.55	6,000,000.00 14,468,207.00	4,400,000.00	- 3,483,042.00 12,303,571.00 3,284,400.00 5,887,877.00

					:
Quoted	IDFC Fixed Maturity Plan 366Days - Series /4-Growth	r	6,425,658.24		642.57
Quoted	IDFC Fixed Term Plan Series 24 - Direct Plan - Growth	6,000,000.00	•	00.009	
Onoted	IDEC Fived Term Dan Series 27 - Direct Plan - Grouth	3 000 000 00	,	300 00	,
Anonon	IDIO LINOMINITALI DELLOS 27 - DILOCOLITATI - CIOWEII	2,000,000.00	•	200:00	•
Quoted	IDFC Fixed Term Plan Series 83 - Direct Plan - Growth	6,903,865.00	•	680.36	•
Onoted	Kotak FMP Series 84 - Growth	,	7.250.000.00	•	725.00
Ouoted	K retal FAID Series 107 Direct Growth	8 030 774 00	8 030 774 00	603 06	803 08
Cuored	NOTAL THE SCIESTIVE DIECE GLOWIN	0,739,114.00	0,737,114.00	07.570	07.570
Onoted	Reliance Annual Interval Fund -Series I -Institutional Growth Plan	•	5,811,071.26	•	640.04
Quoted	Reliance Yearly Interval Fund Sr 3 Direct- Growth	1	4,419,654.55	•	441.97
Ouoted	Reliance Fixed Horizon Fund - XXX - Series 18 - Direct Plan Growth Plan	4.000.000.00		400.00	•
Ouoted	Palianca Eivad Harizan Eund - XVV. Cariae 21. Dinact Dlan Granuth Dlan	2 000 000 000 \$		20000	
nonon?	Nellance Lived Holizon Funda AAV - Series 2 + Direct Hall	3,000,000.00	•	00.000	•
Quoted	Reliance Fixed Horizon Fund - XXV - Series 26 - Direct Plan Growth Plan	4,840,140.49	•	484.01	
Quoted	Reliance Yearly Interval Fund - Series 5 - Direct Plan Growth Plan	4,496,856.79		490.00	•
Quoted	Religare Invesco FMP - Series XVIII - Plan A (369 days) - Direct Plan	•	4,000,000.00	•	400.00
Onoted	Religare Invesco FMP - Series XVIII - Plan D (368 Days) - Direct Plan	1	4.500.000.00	•	450.00
Ouoted	Palicana Invasora FMD - Series YVIII - Dian E (71 Dans) - Dinast Blan	00 000 000 9	00 000 000 9	00 009	00 009
Cuored	Neugale Investor IVII - Series Avi	0,000,000.00	0,000,000.00	000.00	000.00
Onoted	Keligare Invesco FMP-Series XVII - Plan E (369 days) - Direct Plan	1	3,938,774.00	•	393.88
Quoted	Religare Invesco FMP-Sr. 23-Plan B (367 Days) - Direct Plan - Growth	4,307,088.00	•	430.71	•
Ouoted	Sundaram Fixed Term Plan CO 370 Days - Direct Growth	1	9,250,535.00	•	925.05
Onoted	Sundaram Fixed Term Plan DE 367 Davs Direct Growth	1	8 135 988 00		813.60
7			00:00:00:00	20,202	
Cnoted	Sundaram Fixed Ierm Flan DO 366 Days Direct Growth	2,360,560.00		236.06	
Quoted	Sundaram Fixed Term Plan FB 369 Days Direct Growth	9,455,439.00	•	945.54	•
Quoted	Sundaram Fixed Term Plan FF 366 Days Direct Growth	4,004,334.00	•	400.43	•
				23.994.88	20,353.93
	Total of Current portion of Long term investments (e+f)			24.769.96	24.855.18
Details of C	Details of Current Investments				
3	Introduce and In Plain of Michael Canada				
E) I Inquioted	Investment in Units of Parities I units A vie Chart Term Find Direct Dien	,	11 679 501 00	•	1 180 95
Unquoted	Anis Substituti dun Universitation de Anis Principales	23 512 60	00.100,00011	235 15	7,001,1
Unquoted	Asis Enquire I utila - Direct I itali - Dany Divinenta Diela Sun I ifa Dunamia Dand Eund - Datail Dlan Manthly, Dividand Dinact Dlan	72.770 757 6	•	233.13	
Unquoted	Dilia Suli Elle Dynamic Bolla Fund - Netall Fran Pholinii Divident-Dilect Fran Ded Block Dook Monary Monoray Brind - Direct - Daily Dividand	17:170,101,7	06 2 2 2 0	700.07	00 001
Unquoted	DOI DIGARNOON NOTICE THAT DIGARNOON TO DESCRIPTION OF THE PROPERTY OF THE PROP	25.2027.00	07:11:00	551 42	00.001
Onquoted	LCCI Prudential - Dynamic Bond Fund - Direct Plan-Daily Dividend	5,555,027.09	•	551.45	
Unquoted	Reliance Short Term Fund - Direct - Monthly Dividend Plan Dividend Reinvestment	6,797,411.67	•	740.87	
					4
				1,815.48	1,280.95
	less: Diminution in the value of investments			(19.79)	•
	Total of Current Investments			1,795.69	1,280.95
	Total Investment			34,664.24	32,341.91

Note 11 - Deferred tax assets (net)						
	As at 31/03/2014	As at 31/03/2013				
Particulars	(₹) In Lacs	(₹) In Lacs				
Deferred tax asset (net)						
Tax effect of items constituting deferred tax assets						
Provision for compensated absences, gratuity and other employee benefits	180.79	155.84				
Provision for doubtful debts / advances	95.43	150.88				
On difference between book balance and tax balance of	113.31	151.50				
fixed assets						
Total	389.53	458.22				

Note 12 - Long term Loans and Advances - Unsecured, considered good As at 31/03/2014 As at 31/03/2013 **Particulars** (₹) In Lacs (₹) In Lacs (a) Capital Advances 39.01 74.33 (b) Security Deposits (Deposit with Holding Company) 73.42 73.42 (c) Advance Income tax (net of provisions) 1,110.35 892.77 Total 1,222.78 1,040.52

Note 13 - Trade Receivables						
As at 31/03/2014	As at 31/03/2013					
(₹) In Lacs	(₹) In Lacs					
0.91	10.00					
-	18.22					
280.77	443.89					
(280.77)	(443.89)					
0.91	28.22					
246.00	284.65					
86.40	37.38					
332.40	322.03					
333.31	350.25					
	(₹) In Lacs 0.91 - 280.77 (280.77) 0.91 246.00 86.40 332.40					

Note 14- Cash and Bank Balances						
	As at 31	1/03/2014	As at 31/0	3/2013		
Particulars	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs		
 (a) Cash on hand (b) Balances with banks i) in current account ii) in deposit account (c) Cheques, drafts on hand 	29.15 3,505.84	0.03 3,534.99 46.65	80.74 2,875.00	0.10 2,955.74 52.95		
Total		3,581.67		3,008.79		

Notes:

- (i) Of the above, balances that meet the definition of cash and cash equivalents as per AS 3 Cash Flow Statements is -
- ₹ 75.82 Lakh (As at March 31, 2013 ₹133.78 Lakh)

 (ii) Balances in Deposit Account with Banks includes ₹1,000.00 lakh (As at March 31, 2013 Nil), which have an remaining maturity of more than 12 months
 (iii) Balances with banks includes amount in earmarked accounts ₹1.22 Lakh (As at 31 March 2013, ₹ 1.21 Lakh)

Note 15 - Short-term loans and advances - Unsecured considered good					
Particulars	As at 31/03/2014		As at 31/03/2013		
- 11.11.11.11	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	
(a) Loans and advances to related parties Central Insurance Repository Ltd.	-			1.38	
(b) Loans and advances to employees		9.26		12.20	
(c) Prepaid Expenses		96.40		113.39	
(d) Balances with Government authorities (CENVAT Credit receivable)		17.90		36.47	
(e) Others Advances to parties Sundry deposits	10.64 15.10	25.74	6.38 3.34	19.43	
Total		149.30		182.87	

Note 16 - Other current assets						
Other Current Assets	As at 31/03/2014	As at 31/03/2013				
	(₹) In Lacs	(₹) In Lacs				
Interest accrued on -						
Bonds	157.60	185.00				
Fixed Deposits	91.40	13.60				
Total	249.00	198.60				

Note 17 Revenue from operations					
	Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013		
		(₹) In Lacs	(₹) In Lacs		
(a)	Sale of services (Refer Note (i) below)	7,357.76	7,513.86		
(b)	Other operating revenues (Refer Note (ii) below)	186.16	21.67		
	Total	7,543.92	7,535.53		
Notes (i)	Sale of services comprise :				
	Annual Issuer Charges	3,824.19	3,897.61		
	Transaction charges	1,989.05	2,184.96		
	Users Facility charges	389.62	413.98		
	Settlement charges	243.97	246.16		
	Account Maintenance Charges	225.90	210.26		
	Others	685.04	560.89		
	Total - Sale of services	7,357.77	7,513.86		
(ii)	Other operating revenues comprise: Interest from Debtors	23.04	21.67		
	Provision for Doubtful Debts Written Back	163.12	21.07		
	Total - Other operating revenues	186.16	21.67		

Note 18 - Other Income					
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013			
	(₹) In Lacs	(₹) In Lacs			
(a) Interest Income (Refer Note (i) below)	867.83	873.29			
(b) Dividend Income (Current Investment)	304.06	365.33			
(c) Net gain/(loss) on sale of investments					
(Current investments)	1,669.98	1,508.18			
(d) Other Income (refer Note ii below)	159.16	166.17			
Total	3,001.03	2,912.97			

Note (i)					
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013			
	(₹) In Lacs	(₹) In Lacs			
Interest income comprises:					
Interest from banks on:					
Fixed deposits	293.91	302.91			
Interest income from long term investments	570.86	570.37			
(Bonds)					
Other interest	3.06	0.01			
Total - Interest income	867.83	873.29			

Note (ii)					
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013			
	(₹) In Lacs	(₹) In Lacs			
Other non-operating income comprises:					
Rental income from operating leases	90.95	76.63			
Profit on sale of Assets	9.51	8.05			
Miscellaneous income	10.70	3.49			
Sponsorship fees	-	30.00			
Administrative charges from Subsidiaries	48.00	48.00			
Total - Other non-operating income	159.16	166.17			

Note 19 - Employee Benefits Expense						
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013				
	(₹) In Lacs	(₹) In Lacs				
(a) Salaries, wages and bonus(b) Contribution to provident and other funds(c) Staff welfare expenses	1,426.33 61.05 77.63	1,434.19 61.73 64.67				
Total	1,565.01	1,560.59				

Note 20 - Other Expenses		
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
	(₹) In Lacs	(₹) In Lacs
(a) Annual SEBI Fees	10.00	10.00
(b) Bad Debts Written Off	315.53	111.41
(c) Contribution to IPF	1,291.00	1,326.62
(d) Business Promotion Expenses	37.84	45.91
(e) Directors' Sitting Fees	10.25	7.63
(f) Payment to auditors for		
Statutory Audit	7.25	7.25
Tax Audit	0.75	0.75
Reimbursement of expenses	0.02	0.21
(g) Insurance	88.04	98.43
(h) Legal, Professional and Consultancy Fees	122.20	120.96
(i) Postage, Telephone & Communication Charges (Net		
of recoveries)	227.54	195.63
(j) Power and fuel	59.89	57.45
(k) Printing & Stationery	16.83	23.14
(l) Provision for diminution in the value of Investments		
(net of reversals)	19.79	-
(m) Rates and taxes, excluding, taxes on income	43.87	36.99
(n) Rent	285.09	283.89
(o) Repairs to buildings	117.56	116.03
(p) Repairs to machinery	743.05	621.40
(q) Travelling and Conveyance	90.05	77.51
(r) Water Charges	2.03	2.25
(s) Miscellaneous expenses	29.82	30.96
(t) Provision for doubtful debts	-	149.89
Total	3,518.40	3,324.31

Note 21 Additional information to the financial statements

Note	Particulars	As at 31 March, 2014	As at 31 March, 2013
		(₹) In Lacs	(₹) In Lacs
21.1 (i)	Contingent liabilities and commitments (to the extent not provided for) Contingent liabilities		
(1)	Claims against the Company not acknowledged as debt	2,334.41	2,323.58
(ii)	Capital Commitments Estimated amount of contracts remaining to be executed on capital account and not provided for	133.04	210.66
(iii)	Other commitments for Leased Line charges, software expenses	32.91	57.61

- (a) The Company is a party in certain legal proceedings filed by beneficial owners/third parties in the normal course of business. The Company does not expect the outcome of these proceedings to have any material adverse effect on its financial conditions, results of operations and cash flow. Amount is not ascertainable.
- (b) Claims against Company not acknowledged as debt : Service Tax

The Commissioner of Service Tax, Mumbai has issued Show cause cum Demand Notice (SCN) on 21st October 2009 to CDSL demanding service tax amount of ₹1,791 lacs on the charges recovered by CDSL for providing "Depository services" to DPs and RTAs for the period 2004-05 to 2008-09.

The Commissioner of Service Tax, Mumbai has issued Show cause cum Demand Notice (SCN) on 04th October 2010 to CDSL demanding service tax amount of ₹465 lacs on the charges recovered by CDSL for providing "Depository services" to DPs and RTAs for the period 2009-10.

The Commissioner of Service Tax, Mumbai has issued Show cause cum Demand Notice (SCN) on 23rd April 2012 to CDSL demanding service tax amount of ₹5.91 lacs on the charges recovered by CDSL for wrong availment of Cenvat Credit on Group Mediclaim policy in respect of staff for FY 2007-08 to FY 2011-12.

Company has obtained two legal opinions which states that CDSL is not liable for the service tax as demanded in the aforesaid notice. Company has filed a comprehensive reply based on jurisdiction and merits, vide its letter dated November 25, 2009, November 2, 2010 & July 8, 2013 to the SCNs respectively and requested for personal hearing in the matter. Till date no reply from Service Tax Department has been received.

(c) Claims against Company not acknowledged as debt : Income Tax

Appeal pending with Commissioner of Income Tax (Appeals) for the AY 2009-10 to AY 2011-12 amounting to ₹72.50 lacs

21.2 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Based on the information available with the Company, the balance due to Micro and Small Enterprises as defined and

Based on the information available with the Company, the balance due to Micro and Small Enterprises as defined under the MSMED Act,2006 is ₹ NIL.Further, no interest during the year has been paid or payable under the terms of the MSMED Act,2006 (Previous period ₹ Nil).

21.3 Expenditure in foreign currency:	As at 31 March, 2014	As at 31 March, 2013	
	(₹) In Lacs	(₹) In Lacs	
Travelling Expenses	20.13	4.32	
Others	1.52	5.48	

Related party transactions Details of related parties: Description of relationship Holding Company Subsidiaries Fellow Subsidiaries Fellow Subsidiaries (with whom there are transactions) Key Management Personnel (KMP) Rames of related parties BSE Limited CDSL Ventures Limited Central Insurance Repository Limited Marketplace Technologies Pvt. Ltd. BOI Shareholding Ltd. Indian Clearing Corporation Ltd. Shri P S Reddy - MD & CEO

Details of related party transactions as at / the year ended 31 March, 2014:

(₹) In Lacs

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	KMP	Total
Purchase of fixed assets		(1.68)			(1.69)
Remuneration paid		(1.08)		103.83	(1.68) 103.83
Rendering of services Receiving of services	6.72 (4.56) 173.82 (393.51)	235.32 (234.95) 1.00 (1.00)	29.41 (31.36) 39.98 (42.36)	(90.91)	(90.91) 271.45 (270.87) 214.80 (436.87)
License agreements-Rent & Maintenance	311.49	(1.00)	(42.30)		311.49
Finance (including loans and equity contributions in cash or in kind)- Dividend Paid Balances outstanding at the end of the year	(311.20) 1132.69 (849.52)				(311.20) 1132.69 (849.52)
Trade receivables		<u>-</u>	0.87		0.87
Loans and advances-Deposit given	73.42 (73.42)	(1.38)	(2.33)		(3.71) 73.42 (73.42)
Trade payables	3.41 (10.91)	10.69 (3.64)	6.63		20.73 (14.55)
Note: Figures in bracket relates to the previous	ous year	, ,			

Note 23 Disclosures under Accounting Standards					
Particulars	For the Year ended 31 March 2014	For the Year ended 31 March 2013			
	(₹) In Lacs	(₹) In Lacs			
Earnings per share Basic & Diluted Total operations					
Net profit for the period from continuing operations	4,140.27	4,109.97			
Less: Preference dividend and tax thereon	-	-			
Net profit for the period from continuing operations attributable to the equity shareholders	4,140.27	4,109.97			
Weighted average number of equity shares	104,500,000.00	104,500,000.00			
Par value per share (₹)	10.00	10.00			
Earnings per share from continuing operations - Basic & Diluted (₹)	3.96	3.93			
Basic & Diluted (excluding extraordinary items) Total operations					
Net profit / (loss) for the year from continuing operations	4,156.29	4,109.97			
(Add) / Less: Extraordinary items (net of tax) relating to continuing operations (Loss due to fire added back)	85.16	72.27			
Net profit / (loss) for the year from continuing operations attributable to the equity shareholders, excluding extraordinary items	4241.45	4,182.24			
Weighted average number of equity shares	104,500,000	104,500,000			
Par value per share (₹)	10.00 4.06	10.00			
Earnings per share from continuing operations, excluding extraordinary items - Basic & Diluted (₹)	4.06	4.00			

- **24.** The Company has determined the liability for Employee Benefits as at March 31, 2014 in accordance with the revised Accounting Standard 15 on "Employee Benefits" prescribed in Companies (Accounting Standards) Rules, 2006.
 - a) Defined benefit plans-Gratuity-As per Actuarial Valuation on March 31, 2014

A	Expenses Recognized in the statement of	31/03/2014	31/03/2013
	Statement of Profit and Loss for the year ended	(₹ in Lakhs)	(₹ in Lakhs)
1	Current Service Cost	14.95	15.20
2	Past Service Cost	-	-
3	Interest Cost	8.07	7.18
4	Expected Return on Plan Assets	(8.31)	(6.33)
5	Net Actuarial (Gain)/ Loss recognized for the Period	(10.87)	(0.21)
6	Expenses recognized in statement of P&L A/c	3.84	15.84
В	Net Asset / (Liability) recognized in the		
	Balance Sheet		
1	Present Value of Obligation	112.58	102.82
2	Fair Value of Plan Assets	107.95	90.57
3	Funded Status	(4.63)	(12.26)
4	Unrecognised Actuarial Gain/ (Loss)	-	-
5	Net Assets / (Liability) recognized in the Balance	(4.63)	(12.26)
	Sheet	Ì	, , , ,
C	Changes in present value of obligations		
1	Present Value of Obligation as at April 01, 201 3	102.82	89.27
2	Interest Cost	8.07	7.18
3	Current Service Cost	14.95	15.20
4	Past Service Cost	-	-
5	Benefits Paid	(2.75)	(10.09)
6	Actuarial (Gain)/Loss on Obligation	(10.51)	1.26
7	Present Value of Obligation as at March 31,2014	112.58	102.82
D	Changes in Fair Value of Plan Assets		
1	Fair Value of Plan Assets as at April 01, 2013	90.57	75.53
2	Expected Return on Plan Assets	8.31	6.33
3	Contributions	11.46	17.33
4	Benefits Paid	(2.75)	(10.10)
5	Actuarial Gain / (Loss) on plan assets	0.36	0.25
6	Fair Value of Plan Assets as at March 31,2014	107.95	89.33
E	Fair Value of Plan Assets		
1	Fair Value of Plan Assets as at April 01,201 3	90.57	75.53
2	Actual Return on Plan Assets	8.67	6.33
3	Contributions	11.46	17.32
4	Benefits Paid	(2.75)	(10.09)
5	Fair Value of Plan Assets as at March 31,2014	107.95	90.57
6	Funded Status	(4.63)	(12.26)
7	Excess of Actual over estimated return on Plan Assets	0.36	1.47

F Actuarial Gain / (Loss) Recognized		
1 Actuarial Gain/(Loss) for the period (Obligation)	10.51	(1.26)
2 Actuarial Gain /(Loss) for the period (Plan Assets)	0.36	1.47
3 Total Gain / (Loss) for the period	10.87	(0.21)
4 Actuarial Gain / (Loss) recognized for the period	10.87	(0.21)
5 Unrecognized Actuarial Gain / (Loss) at March 31,2014	-	-
G Movements in the Liability recognized in Balance		
Sheet		
1 Opening Net Liability	12.26	13.74
2 Expenses recognized in Profit & Loss A/c	3.84	15.83
3 Contribution Paid	(11.46)	(17.33)
4 Closing Net Liability	4.63	12.26
H Actuarial Assumptions		
1 Mortality	IALM(200	LIC(1994-
	6-08)Ult	96)Ult
2 Discount Rate as at March 31,2014	8.83%	8.53%
3 Rate of Increase in Compensation	4.00%	4.00%
4 Expected average remaining service (years)	12.79	13.60
5. Withdrawal Rate		
- 0 to 42 years	4.62%	4.18%
6. Expected Rate of Return on plan assets	-	8.00%
I Membership Data		
Number of Employees	175	171
Total Monthly Salary (Rs. In lakh)	38.94	38.10
Average Age (in Years)	36.87	36.29
Average Past Service (in Years)	6.72	6.02
J Experience History		
(Gain)/Loss on obligation due to change in Assumption	(6.34)	(5.44)
Experience (Gain)/Loss on obligation	(4.17)	6.70
Actuarial Gain/Loss on plan assets	0.36	1.47

b) Gratuity is administered through Group Gratuity Scheme with Life Insurance Corporation of India. The LIC raises demand for annual contribution for gratuity amount based on its own computation without providing entire details as required by the Accounting Standard 15. Hence the company obtains separate actuarial valuation report as required under Accounting Standard 15 from an independent Actuary. The maximum amount as per these two valuation reports is recognized as liability in the books of accounts. The expected return on plan assets is based on market expectation at the beginning of the year, for the returns over the entire life of the related obligations.

- c) Amount Recognized as an expenses in respect of Compensated Leave Absences is ₹ 24.56 Lakhs (₹ 46.22 Lakhs credit for the ended 31st March 2013)
- 25. As per the definitions of 'business segment' and 'geographical segment', contained in Accounting Standard-17 "Segment Reporting", the Management is of the opinion that as the Company is engaged in the business of providing depository services and there is neither more than one reportable business segment nor more than one reportable geographical segment, and, therefore, segment information as per Accounting Standard-17 is not required to be disclosed
- 26. SEBI has issued Depositories and Participants (Amendment) Regulations, 2012 on September 11, 2012. According to these Regulations depositories are required to establish and maintain an Investor Protection Fund for the protection of interest of beneficial owners and every depository is required to credit twenty five per cent. of its profits every year to the Investor Protection Fund.

The Company has sought clarification from SEBI on whether the amount of contribution to IPF is to be calculated at 25% of the operating profits of the Company before tax and available after making such contribution, from its depository business. Pending clarification from SEBI, the Company has calculated IPF contribution of ₹1291 lakh (for year ended 31st March 2013 ₹1,326.62 lakh), being 25% of the profits of the Company before tax, available after making such contribution.

If the contribution is calculated at 25% of the operating profits before tax and available after making such contribution, the amount of contribution would be ₹ 674 lakh (for year ended 31st March 2013 ₹744.03 lakh)

27. Previous year's figures have been re grouped/re arranged where required

Signatures to Notes 1 to 27

For and on behalf of the Board of Directors

N Rangachary Chairman

P. S. Reddy

Satish Budhakar

Bharat Sheth Sr. Vice President

M D & CEO

Sr. Vice President (Legal) & Group Company Secretary

& CFO

Mumbai

3rd May 2014

INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED (the "Company"), its subsidiaries (the Company and its subsidiaries constitute "the Group"), which comprise the Consolidated Balance Sheet as at 31st March, 2014, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

The Company's Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and presentation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation

of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on the financial statements of the subsidiaries referred to below in the Other Matter paragraph, the aforesaid consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at 31st March, 2014;
- (b) in the case of the Consolidated Statement of Profit and Loss, of the profit of the Group for the year ended on that date; and
- (c) in the case of the Consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

Other Matter

We did not audit the financial statements of two subsidiaries, whose financial statements reflect total assets (net) of $\ref{7,933}$ lakh as at 31^{st} March, 2014, total revenues of $\ref{1,878}$ lakh and net cash flows amounting to $\ref{8}$ lakh for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

Our opinion is not qualified in respect of this matter.

For DELOITTE HASKINS & SELLS

Chartered Accountants (Firm's Registration No.117365W)

Kalpesh J. Mehta

Partner (Membership No. 48791)

MUMBAI, May 3, 2014

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED
Consolidated Balance Sheet as at 31st March 2014

	Consolidated Balance Sheet as at 31st March 2014						
	Particulars	Note No.	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs			
I.	EQUITY AND LIABILITIES						
	1 Shareholders' funds						
	(a) Share capital	3	10,450.00	10,450.00			
	(b) Reserves and surplus	4	24,891.38	22,401.36			
	(*)		,	,			
	2 Minority Interest		1,356.96	1,237.13			
	3 Non-current liabilities						
	(a) Deferred tax liabilities	11	11.00	-			
	(b) Other Long term liabilities	5	2,163.64	2,156.64			
			,	,			
	4 Current liabilities						
	(a) Trade payables	6	563.65	514.76			
	(b) Other current liabilities	7	3,383.81	2,127.37			
	(c) Short-term provisions	8	2,678.47	2,669.92			
	TOTAL		45,498.91	41,557.18			
II.	ASSETS						
	1 Non-current assets	0					
	(a) Fixed assets	9	664.98	669.56			
	(i) Tangible assets (ii) Intangible assets		295.95	177.67			
	(iii) Capital work-in-progress		293.93	86.74			
	(iv) Intangible assets under development		17.98	44.23			
	(17) Intaligiote assets under development		17.50	11.23			
	(b) Non-current investments	10	4,468.59	2,575.78			
	(c) Deferred tax assets	11	403.52	461.64			
	(d) Long-term loans and advances	12	1,280.26	1,045.40			
	2 Current assets	10	22.070.61	21 (22 1)			
	(a) Current investments (b) Trade receivables	10	33,070.64	31,623.46			
		13	619.16	845.64			
	(c) Cash and Bank Balances(d) Short-term loans and advances	14 15	4,097.65 228.70	3,532.50 244.53			
	(e) Other current assets	16	351.48	250.03			
	(c) Other current assets	10	JJ1. 4 0	230.03			
	TOTAL		45,498.91	41,557.18			
	See accompanying notes notes forming part of the						
	financial statements	1 - 28					

In terms of our report attached

For and on behalf of the Board of Directors

For Deloitte Haskins & Sells

Chartered Accountants

Kalpesh J. Mehta

Partner

Place : Mumbai, Date : 3rd May 2014 N Rangachary Chairman

Chamhan

Satish Budhakar Sr. Vice President (Legal) & Group Company Secretary P. S. Reddy

Managing Director & CEO

Bharat Sheth

Sr. Vice President

& Chief Financial Officer

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED Consolidated Statement of Profit and Loss for the year ended 31st March 2014

	Particulars	Refer Note No.	For the year ended 31 March 2014 (₹) In Lacs	For the year ended 31 March 2013 (₹) In Lacs
I.	Revenue from operations	17	8,893.35	9,074.61
II.	Other income	18	3,389.10	3,330.11
III.	Total Revenue (I + II)		12,282.45	12,404.72
IV.	Expenses: Employee benefits expense Depreciation and ammortisation expense Other expenses (Including contribution to IPF ₹1291 Lacs in current year ₹1,326.62 in Previous year)	19 9 20	1,745.25 496.74 3,876.45	1,715.08 260.76 3,786.13
	Total expenses		6,118.44	5,761.97
V.	Profit before exceptional and extraordinary items and tax (III-IV)		6,164.01	6,642.75
VI.	Exceptional items			-
VII.	Profit before extraordinary items and tax		6,164.01	6,642.75
VIII.	Extraordinary Items - Fire Insurance claim recd./(Loss by fire)		85.16	(72.52)
IX.	Profit before tax (VII+ VIII)		6,249.17	6,570.23
X.	Tax expense: (1) Current tax (2) Deferred tax (3) MAT (4) MAT Credit Entitlement		1,225.00 69.13 5.90 (5.90)	1,688.50 (170.37) -
XI.	Profit from continuing operations (IX-X)		4,955.04	5,052.10
XII.	Profit before the share of minority interest		4,955.04	5,052.10
XIII.	Share of Minority Interest		19.83	58.16
XIV. XV.	• • • • • • • • • • • • • • • • • • • •		4,935.21 4.82	4,993.94 4.85
	Basic and Diluted EPS before Extraordinary Items		4.72	4.78
XVI.	Nominal Value per share (₹)		10.00	10.00
	Weghted Average number of shares		104,500,000	104,500,000
	See accompanying notes forming part of the financial statements	1 - 28		

In terms of our report attached

For and on behalf of the Board of Directors

For Deloitte Haskins & Sells

P. S. Reddy

Chartered Accountants

Chairman

N Rangachary

Managing Director & CEO

Kalpesh J. Mehta

Partner

Satish Budhakar Sr. Vice President (Legal)

& Group Company Secretary

Sr.Vice President

Bharat Sheth

Place: Mumbai,

Date: 3rd May 2014

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED Consolidated Cash Flow Statement for the year ended 31st March 2014

		/03/2014 n Lacs	As at 31/03/201 (₹) In Lacs	
CASH FLOWS FROM OPERATING ACTIVITIES		-		
PROFIT BEFORE TAXES		6,249.17		6,570.23
Net Profit for non-cash and other items to be				
disclosed separately				
Add : Depreciation	496.74		260.76	
Provision for Doubtful Debts	(147.45)		149.89	
Provision for Doubtful Debts Written Back Provision for Gratuity	- 149.42		-	
Provision for diminution in the value of Investments	149.42			
1 Tovision for dimination in the value of investments	15.15			
Less :Profit from redemption of units of Mutual Fund	2,072.43		1,859.64	
Dividend Income from Mutual Funds	367.56		500.66	
Loss by fire	-		(72.52)	
Profit on sale of fixed assets/(Loss) due to fire (Net)	9.51		8.05	
Insurance claim received	85.16		-	
Interest on Fixed Deposits Interest on Bonds	350.64 570.86	(2,937.66)	354.84 570.37	(2,810.39)
interest on bonds	370.80	(2,937.00)	370.37	(2,810.39)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		3,311.51		3,759.84
Adjustment for changes in working capital				
Trade Receivables	373.93		(327.11)	
Short-term loans and advances	15.83		8.13	
Trade payables	48.89		(395.93)	
Other Long term liabilities	7.00		88.75	
Other current liabilities	1,411.64		1,300.84	
Short-term provisions	(146.77)	1,710.52	339.92	1,014.60
		1,710.52		1,014.00
CASH GENERATED FROM OPERATIONS		5,022.03		4,774.44
Taxes Paid		(1,489.29)		(2,257.41)
, and a sum		(1,103,23)		(=,==:::)
A NET CASH PROVIDED BY OPERATING ACTIVITIES	_	3,532.74	_	2,517.03
CASH FLOWS FROM INVESTING ACTIVITIES				
D. J. CD. J. C.		(617.00)		(710.60)
Purchase of Fixed assets Profit on calc of fixed assets(less)		(617.33) 9.51		(712.62) 92.22
Profit on sale of fixed assets(loss) Loss by fire		9.51		(72.27)
Insurance claim received		85.16		4.56
Purchase of Investments		(55,525.90)		(47,417.94)
Sale proceeds of Investments		54,238.55		45,822.69
Deposits with Banks		(630.85)		(18.36)
Dividend Received		367.56		500.66
Interest Received		820.05		936.24

B NET CASH USED IN INVESTING ACTIVITIES	(1,253.25)	(864.82)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid including Dividend Distribution Tax Issue of Equity Shares/Sale of shares	(2,445.19) 100.00	(1,821.79) 150.00
C NET CASH USED IN FINANCING ACTIVITIES	(2,345.19)	(1,671.79)
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	(65.70)	(19.58)
Cash and Cash Equivalents at the beginning of the year Cash and Cash Equivalents at the end of the period	157.50 91.80	177.09 157.51
	(65.70)	(19.58)
1 . Cash and Cash Equivalents comprise		
Cash and Cheques on Hand With scheduled bank on	51.72	0.20
Current Accounts With RBI - Current Account	38.87 1.21	90.19 67.11
	91.80	157.50
2. Reconciliation of Cash and Cash Equivalents		
Cash and Bank Balances as per Balance Sheet Bank Deposits with maturity date after three months Cash and Cash Equivalents as per Cash Flow Statement	4,097.65 4,005.85 91.80	3,532.50 3,375.00 157.50

Notes:

The above statement has been prepared by using the indirect method as per Accounting Standard 3 - Cash Flow Statement issued by the Institute of Chartered Accountants of India.

In	terms	of	our	report	attached
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For and on behalf of the Board of Directors

For Deloitte Haskins & Sells

Chartered Accountants Ch

N Rangachary P. S. Reddy

Chairman

Managing Director & CEO

Kalpesh J. Mehta

Partner

Place: Mumbai,

Date: 3rd May 2014

Satish Budhakar
Sr.Vice President (Legal)

& Group Company Secretary

Bharat Sheth

Sr.Vice President

& Chief Financial Officer

Notes forming part of the Financial Statements

1.General Information

Central Depository Services (India) Limited (CDSL) was set up with the objective of providing convenient, dependable and secure depository services at affordable cost to all market participants. A depository facilitates holding of securities in the electronic form and enables securities transactions to be processed by book entry by a Depository participants (DP) who as an agent of the depository, offers depository services to investors.

2. Significant Accounting Policies:

a) General

Basis of accounting and preparation of financial statements:

The financial statements are prepared on the historical cost convention, on the accrual basis of accounting and conform to accounting principles generally accepted in India and the Accounting Standards as notified under the Companies (Accounting Standards) Rules, 2006, in terms of the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs).

Principles of consolidation

The consolidated financial statements relate to Central Depository Services (India) Limited ("the Company") and its subsidiary company CDSL Ventures Limited and Central Insurance Repository Limited have been prepared on the following basis:

- a) The financial statements of the Company and its subsidiary company are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealised profits or lossed in accordance with Accounting Standard (AS) 21- "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.
- b) The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.

The subsidiary companies considered in the consolidated financial statements are:-

Name of Subsidiary	Country of Incorporation	Proportion of Ownership Interest
CDSL Ventures Limited	India	100.00 %
Central Insurance Repository Limited - On its own name - Through CDSL Venture Ltd.	India	57.50 % 51.00 % 6.50 %

Use of Estimates:

The preparation of financial statements requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including current liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable and results however are not likely to differ from these estimates materially. Any revision to accounting estimates is recognised prospectively

a) Fixed Assets

Fixed assets are shown at their original cost of acquisition including taxes, duties, freights and other incidental expenses relating to acquisition and installation, incurred until the asset is ready to put to use for its intended purpose, less accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits for the existing asset beyond its previously assessed standard of performance.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss.

b) Software Costs

Cost of development and production of internally developed or purchased Systems Software, Application Software and additions of new modules thereto are capitalized and any expenses for modifications/changes thereto are charged to the Statement of Profit and Loss.

c) Depreciation/Amotization/Impairment Loss

Depreciation on fixed assets is provided on Straight Line Method in the manner specified in Schedule XIV to the Companies Act, 1956 (hereinafter referred to as "the Act") except at the rates mentioned below under the heading "Rates used %"

Description of asset	Rates as per the Schedule XIV	Rates used
	%	%
Building	1.63	10
Computer	16.21	50
Hardware/software		
Office Equipment	4.75	20
Furniture & Fixtures	6.33	20
Vehicles	9.5	25

Assets costing ₹5,000 or less are fully written off in the year of purchase.

Leasehold premises amortized over a period of 10 years.

The carrying amounts of assets are reviewed at each Balance Sheet date if there is an indication of impairment based on internal and external factors. The asset is treated as impaired when its carrying cost exceeds the recoverable amount. Impairment loss, if any, is charged to the Statement of Profit and Loss for the period in which the asset is identified as impaired. Reversal of impairment loss recognized in the prior years is recorded when there is an indication that impairment losses recognized for the asset, no longer exist or have decreased.

d) Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

- i. Long term investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long-term investments.
- ii. Current investments are stated at lower of cost and fair value on individual investment basis

e) Employees Benefits

Employee benefits are accrued in accordance with Accounting Standard- 15 (Revised) "Employee Benefits"

Short term Employee Benefits are estimated and provided for.

Performance linked bonus is provided as and when the same is approved by the management.

Post Employment Benefits and Other Long term Employee Benefits are treated as follows:

(i) Defined Contribution Plans:

Provident Fund: The Provident fund plan is operated by Regional Provident Fund Commissioner (RPFC) and the contribution thereof are paid/provided for Contributions to the defined contribution plans are charged to Statement of Profit and Loss for the respective financial year as and when services are rendered by the employees.

(ii) Defined Benefits Plans:

a) **Gratuity:** Gratuity for employees is covered by Gratuity Scheme with Life Insurance Corporation of India and the contribution thereof is paid / provided for. Provision for Gratuity is made on the basis of actuarial valuation on Projected Unit Credit Method

as at the end of the period.

b) Long term compensated absences: Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end. Accumulated compensated absences, which are expected to be availed or encashed beyond 12months from the end of the year are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year.

Actuarial gains/losses at the end of the period accrued to the defined benefit plans are taken to Statement of Profit and Loss for the respective financial year.

f) Current tax and deferred tax

Provision for current tax is made on the basis of relevant provisions of the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accrued for, using the tax rates and laws those have been substantively enacted as of the balance sheet date. Deferred tax assets arising from differences are recognised to the extent that there is reasonable certainty that these would be realised in future.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

g) Foreign Currency Translation

All foreign currency transactions are recorded at exchange rate prevailing on the date of the transaction. All foreign currency current assets/liabilities are translated at the rates prevailing on the date of the Balance Sheet. Foreign exchange rate difference arising on settlement/conversion is recognized in the Statement of Profit and Loss.

h) Revenue Recognition

In contracts involving the rendering of services, revenue is measured using the proportionate completion method and are recognised net of service tax provided that at the time of performance it is not unreasonable to expect ultimate collection. If at the time of raising of any claim it is unreasonable to expect ultimate collection, revenue recognition is postponed till the time the ultimate collection is made.

Discount or premium on debt securities / discounted Money Market Instruments is accrued over the period of remaining maturity.

Interest is recognized on a time proportionate basis taking into account the amount outstanding and the rate applicable.

Dividend is recognized when the unconditional right to receive payment is established.

i) Provisions and Contingencies

A provision is recognised when the Group has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

j) Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

k) Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

1) Earnings per share

Basic earnings per share are computed by dividing the profit for the year by the weighted average number of equity shares outstanding during the year.

m) Operating Cycle

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

Note 3 - Share Capital				
Particulars	As at 31	1/03/2014	As at 31	/03/2013
T al ticular 3	Number	(₹) In Lacs	Number	(₹) In Lacs
Authorised				
Equity Shares of ₹ 10/- each with voting				
rights	150,000,000	15,000.00	150,000,000	15,000.00
Issued, Subscribed & Paid up				
Equity Shares of ₹ 10/- each with voting				
rights	104,500,000	10,450.00	104,500,000	10,450
Total	104,500,000	10,450.00	104,500,000	10,450.00

Note 3a Share capital Notes: (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period: **Particulars** Fresh issue Bonus Conversion Closing Balance **Opening Balance** Equity shares with voting rights Year ended 31 March, 2014 - Number of shares - Amount (₹) In Lacs 104,500,000 104,500,000 10,450.00 10,450.00 Year ended 31 March, 2013 - Number of shares - Amount (₹) In Lacs 104,500,000 104,500,000 10,450.00 10,450.00

Notes: (i) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates: Particulars Equity shares with voting rights Number of shares As at 31 March, 2014 BSE Limited (Holding Company) As at 31 March, 2013 BSE Limited (Holding Company) 56,634,600

(ii) Details of shares held by each shareholder holding more than 5% shares: Class of shares / Name of shareholder As at 31/03/2013 As at 31 March 2014 % holding in that class % holding in that class Number of shares held Number of shares held of shares of shares Equity shares with voting rights 56,634,600 BSE Limited (Holding Company) 56,634,600 54.20 54.20 Bank of India 5,820,000 5.57 5,820,000 5.57 Bank of Baroda 5,300,000 5.07 5,300,000 5.07 State Bank of India 10,000,000 10,000,000 9.57 9.57 **HDFC Bank Limited** 7,500,000 7.18 7,500,000 7.18 Standard Chartered Bank 7,500,000 7.18 7,500,000 7.18 Canara Bank 6.45 6,744,600 The Company has only one class of shares referred to as equity shares having paid up value of ₹10/- per share. Each holder of equity share is entitled to one vote per share

Note 4 - Reserves and surplus		
Particulars	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs
a. General Reserve		
Opening Balance	784.41	476.16
(+) Current Year Transfer	310.52	308.25
Closing Balance	1,094.93	784.41
b. Surplus in Statement of Profit and Loss		
Opening balance	21,616.95	19,376.45
(+) Net Profit For the current year	4,935.21	4,993.94
(-) Proposed Dividend (including Dividend		
Distribution Tax)	2,445.19	2,445.19
(-) Transfer to Reserves	310.52	308.25
Closing Balance	23,796.45	21,616.95
Total	24,891.38	22,401.36

Note 5 - Other Long Term Liabilities		
Particulars	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs
(a) Security Deposits	2,162.00	2,155.00
(b) Others	1.64	1.64
Total	2,163.64	2,156.64

Note 6 - Trade payables		
Particulars	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs
(a) Accrued employee benefits expense(b) Payable to Group Companies(c) Others	416.07 3.41 144.17	331.02 10.91 172.83
Total	563.65	514.76

Note 7 - Other current liabilities		
Particulars	As at 31/03/2014	As at 31/03/2013
1 at ticulars	(₹) In Lacs	(₹) In Lacs
(a) Income received in advance	109.43	84.19
(b) Other payables		
(i) Statutory dues	33.19	25.64
(ii) Payable on purchase of Fixed Assets	38.05	193.26
(iii) Contribution to IPF	2,617.62	1,326.62
(iv) Advances received from customers	566.01	448.17
(v) Others (Refer note below)	19.51	49.49
(Other include deposits, SEBI advances and		
penalty charges to depository participants)		
Total	3,383.81	2,127.37

Investor Education and Awareness Programme:

During the year, out of the penalty collected on account of late transfer of securities by Depository Participants to beneficial owner accounts, ₹ 40.66 lacs (Previous Year ₹ 0.22 lacs) utilized for conducting various investor education and awareness programme. Balance of ₹ 0.77 lacs (Previous year ₹30.60 lacs) is to be utilised for the said programme has been disclosed in "Other Current Liabilities"

Beneficial Owner's Protection Fund:

As advised by SEBI, the Company had set up a Trust called "CDSL Beneficial Owner's Protection Fund"(BOPF) with the object of indemnification of losses suffered by Beneficial Owners. As per the rules of the said Fund, corpus is constituted mainly out of a) 25% of profits of depository and b) penalties collected from Depository Participants (DPs). Details of the Fund account disclosed in "Other Current Liabilities" are given below:

Daytianlans	As at 31 March 2014	As at 31 March 2013
Particulars	(₹) In Lacs	(₹) In Lacs
Opening Balance	3.54	88.69
Add:		
Penalties levied (net)	4.24	2.21
Other Contributions	-	-
Less : Funded	-	87.36
Closing Balance	7.78	3.54

Note 8 - Short term provision		
Particulars	As at 31/03/2014	As at 31/03/2013
raruculars	(₹) In Lacs	(₹) In Lacs
(a) Provision for employee benefits		
Gratuity	4.65	18.55
Compensated absences	144.77	128.22
(b) Other provisions		
Wealth tax	2.27	2.27
Provision for Proposed Dividend	2,090.00	2,090.00
Provision for Dividend Distribution Tax	255 10	
on Proposed Dividend	355.19	355.19
Income Tax (Net of Advance Tax)	75.69	75.69
Provision for MAT	5.90	-
Total	2,678.47	2,669.92

		Gross	Gross Block			Accumulated Depreciation	Depreciation		Net	Net Block
Particulars	As at 01/04/2013	Additions	Disposals	As at 31/03/2014	As at 01/04/2013	Depreciation charged for the year	On disposals	As at 31/03/2014	As at 31/03/2014	As at 31/03/2013
	₽	₩	₽	₩	₽	¥	₩~	₩	₽	₩
Tangible Assets										
Building - Freehold	173.77			173.77	173.76	•		173.76	0.01	0.01
	(173.77)	•		(173.77)	(173.76)	1	ı	(173.76)	(0.01)	(0.01)
Building - Leasehold	500.78	•		500.78	231.53	50.08	1	281.61	219.17	269.25
	(531.52)	(21.66)	(52.40)	(500.78)	(202.42)	(49.18)	(20.07)	(231.53)	(269.25)	(329.11)
Plant and Equipment	2,129.15	241.47	398.54	1,972.08	2,010.66	152.45	398.54	1,764.57	207.51	118.49
	(2,311.39)	(86.78)	(269.02)	(2,129.15)	(2,187.15)	(92.53)	(269.02)	(2,010.66)	(118.49)	(124.24)
Furniture and Fixtures	370.39	16.26	0.20	386.45	258.76	28.15	0.20	286.71	99.74	111.63
	(368.80)	(110.14)	(108.55)	(370.39)	(312.41)	(17.86)	(71.51)	(258.76)	(111.63)	(56.39)
Vehicles	123.11	30.00	28.79	124.32	57.79	26.06	28.79	55.06	69.26	65.32
	(77.44)	(89.99)	(21.01)	(123.11)	(59.21)	(19.59)	(21.01)	(57.79)	(65.32)	(18.23)
Office equipment	379.11	29.54	37.92	370.73	274.25	65.10	37.91	301.44	69.29	104.86
	(356.21)	(108.94)	(86.04)	(379.11)	(284.05)	(56.62)	(66.42)	(274.25)	(104.86)	(72.16)
Total (A)	3,676.31	317.27	465.45	3,528.13	3,006.75	321.84	465.44	2,863.15	664.98	95.699
	(3,819.13)	(394.20)	(537.02)	(3,676.31)	(3,219.00)	(235.77)	(448.03)	(3,006.75)	(969.56)	(600.13)
Intangible Assets										
Computer software	1,629.82	293.18	11.67	1,911.33	1,452.15	174.90	11.67	1,615.38	295.95	177.67
	(1,450.37)	(179.45)		(1,629.82)	(1,427.16)	(24.99)	•	(1,452.15)	(177.67)	(23.19)
Total (B)	1,629.82	293.18	11.67	1,911.33	1,452.15	174.90	11.67	1,615.38	295.95	177.67
	(1,450.37)	(179.45)		(1,629.82)	(1,427.16)	(24.99)		(1,452.15)	(177.67)	(23.19)
Grand Total (A+B)	5,306.13	610.45	477.12	5,439.46	4,458.90	496.74	477.11	4,478.53	960.93	847.23
Previous Year	(5,269.50)	(573.65)	(537.02)	(5,306.13)	(4,646.16)	(260.76)	(448.03)	(4,458.90)	(847.23)	(623.32)

Note: Figures disclosed in bracket pertains to previous year.

	As at 31/0	03/2014	As at 31	/03/2013
Particulars	Non current investments	Current portion of Long term investments	Non current investments	Current portion of Long term investments
	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs
Long term Investments (At Cost)				
Investment in Subsidiaries (Trade) Investment in Equity shares (Unquoted)	_		-	
Invesment in Others				
Investment in Equity shares (Unquoted)	0.50	-	0.50	-
Investment in Debentures (Quoted)	4,467.99	775.08	2,575.18	4,501.25
Investment in Government Securities (Quoted)	0.10	20.051.25	0.10	24.726.24
Investment in Units of Mutual funds (Quoted)	-	29,851.35	-	24,726.34
Total	4,468.59	30,626.43	2,575.78	29,227.59
Particulars	As at 31/0		As at 31/03/2013 (₹) In Lacs	
	(₹) In Lacs) In Lacs	
Current Investments (At Cost or Fair value whichever is less) nvestment in Units of Mutual funds (Unquoted)	2,444.	.21	2,395.87	
Total	2,444.	.21	2,3	95.87
	As at 31/0	03/2014	As at 31	03/2013
Particulars	Non current investments	Current Investments	Non current investments	Current Investments
Particulars		Current Investments (₹) In Lacs	Non current investments (₹) In Lacs	Current Investments (₹) In Lacs
	Non current investments			
Total Investments	Non current investments (₹) In Lacs 4,468.59 As at 31/0	(₹) In Lacs 33,070.64	(₹) In Lacs 2,575.78 As at 31	(₹) In Lacs 31,623.4 /03/2013
Total Investments Particulars	Non current investments (₹) In Lacs 4,468.59 As at 31/((₹) In	(₹) In Lacs 33,070.64 03/2014 Lacs	(₹) In Lacs 2,575.78 As at 31 (₹)1	(₹) In Lacs 31,623.4 /03/2013 n Lacs
Total Investments Particulars Aggregate book value of quoted investments	Non current investments (₹) In Lacs 4,468.59 As at 31/0	(₹) In Lacs 33,070.64 03/2014 Lacs	(₹) In Lacs 2,575.78 As at 31 (₹)1	(₹) In Lacs 31,623.4 /03/2013
Total Investments	Non current investments (₹) In Lacs 4,468.59 As at 31/((₹) In	(₹) In Lacs 33,070.64 03/2014 Lacs 4.52	(₹) In Lacs 2,575.78 As at 31 (₹)1 31,	(₹) In Lacs 31,623.4 /03/2013 n Lacs

Note 10 A - Investments								
B 4 1	As at 31/03/2014	As at 31/03/2013						
Particulars	(₹) In Lacs	(₹) In Lacs						
(a) Investment in Equity instruments	0.50	0.50						
(b) Investments in Government or Trust securities	0.10	0.10						
(c) Investments in Debentures or Bonds	5,243.07	7,076.43						
(d) Investments in Mutual Funds	32,315.35	27,122.21						
Total (A)	37,559.02	34,199.24						
Less: Provision for dimunition in the value of Investments (B)	(19.79)							
Total (A)-(B)	37,539.23	34,199.24						
Particulars	As at 31/03/2014	As at 31/03/2013						
Aggregate amount of unquoted investments	0.50	0.50						

Quoted /	Name of the Body Corporate	Subsidiary / Associate /	No. of Shares / Units	ss/Units	(₹) In Lacs	Lacs
h		Others				
			As at 31/03/2014	As at 31/03/2013	As at 31/03/2014	As at 31/03/2013
(I)	(2)	(3)	(4)	(5)	(10)	(11)
Invesme a) Unquoted		Others	5,000.00	00'000'\$	í	\$
	paid up)				0.50	0.50
b)	Investment in Debentures			90 301 90		20.106
Quoted	7.02.% Let 1 Hadre 1.0214 7.70% REC Ltd. 020614			50.00		494.02
Quoted	7.21% RECL Tax free bonds 211122 7.27% PEC Tax free Rond Sories 05 201122		50.00	50.00	500.05	500.05
Quoted	6.05% IRFCL Tax Free Bonds Series 73 201215		500.00	500.00	200:00	200.00
Quoted	7.18% IRFCL Tax free Bonds 190223 8.01% NHB Tax Free Bonds 300823		30,000.00	30,000.00	300.00	300.00
Quoted	8.35% NHAI Tax Free Bonds 221123		70.00	•	700.21	•
Quoted	8.20% NHAI Tax Free Bonds 250122		22,500.00	•	225.16	•
Quoted	8.18% NHPC Tax Free Bonds 021123 8.19% NTPC Tax Free Bonds 040324		22,547.00		500.05	
Quoted	8.41% NTPC Tax Free Bonds 161223		31,665.00	,	316.65	•
					4,467.99	2,575.18
ာ ်	Investment in Government Securities	į			,	;
patono	11:30% (OU 2013)	Omers	10:00	10.00	0.10	0.10
	Total of Non current investments (a+b+c+d)				4,468.59	2,575.78
Details of C	Details of Current portion of Long term investments					
Inves	Invesment in Others					
ਓ	Investment in Debentures					
Quoted	9.62% L&T Finance 170914		28,106.00	- 0000	281.06	. 000
Quoted	11.35% IDBI Omni Bonds 2008-Sr.XV 8.48% IDFC			100.00		1,000.00
Quoted	9.25% HDFC		1	50.00	1	500.00
Quoted	9.75% HDFC		1	50.00	•	500.00
Quoted	NCD Tata Capital Ltd. (12%) 6.85% ITECT Rands (Tav Erres)			50,000.00	T I	500.00
Quoted	6.85% IIFCL Bonds (Tax Free)			200.00	. ,	200:75
Quoted	7.70% REC Ltd. 020614		50.00	•	494.02	•
9	Investment in Units of Murual funds				775.08	4,501.25
Quoted	Axis Fixed Term Plan - Series 56 (370 Days) Direct Growth		5,000,000.00	•	500.00	ı
Quoted	Axis Yearly Interval Fund - Series I Direct Growth Birla Fixed Term Plan Series GM GZ Direct		5,003,680.00	6,586,277.00	500.37	- 658.63
,						

393.88	925.05	1		461.89	325.17	491.37	68:630			i t	427.50	300.00	•		•	•	550.32	- 24.07.3	540.37	,	100000	74,/20.34	29,227.59			1,180.95		100.00	•	•	•	- 31,971	144.06	299.19	395.41	2,395.87	•	2,395.87	34,199.24	
600.00	1 1	536.07	945.54 400.43	•	•		354.48	563.00	503.64	256.27	436.00	355.00	300.00	400.00	200:00	907.09		591.14	00 009	394.87	20.00	cc.1c8,62	30,626.43			- 300	233.13		551.43	740.87	98.36	132.28	46.43	213.98	•	2,464.00	(19.79)	2,444.21	37,539.23	
6,000,000.00 3,938,774.00	9,250,535.00 8,135,988.00			4,618,932.00	3,251,688.00	3.758.770.00	00:0/4:004:0	•	•	- 20 110 1	4,2/5,031.00	3,000,000.00		r	•	•	5,503,150.00		5,405,723.00	,						11,679,501.00		9,977.20		•	•	- 27 309 00	14,402.00	282,959.00	25,865.00					
6,000,000.00		5,360,560.00	9,455,439.00 4.004.334.00	1	•		3.544.730.00	5,630,000.00	5,036,298.00	2,562,575.00	4 360 000 00	3,550,000.00	3,000,000.00	4,000,000.00	4,567,711.76	6,020,501.13	- 00	5,911,402.00	5 498 432 95	3,948,606.39						- 00 013 00	23,512.60		5,353,027.09	6,797,411.67	98,172.14	13 589 54	4.641.11	202,372.34	ī					
Religare Invesco FMP - Series XVIII - Plan E (374 Days) - Direct Plan Religare Invesco FMP-Series XVII - Plan E (369 days) - Direct Plan Religare Invesco FMP-Sr. 22-Plan B (367 Days) - Direct Plan - Growth	irect Growth rect Growth	ect Growth	ect Growth ect Growth	irect	Gr-Direct	Direct	idii i Gi-DiiGG				n - Growth	an - Growth	Direct Growth	irect Growth	irowth	- Growth	Growth	R Direct - Cumulative	B -Direct - Cumulauve in - Growth	Direct - Growth			stments (e+f)				sstment n-Monthy Div	ct - Daily Dividend	ct Plan-Daily Dividend	lend-Reinvestment	ect-Reinvestment	Daily Dividend	- Daily Dividend	ect Plan-Daily Dividend	-Daily Dividend					
Religare Invesco FMP - Series XVIII - Plan E (374 Day, Religare Invesco FMP-Series XVII - Plan E (369 days) - Religare Invesco FMP-St. 23-Plan B (367 Days) - Direct	Sundaram Fixed Term Plan CQ 370 Days - Direct Growth Sundaram Fixed Term Plan DE 367 Days Direct Growth	Sundaram Fixed Term Plan DO 366 Days Direct Growth	Sundaram Fixed 1erm Plan FB 369 Days Direct Growth Sundaram Fixed Term Plan FF 366 Days Direct Growth	Birla Sunlife Fixed Term Plan - Sr HD Gr-Direct	Sunlife Fixed Term Plan Series GG-GZ Gr-Direct	Sunlife Tates of Jacome Flan Annual Plan 1 Gr. Direct	Birla Fixed Term Plan Series JY - Gr-Direct	Birla Fixed Term Plan Series KI - Gr-Direct	Birla Fixed Term Plan Series KQ - Gr-Direct	Birla Fixed Term Plan Series HL - Gr-Direct	Kotak FMF Series 96 - Direct -Orowth Reliance Yearly Interval Find Sr 2 Direct Plan - Growth	Reliance Yearly Interval Fund-Sr-5-Direct Plan - Growth	Reliance Fixed Horizon Fund XXIV Sr 15 - Direct Growth	Reliance Fixed Horizon Fund XXV Sr 26 - Direct Growth	Reliance Yearly Interval Fund Sr 4 - Direct Growth	DSP Black Rock FMP Sr 146-12M - Direct - Growth	DSP BlackRock FMP Sr 84 - 12M - Direct - Growth	ICICI Prudential FMP Sr /2 - 36/Days Plan R Direct - Cumulative	ICICI Frudential Filir St 60- 308 Days Flan B -Direct - Cumulauve Reliance Yearly Interval Flind Sr 2 Direct Plan - Growth	Reliance Fixed Horizon Fund - XXIV- Sr11 Direct - Growth			Total of Current portion of Long term investments (e+f)	10	Investment in Units of Mutual funds	und Direct Plan	AXIS Liquid Fund - Direct - Dally DIV Reinvestment Birls Sunlife Dynamic Bond Fund, Retail Plan-Monthy Div	Dilia Sulling Dynamic Dome Temes regain fan innen Div DSP BlackRock Money Manager Fund - Direct - Daily Dividend	ICICI Prudential - Dynamic Bond Fund - Direct Plan-Daily Dividend	Reliance Short Term - Direct - Monthly Dividend-Reinvestment	Birla Sunlife Cash Plus - Daily Dividend Direct-Reinvestment	Birla Sunlite Saving Fund - Daily Dividend Direct-Reinvestment Kotak Floater Short Term Fund-Direct Plan - Daily Dividend	DSP BlackBock Liquidity Fund - Direct Plan - Daily Dividend	ICICI Prudential -Flexible Income Fund -Direct Plan-Daily Dividend	Reliance Liquid Fund - Treasury Plan -Direct-Daily Dividend		less: Diminution in the value of investments	Investments		
Religare Invesco F Religare Invesco F Religare Invesco F	Sundaram Fixed To Sundaram Fixed To	Sundaram Fixed Te	Sundaram Fixed Iv Sundaram Fixed Te	Birla Sunlife Fixed	Birla Sunlife Fixed	Birla Sunlife Fixed	Birla Fixed Term P	Birla Fixed Term F	Birla Fixed Term F	Birla Fixed Term F	Reliance Yearly In	Reliance Yearly Int	Reliance Fixed Ho	Reliance Fixed Ho	Reliance Yearly In	DSP Black Rock F	DSP BlackRock F.	ICICI Prudential F	Reliance Yearly In	Reliance Fixed Ho			Total of Current p	Details of Current Investments	Investment in Uni												less: Diminution in	Total of Current Investments	Total Investment	
Quoted Quoted Quoted	Quoted	Quoted	Quoted	Quoted	Quoted	Quoted	Ouoted	Quoted	Quoted	Quoted	Quoted	Quoted	Quoted	Quoted	Quoted	Quoted	Quoted	Cuoted	Quoted	Quoted				etails of	£	Unquoted	Unquoted Unquoted	Unquoted	Unquoted	Unquoted	Unquoted	Unquoted	Unquoted	Unquoted	Unquoted					

Note 11 - Deferred tax assets/Liabilities		
Particulars	As at 31/03/2014	As at 31/03/2013
	(₹) In Lacs	(₹) In Lacs
Deferred tax Liabilities Provision for compensated absences, gratuity and other	(4.95)	
employee benefits	(4.73)	
Provision for doubtful debts / advances	-	-
On difference between book balance and tax balance of fixed	15.95	
assets		
Total	11.00	•
Deferred tax asset	400	1.0 10
Provision for compensated absences, gratuity and other employee benefits	192.57	162.40
Provision for doubtful debts / advances	95.43	150.88
On difference between book balance and tax balance of fixed	115.52	148.36
assets		
Total	403.52	461.64
Note 12 - Long term Loans and Advances - Unsecured, consider		
Particulars	As at 31/03/2014 (₹) In Lacs	As at 31/03/2013 (₹) In Lacs
	(·) In Eacs	(') III Eucs
(a) Capital Advances	39.01	74.33
(b) Security Deposits (Deposit with Holding Company)	73.42	73.42
(Deposit with Holding Company)	73.42	73.42
(c) Advance Income tax (net of provisions)	1,161.93	897.65
· · · · · · · · · · · · · · · · · · ·		
	5.00	
(d) Other Loans and Advances - MAT Credit Entitlement	5.90	-
Total	1,280.26	1,045.40
Note 13 - Trade Receivables		
	As at 31/03/2014	As at 31/03/2013
Partculars	(₹) In Lacs	(₹) In Lacs
Outstanding for a period exceeding six months (from the date		
due for payment)	0.01	10.00
Secured, considered good Unsecured, considered good	0.91	10.00 41.18
Unsecured, considered doubtful	296.44	443.89
,		
Less: Provision for doubtful debts	(296.44)	(443.89
Total (A)	0.91	51.18
Others		
Secured, considered good	246.00	284.69
Unsecured, considered good	372.25	509.77
Unsecured, considered doubtful		
Less: Provision for doubtful debts Total (B)	618.25	794.46

Total (A) + (B)

845.64

619.16

De de Lee	As at 31/0	03/2014	As at 31/	03/2013
Particulars	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs
a) Cash on hand		0.07		0.2
) Balances with banks		4,045.93		3,465.1
i) in current account	40.08		90.19	
ii) in deposit account	4,005.85		3,375.00	
c) Cheques, drafts on hand		51.65		67.1
Total Control of the		4,097.65		3,532.5

- (i) Of the above, balances that meet the definition of cash and cash equivalents as per AS 3 Cash Flow Statements is ₹91.80 Lakhs (As at March 31, 2013 ₹157.50 Lakh)
- (ii) Balances in Deposit Account with Banks includes ₹ 1,000.00 lakh (As at March 31, 2013 Nil), which have an remaining maturity of more than 12 months
 (iii) Balances with banks includes amount in earmarked accounts ₹1.22 Lakh (As at 31 March 2013, ₹1.21 Lakh)

Note 15 - Short-term loans and advances - Unsecured consi	dered good			
Particulars	As at 31/	03/2014	As at 31	/03/2013
1 articulars	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs	(₹) In Lacs
(a) Loans and advances to employees		14.09		12.20
(b) Prepaid Expenses		111.53		121.73
(c) Balances with Government authorities (CENVAT Credit receivable)		77.35		90.40
(d) Others Advances to parties	10.63		16.86	
Sundry deposits	15.10	25.73	3.34	20.20
Total		228.70		244.53

Note 16 - Other current assets								
Particulars	As at 31/03/2014	As at 31/03/2013						
	(₹) In Lacs	(₹) In Lacs						
Interest accrued on -								
Bonds	157.60	185.00						
Fixed Deposits	193.88	65.03						
Total	351.48	250.03						

	Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
		(₹) In Lacs	(₹) In Lacs
(a)	Sale of services (Refer Note (i) below)	8,707.19	9,052.95
(b)	Other operating revenues (Refer Note (ii) below)	186.16	21.66
	Total	8,893.35	9,074.61
Notes			
(i)	Sale of services comprise:		
	Annual Issuer Charges	3,823.63	3,897.04
	Transaction charges	1,989.05	2,184.96
	Users Facility charges	389.62	413.98
	Settlement charges	243.96	246.16
	Account Maintenance Charges	225.90	210.26
	Others	685.04	560.89
	On Line Data Charges	893.35	1,159.97
	Documents Storage Charges	456.55	379.69
	New Policy (EIA) Charges- Created by CIRL	0.01	-
	New Policy (EIA) Charges- Created by Insurer	0.02	-
	Existing Policy Charges	0.06	-
	Total - Sale of services	8,707.19	9,052.95
(ii)	Other operating revenues comprise:		
(11)	Interest from Debtors	23.04	21.66
	Provision for Doubtful Debts Written Back	163.12	-
	Total - Other operating revenues	186.16	21.66

Note 18 - Other Income	Note 18 - Other Income									
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013								
	(₹) In Lacs	(₹) In Lacs								
(a) Interest Income (Refer Note (i) below)	924.56	925.22								
(b) Dividend Income (Current Investments)	367.56	500.66								
(c) Net gain/(loss) on sale of investments										
(Current Investments)	2,072.43	1,859.64								
(d) Other Income (refer Note ii below)	24.55	44.59								
Total	3,389.10	3,330.11								

Note (i)		
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013
	(₹) In Lacs	(₹) In Lacs
Interest income comprises:		
Interest from banks on:		
deposits	350.64	354.84
Interest income from long term investments		
(Bonds)	570.86	570.37
Other Interest	3.06	0.01
Total - Interest income	924.56	925.22

Note (ii)					
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013			
	(₹) In Lacs	(₹) In Lacs			
Other non-operating income comprises:					
Profit on sale of Assets	9.51	8.05			
Miscellaneous income	15.04	6.54			
Sponsorship fees	-	30.00			
Total - Other non-operating income	24.55	44.59			

Note 19 - Employee Benefits Expense					
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013			
	(₹) In Lacs	(₹) In Lacs			
(a) Salaries, wages and bonus	1,595.93	1,579.26			
(b) Contribution to provident and other funds	68.13	68.94			
(c) Staff welfare expenses	81.19	66.88			
Total	1,745.25	1,715.08			

Note 20 - Other Expenses				
Particulars	For the year ended 31 March 2014	For the year ended 31 March 2013		
	(₹) In Lacs	(₹) In Lacs		
(a) Annual SEBI Fees	11.00	11.00		
(b) Bad Debts Written Off	315.53	111.41		
(b) Contribution to IPF	1,291.00	1,326.62		
(c) Business Promotion Expenses	39.56	46.37		
(d) Directors' Sitting Fees	15.07	12.48		
(e) Payment to auditors for				
Statutory Audit	8.40	8.15		
Tax Audit	0.75	0.75		
Reimbursement of expenses	0.26	0.83		
(f) Insurance	90.21	99.37		
(g) Legal, Professional and Consultancy Fees	135.26	134.29		
(h) Postage, Telephone & Communication Charges				
(Net of recoveries)	269.10	313.22		
(i) Power and fuel	72.51	72.06		
(j) Printing & Stationery	21.70	29.10		
(k) Provision for doubtful debts	15.67	149.89		
(l) Provision for diminution in the value of				
Investments	19.79	-		
(m) Rates and taxes, excluding, taxes on income	44.17	37.25		
(n) Rent	295.31	293.74		
(o) Repairs to buildings	137.92	137.57		
(p) Repairs to machinery	796.16	655.84		
(q) Travelling and Conveyance	94.37	82.15		
(r) Water Charges	3.14	3.24		
(s) Point of Service (POS) charges	135.89	205.29		
(t) Miscellaneous expenses	63.68	55.51		
Total	3,876.45	3,786.13		

Note 21 Additional information to the financial statements					
Note	Particulars	As at 31 March, 2014	As at 31 March, 2013		
		(₹) In Lacs	(₹) In Lacs		
21.1	Contingent liabilities and commitments (to the extent not provided for)				
(i)	Contingent liabilities Claims against the Company not acknowledged as debt	2,383.36	2,323.58		
(ii)	Capital Commitments Estimated amount of contracts remaining to be executed on capital account and not provided for	546.13	210.66		
(iii)	Other commitments for Leased Line charges, software expenses	46.63	57.61		

- (a) The Company is a party in certain legal proceedings filed by beneficial owners/third parties in the normal course of business. The Company does not expect the outcome of these proceedings to have any material adverse effect on its financial conditions, results of operations and cash flow. Amount is not ascertainable.
- (b) Claims against Company not acknowledged as debt: Service Tax

The Commissioner of Service Tax, Mumbai has issued Show cause cum Demand Notice (SCN) on 21st October 2009 to CDSL demanding service tax amount of ₹1,791 lacs on the charges recovered by CDSL for providing "Depository services" to DPs and RTAs for the period 2004-05 to 2008-09.

The Commissioner of Service Tax, Mumbai has issued Show cause cum Demand Notice (SCN) on 04th October 2010 to CDSL demanding service tax amount of ₹465 lacs on the charges recovered by CDSL for providing "Depository services" to DPs and RTAs for the period 2009-10.

The Commissioner of Service Tax, Mumbai has issued Show cause cum Demand Notice (SCN) on 23rd April 2012 to CDSL demanding service tax amount of ₹5.91 lacs on the charges recovered by CDSL for wrong availment of Cenvat Credit on Group Mediclaim policy in respect of staff for FY 2007-08 to FY 2011-12.

Company has obtained two legal opinions which states that CDSL is not liable for the service tax as demanded in the aforesaid notice. Company has filed a comprehensive reply based on jurisdiction and merits, vide its letter dated November 25, 2009 and November 2, 2010 to the SCNs respectively and requested for personal hearing in the matter. Till date no reply from Service Tax Department has been received.

(c) Claims against Company not acknowledged as debt: Income Tax

Appeal pending with Commissioner of Income Tax (Appeals) for the AY 2009-10 to AY 2011-12 amounting to ₹72.50 lacs.

Appeal pending with Commissioner of Income Tax (Appeals) for the AY 2010-11 amounting to ₹ 48.95 lacs.

21.2 **Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**Based on the information available with the Company, the balance due to Micro and Small Enterprises as defined under the MSMED Act,2006 is period ₹ Nil). Further, no interest during the year has been paid or payable under the terms MSMED Act,2006 (Previous period ₹ Nil).

21.3	Expenditure in foreign currency:	For the year ended	For the year ended
		31 March 2014	31 March 2013
		(₹) In Lacs	(₹) In Lacs
	Travelling Expenses Others	20.13 1.52	4.32 5.48

Note 22 Disclosures under Accounting Standards			
Related party transactions			
Details of related parties:			
Description of relationship	Names of related parties		
Holding Company	BSE Limited		
Fellow Subsidiaries (with whom there are transactions)	Marketplace Technologies Pvt. Ltd. BOI Shareholding Ltd. Indian Clearing Corporation Ltd.		
Key Management Personnel (KMP)	Shri P S Reddy - MD & CEO		

Details of related party transactions as at / the year ended 31 March, 2014:

(₹)	In 1	Lacs
,		Luci

Particulars	Holding Company	Fellow Subsidiaries	KMP	Total
Purchase of fixed assets				-
Remuneration paid			103.83	103.83
Rendering of services	6.72	29.41	(90.91)	(90.91) 36.13
Receiving of services	(4.56) 174.89	(31.36) 46.50		(35.92) 221.39
License agreements-Rent & Maintenance	(395.05) 311.49	(42.36)		(437.41) 311.49
Finance (including loans and equity contributions	(311.20)			(311.20)
in cash or in kind)- Dividend Paid	1132.69			1132.69
Balances outstanding at the end of the period	(849.52)			(849.52)
Trade receivables		0.90		0.90
Loans and advances-Deposit given	73.42	(2.33)		(2.33) 73.42
Trade payables	(73.42) 3.41 (10.91)	6.63	_	(73.42) 10.04 (10.91)
				· · · · · · · · · · · · · · · · · · ·

Note: Figures in bracket relates to the previous year/period

Note 23 Disclosures under Accounting Standards

Particulars	For the Year ended 31 March 2014	For the Year ended 31 March 2013
	(₹) In Lacs	(₹) In Lacs
Earnings per share Basic & Diluted Total operations		
Net profit/(loss) for the period from continuing operations Less: Preference dividend and tax thereon	4,935.21	4,993.94
Net profit/(loss) for the period from continuing operations attributable to the equity shareholders	4,935.21	4,993.94
Weighted average number of equity shares	104,500,000.00	104,500,000.00
Par value per share (₹)	10.00	10.00
Earnings per share from continuing operations - Basic & Diluted (₹)	4.72	4.78
Basic & Diluted (excluding extraordinary items) Total operations		
Net profit / (loss) for the year from continuing operations (Add) / Less: Extraordinary items (net of tax) relating to continuing operations (Loss due to fire added back)	4,952.14 85.16	4,993.94 72.52
Net profit / (loss) for the year from continuing operations attributable to the equity shareholders, excluding extraordinary items	5,037.30	5,066.46
Weighted average number of equity shares Par value per share (₹) Earnings per share from continuing operations, excluding	104,500,000 10.00 4.82	104,500,000 10.00 4.85
extraordinary items - Basic & Diluted (₹)	4.82	4.63

- **24.** The Group has determined the liability for Employee Benefits as at March 31, 2014 in accordance with the revised Accounting Standard 15 on "Employee Benefits" prescribed in Companies (Accounting Standards) Rules, 2006.
- a) Defined benefit plans-Gratuity-As per Actuarial Valuation on March 31, 2014

A	Expenses Recognized in the statement of	31/03/2014	31/03/2013
	Statement of Profit and Loss for the year ended	(₹ in Lakhs)	(₹ in Lakhs)
1	Current Service Cost	15.91	16.11
2	Past Service Cost	-	-
3	Interest Cost	8.24	7.27
4	Expected Return on Plan Assets	(8.63)	(6.52)
5	Net Actuarial (Gain)/ Loss recognized for the Period	(11.24)	1.33
6	Expenses recognized in statement of P&L A/c	4.28	18.18
В	Net Asset / (Liability) recognized in the		
	Balance Sheet		
1	Present Value of Obligation	115.49	105.01
2	Fair Value of Plan Assets	112.39	92.57
3	Funded Status	(3.10)	(12.44)
4	Unrecognised Actuarial Gain/ (Loss)	-	-
5	Net Assets / (Liability) recognized in the Balance	(3.10)	(12.44)
	Sheet		
C	Changes in present value of obligations		
1	Present Value of Obligation as at April 01, 201 3	105.01	90.23
2	Interest Cost	8.24	7.27
3	Current Service Cost	15.91	16.11
4	Past Service Cost	-	-
5	Benefits Paid	(2.75)	(10.10)
6	Actuarial (Gain)/Loss on Obligation	(10.92)	1.51
7	Present Value of Obligation as at March 31, 2014	115.49	105.01
<u>D</u>	Changes in Fair Value of Plan Assets	02.01	77.10
1	Fair Value of Plan Assets as at April 01, 2013	93.81	77.12
2	Expected Return on Plan Assets Contributions	8.96	6.52
3	Benefits Paid	12.37	18.85
5	Actuarial Gain / (Loss) on plan assets	(2.75) 0.32	(10.10)
6	Fair Value of Plan Assets as at March 31, 2014	112.39	92.57
E	Fair Value of Plan Assets	112.39	92.31
1	Fair Value of Plan Assets Fair Value of Plan Assets as at April 01,2013	93.81	77.12
2	Actual Return on Plan Assets	8.96	6.71
3	Contributions	12.37	18.85
4	Benefits Paid	(2.75)	(10.10)
5	Fair Value of Plan Assets as at March 31, 2014	112.39	92.56
6	Funded Status	(3.10)	(12.44)
7	Excess of Actual over estimated return on Plan Assets	0.35	0.19
F	Actuarial Gain / (Loss) Recognized		
1	Actuarial Gain/(Loss) for the period (Obligation)	10.92	(1.51)
2	Actuarial Gain /(Loss) for the period (Plan Assets)	0.32	0.19
3	Total Gain / (Loss) for the period	11.24	(1.33)
4	Actuarial Gain / (Loss) recognized for the period	11.24	(1.33)
5	Unrecognized Actuarial Gain / (Loss) at March 31,2014	-	-

G Movements in the Liability recognized in Balance		
Sheet		
1 Opening Net Liability	11.20	13.11
2 Expenses recognized in Profit & Loss A/c	4.28	18.18
3 Contribution Paid	(12.37)	(18.85)
4 Closing Net Liability	3.10	12.44
H Actuarial Assumptions		
1 Mortality	LIC(1994-	LIC(1994-
	96)Ult	96)Ult
2 Discount Rate as at March 31, 2014	8.33%	7.95%
3 Rate of Increase in Compensation	4.00%	4.00%
4 Expected average remaining service (years)	12.79	14.53
5. Withdrawal Rate		
- 0 to 42 years	4.62%	8.33%
6. Expected Rate of Return on plan assets	8.75%	7.95%
J Experience History		
(Gain)/Loss on obligation due to change in Assumption	(6.71)	(5.28)
Experience (Gain)/Loss on obligation	(4.20)	6.80
Actuarial Gain/Loss on plan assets	0.33	0.19

- b) Gratuity is administered through Group Gratuity Scheme with Life Insurance Corporation of India. The LIC raises demand for annual contribution for gratuity amount based on its own computation without providing entire details as required by the Accounting Standard 15. Hence the Group obtains separate actuarial valuation report as required under Accounting Standard 15 from an independent Actuary. The maximum amount as per these two valuation reports is recognized as liability in the books of accounts. The expected return on plan assets is based on market expectation at the beginning of the year, for the returns over the entire life of the related obligations.
- **25.** As per the definitions of 'business segment' and 'geographical segment', contained in Accounting Standard-17 "Segment Reporting", the Management is of the opinion that the group's operations comprise of two segments viz. a) Depository activity i.e. providing depository related services and b) Data Processing Services i.e. providing online data. And accordingly following disclosure is made

		For the Pe	
		March 31, 2014 (₹ in Lakhs)	March 31, 2013 (₹ in Lakhs)
	Segment Revenue		(TAT Editio)
	(a) Depository Activity	10,490.61	10,323.30
	(b) Data Processing Services	1,628.27	1,814.86
	(c) Others	248.76	266.57
	(c) Others		
	Total	12,367.64	12,404.73
	Less: Inter Segment Revenue	-	-
	Total Income	12,367.64	12,404.73
	Segment Results		
	(a) Depository Activity	5,023.38	5,182.29
	(b) Data Processing Services	1,137.44	1,181.88
	(c) Others	86.47	206.07
	Total	6,247.29	6,570.24
	Add - Unallocated Comparets Income		
	Add : Unallocated Corporate Income Less : Unallocated Corporate Expenses		-
	Profit before taxation	- (247 20	(570.24
	Less: Provision for taxation	6,247.29	6,570.24
	Profit after taxation	1,294.13 4,953.16	1,518.13 5,052.11
	Front after taxation	4,933.10	3,032.11
		As at	As at
		As at March 31, 2014	As at March 31, 2013
	Sogmont Assots		
	Segment Assets (a) Depository Activity	March 31, 2014	March 31, 2013
	(a) Depository Activity	March 31, 2014 36,262.23	March 31, 2013 33,384.41
	(a) Depository Activity (b) Data Processing Services	March 31, 2014 36,262.23 4,448.94	March 31, 2013 33,384.41 3,639.34
	(a) Depository Activity(b) Data Processing Services(c) Others	36,262.23 4,448.94 3,227.27	March 31, 2013 33,384.41 3,639.34 3,174.13
	(a) Depository Activity(b) Data Processing Services(c) Others(d) Unallocated	36,262.23 4,448.94 3,227.27 1,571.34	33,384.41 3,639.34 3,174.13 1,359.29
[(a) Depository Activity(b) Data Processing Services(c) Others	36,262.23 4,448.94 3,227.27	March 31, 2013 33,384.41 3,639.34 3,174.13
	(a) Depository Activity(b) Data Processing Services(c) Others(d) Unallocated	36,262.23 4,448.94 3,227.27 1,571.34	33,384.41 3,639.34 3,174.13 1,359.29
	 (a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78 6,154.36 98.31	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17 7,263.57 115.03 14.39 75.69
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Capital Employed	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78 6,154.36 98.31 22.88 92.59 6,368.14	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17 7,263.57 115.03 14.39 75.69
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Capital Employed (a) Depository Activity	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17 7,263.57 115.03 14.39 75.69
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Capital Employed (a) Depository Activity (b) Data Processing Services	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78 6,154.36 98.31 22.88 92.59 6,368.14	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17 7,263.57 115.03 14.39 75.69 7,468.68
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Capital Employed (a) Depository Activity (b) Data Processing Services (c) Others	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78 6,154.36 98.31 22.88 92.59 6,368.14 30,107.87 4,350.63 3,204.39	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17 7,263.57 115.03 14.39 75.69 7,468.68 26,120.84 3,524.31 3,159.74
	(a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Segment Liabilities (a) Depository Activity (b) Data Processing Services (c) Others (d) Unallocated Total Capital Employed (a) Depository Activity (b) Data Processing Services	36,262.23 4,448.94 3,227.27 1,571.34 45,509.78 6,154.36 98.31 22.88 92.59 6,368.14	33,384.41 3,639.34 3,174.13 1,359.29 41,557.17 7,263.57 115.03 14.39 75.69 7,468.68

- **26.** SEBI has issued Depositories and Participants (Amendment) Regulations, 2012 on September 11, 2012. According to these Regulations depositories are required to establish and maintain an Investor Protection Fund for the protection of interest of beneficial owners and every depository is required to credit twenty five per cent. of its profits every year to the Investor Protection Fund.
- **27.** The Company has sought clarification from SEBI on whether the amount of contribution to IPF is to be calculated at 25% of the operating profits of the Company before tax and available after making such contribution, from its depository business. Pending clarification from SEBI, the Company has calculated IPF contribution of $\stackrel{?}{\sim}1291$ lakh (for year ended 31^{st} March $2013\stackrel{?}{\sim}1,326.62$ lakh), being 25% of the profits of the Company before tax, available after making such contribution.

If the contribution is calculated at 25% of the operating profits before tax and available after making such contribution, the amount of contribution would be $\stackrel{?}{\sim}$ 674 lakh.

28. Previous year's figures have been re grouped/re arranged where required

Signatures to Notes 1 to 28

For and on behalf of the Board of Directors

N Rangachary	P. S. Reddy	Satish Budhakar	Bharat Sheth
Chairman	M D & CEO	Sr.Vice President (Legal)	Sr. Vice President
		& Group Company Secretary	& CFO

Mumbai

Date: 3rd May, 2014.

Statement pursuant to section 129 of the Companies Act, 2013, relating to subsidiary companies

(₹ in lacs except as stated)

1 Name of the subsidiary : CDSL VENTURES LIMITED CENTRAL INSURANCE REPOSITORY LIMITED

2 Financial Year of the

: 31ST March 2014 31ST March 2014 Subsidiary Company ended on

3 Holding Company's interest as on above date

(Inclusive of holding through its subsidiary)

Number of shares : 30,00,000 equity shares 1,72,50,000 equity shares

of Rs.10each fully paid of Rs.10each fully paid

Extent of Holding : 100% 58%

4 The Net Aggregate amount of the Subsidiary's Profit/(Losses) so far as it concerns members of the holding company and is not dealt with in Holding Company's accounts

for the financial year of the company : ₹772.12 ₹22.83

(ii) for the previous financial years of the : ₹1730.05 subsidiary since it became the holding

company's subsidiary

5 Net aggregate amounts of the Profit/(Losses) of the subsidiary dealt with in company's account

for the financial year of the company. : NIL

(ii) for the previous financial year of the : NIL subsidiary since it became the holding

company's subsidiary

For and on behalf of the Board of Directors

Bharat Sheth N Rangachary Satish Budhakar P. S. Reddy Sr. Vice President Chairman M D & CEO Sr. Vice President (Legal)

& CFO & Group Company Secretary

₹ 97.43

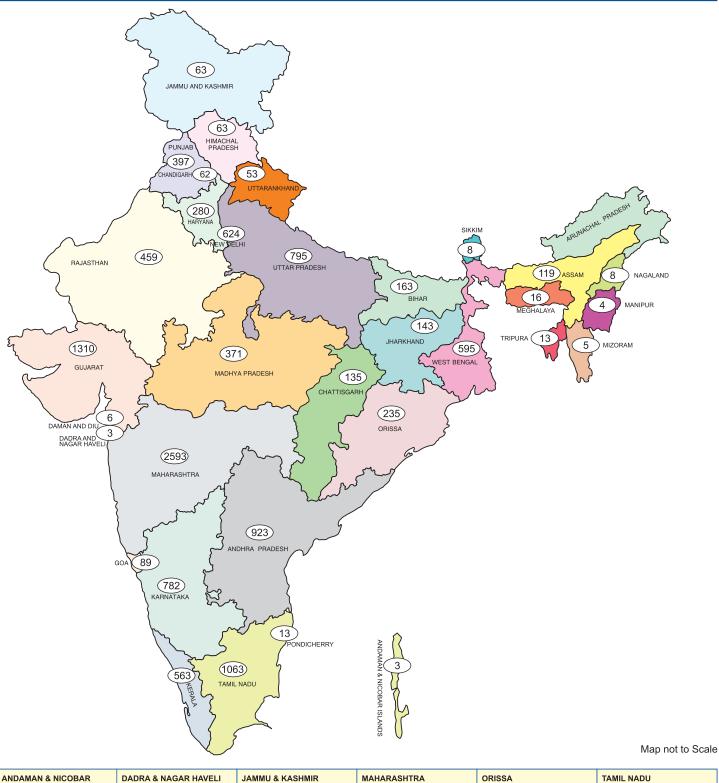
NIL

NIL

Mumbai

Date: 3rd May, 2014.

NETWORK OF CDSL DPs & SERVICE CENTRES



ANDAMAN & NICOBAR

Service Centres: 3

ANDHRA PRADESH

Service Centres: 904

ASSAM

Service Centres: 119

BIHAR

Service Centres: 163

CHANDIGARH

Service Centres : 59

CHHATTISGARH

Service Centres : 134

DADRA & NAGAR HAVELI

Service Centres: 3

DAMAN & DIU

GOA

Service Centres: 89

GUJARAT

Service Centres: 1254

HARYANA

DPs:9 Service Centres: 271 HIMACHAL PRADESH Service Centres: 63

DPs: 10

Service Centres: 63

JHARKHAND

Service Centres: 142

KARNATAKA

Service Centres: 771

KERALA

DPs: 14 Service Centres: 549

MADHYA PRADESH

Service Centres: 361

MAHARASHTRA

Service Centres: 2326

MANIPUR

Service Centres: 4

MEGHALAYA Service Centres : 16

MIZORAM

Service Centres: 5

NAGALAND Service Centres: 8

NEW DELHI

Service Centres: 558

Service Centres: 234

PONDICHERRY

Service Centres: 13

PUNJAB

Service Centres: 392

RAJASTHAN

DPs: 12 Service Centres: 447

SIKKIM

Service Centres: 8

DPs: 22

Service Centres: 1041

TRIPURA

Service Centres: 13

UTTAR PRADESH DPs: 26

Service Centres: 769

UTTARAKHAND Service Centres: 53

WEST BENGAL

DPs: 55 Service Centres: 540

TOTAL DPs: 578 • TOTAL SERVICE CENTRES: 11381



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