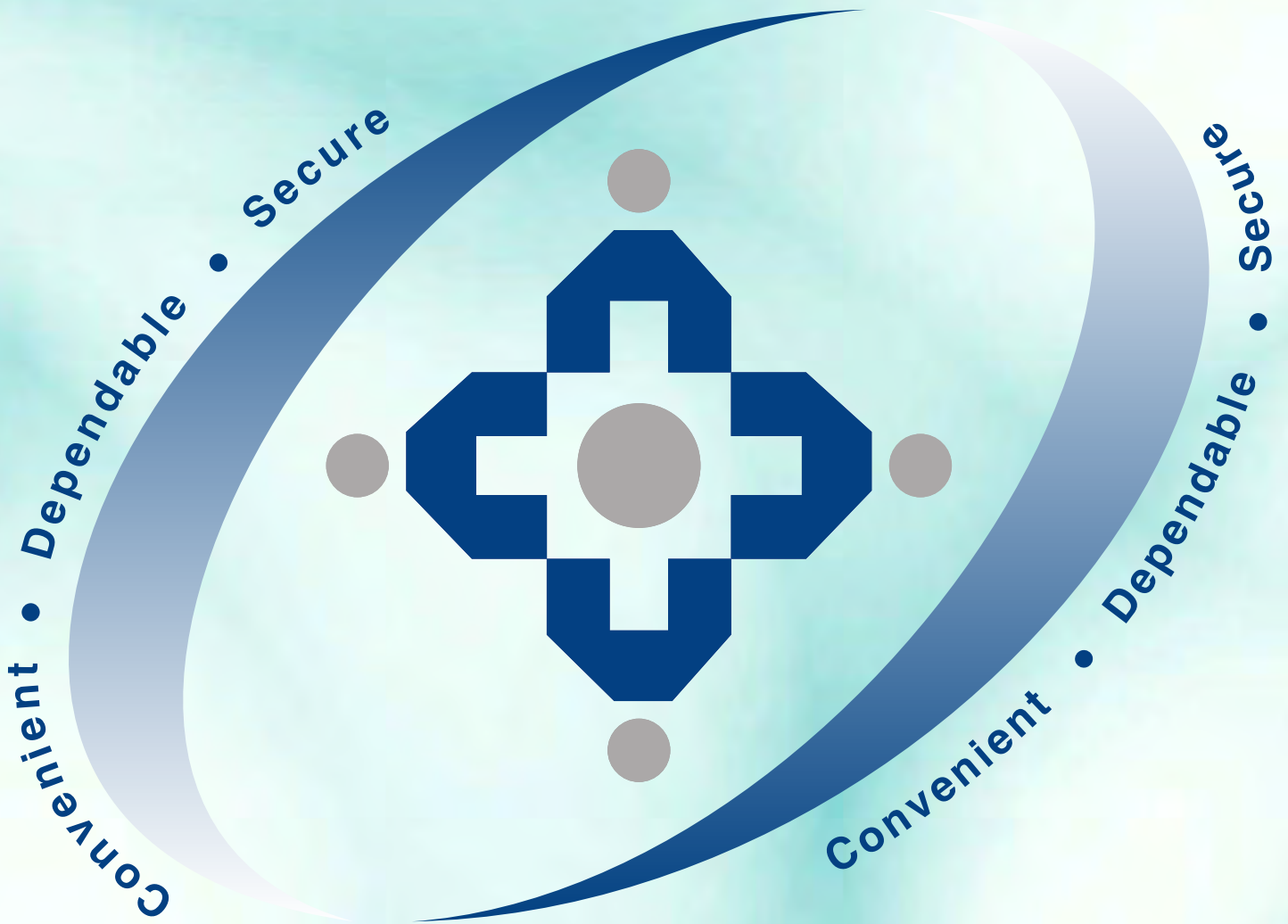
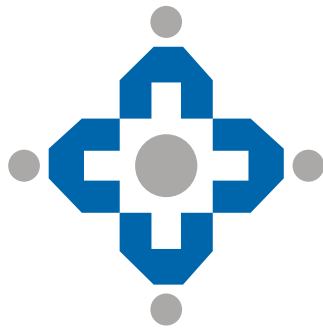


ANNUAL REPORT

2007 - 2008



Central Depository Services (India) Limited



CDSL

Your Depository

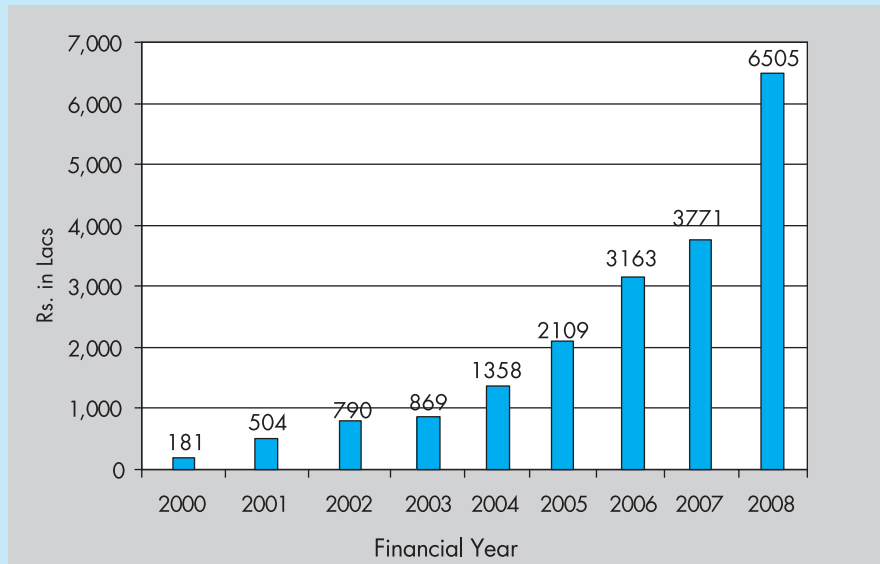
ISO 27001 Certified

FINANCIAL HIGHLIGHTS

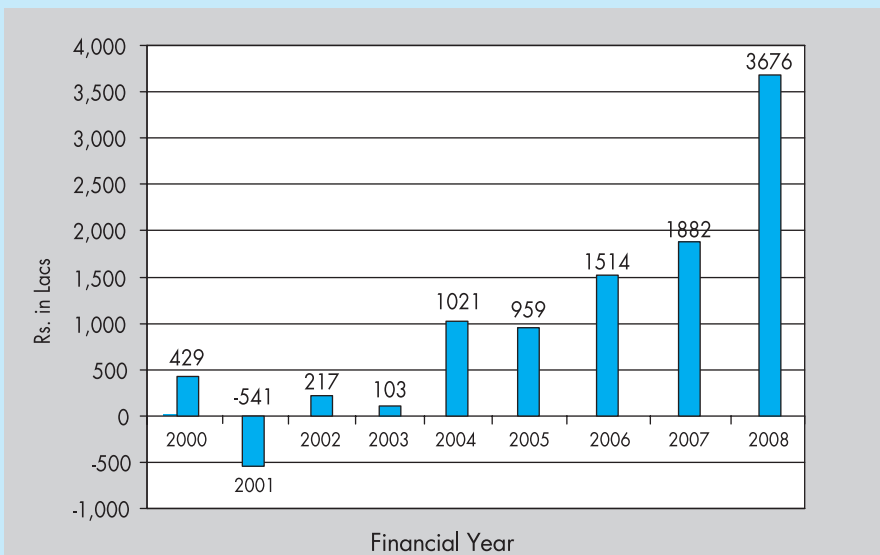
(Rs. in lakhs)

Particulars	1999-2000	2000-2001	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008
Income from Operations	181.20	503.57	790.26	868.68	1357.57	2109.03	3163.18	3770.53	6505.27
Other Income	1142.32	740.85	1310.70	781.51	1525.95	780.45	774.86	1066.29	1338.73
Total Income	1323.52	1244.42	2100.96	1650.19	2883.52	2889.48	3938.04	4836.82	7844.00
Total Expenditure	847.83	1783.21	1866.42	1466.48	1506.06	1504.42	1708.38	2205.01	2659.46
Profit Before Tax	475.69	-538.79	234.54	183.71	1377.46	1385.06	2229.66	2631.81	5184.54
Taxation	46.64	1.86	17.07	80.97	356.61	425.54	715.46	749.61	1509.11
Profit After Tax	429.05	-540.65	217.47	102.74	1020.85	959.52	1514.20	1882.20	3675.43
Equity	10100	10450	10450	10450	10450	10450	10450	10450	10450
Reserves & Surplus	434.77	-105.88	111.59	165.74	1186.59	2146.11	3660.31	4812.01	7228.84
Net worth	10486.27	10278.98	10561.59	10615.74	11636.59	12596.11	14110.31	15262.01	17678.84
Earning Per Share (Rs)	0.42	0.00	0.21	0.10	0.98	0.92	1.45	1.80	3.52
Book Value Per Share (Rs)	10.38	9.84	10.11	10.16	11.14	12.05	13.50	14.60	16.92
Return on Net Worth (%)	4.09	0.00	2.06	0.97	8.77	7.62	10.73	12.33	20.79

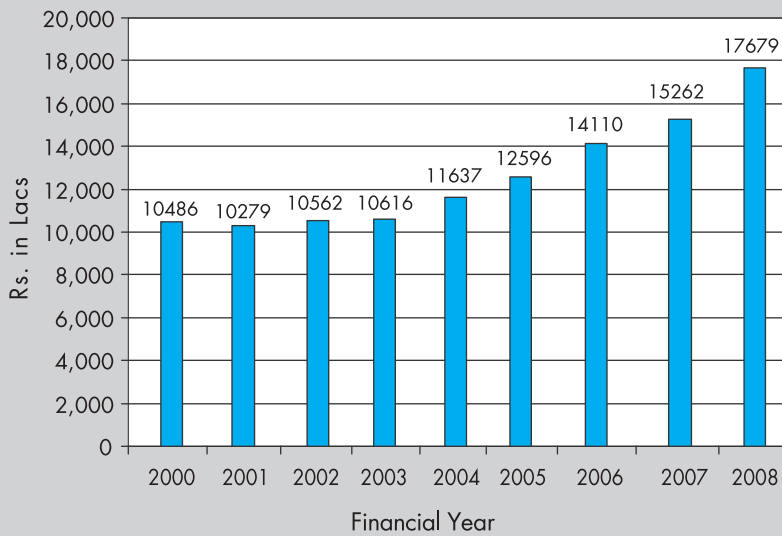
OPERATIONAL INCOME



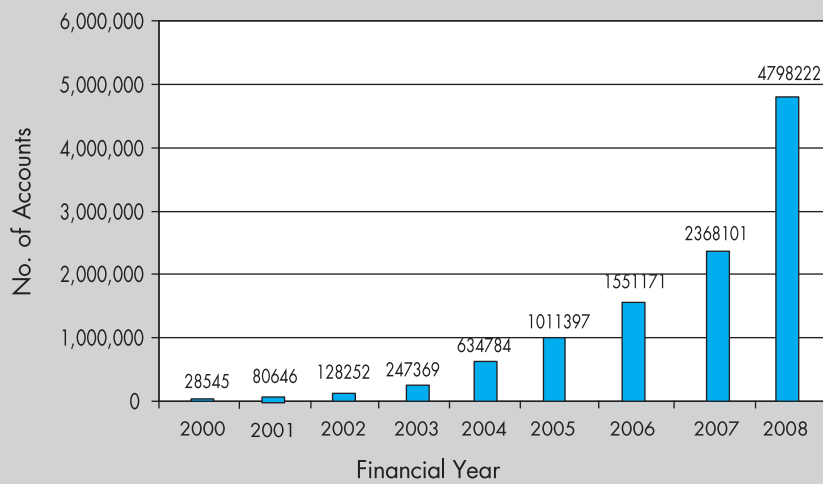
PROFIT AFTER TAX



NET WORTH



BO ACCOUNTS



Central Depository Services (India) Ltd.

BOARD OF DIRECTORS

Shri S. S. Thakur
Shri M.R. Mayya
Shri Rajnikant Patel
Shri Siddharth J. Shah
Shri C.M. Vasudev

Shri Ashok Kumar Rout

Shri Anjan Barua
Shri S. Sampath

Shri Narendra Prasad

Shri Anil D. Parulkar

Shri S. S. Mundra

Shri B. A. Prabhakar
Shri V. V. Raut

Chairman

Independent Director

Sponsor Director (Bombay Stock Exchange Limited)

Sponsor Director (Bombay Stock Exchange Limited)

Sponsor Director (Bombay Stock Exchange Limited)

[Resigned on 26th September, 2007]

Sponsor Director (Bombay Stock Exchange Limited)

[Appointed on 28th September, 2007 and
resigned with effect from 23rd May, 2008]

Sponsor Director (State Bank of India)

Sponsor Director (Bank of India)

[Resigned on 30th January, 2008]

Sponsor Director (Bank of India)

[Appointed on 18th March, 2008]

Sponsor Director (Bank of Baroda)

[Resigned on 8th June, 2007]

Sponsor Director (Bank of Baroda)

[Appointed on 28th September, 2007 and resigned on 1st January, 2008]

Sponsor Director (Bank of Baroda) [Appointed on 18th March, 2008]

Managing Director & CEO

MANAGEMENT TEAM

Shri V. V. Raut
Shri P.S. Reddy
Shri Pramod Deshpande
Shri Cyrus Khambata

Smt. Nayana Ovalekar
Shri Bharat Sheth
Shri Sunil Alvares
Shri Jitendra Chad
Shri Ramkumar K.

Managing Director & CEO

Chief Operating Officer

Chief Technology Officer

Senior Vice President – Business Development

(Currently on deputation to CDSL Ventures Ltd. as CEO)

Vice President – Audit, Legal & Compliance

Vice President – Accounts & Administration

Vice President – Business Development

Vice President – Information Technology

Vice President – Operations

COMPANY SECRETARY

Shri Satish L. Budhakar

BANKERS

Bank of India

AUDITORS

Lodha & Co.
Chartered Accountants
6, Karim Chambers,
40 A.D. Marg (Hamam Street)
Mumbai - 400 023

REGISTERED OFFICE

17th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort
Mumbai - 400 001

CONTENTS

Directors' Report	5
Auditors' Report	28
Annual Accounts	32
Schedules to the Accounts	34
Subsidiary	53

DIRECTORS' REPORT

Your Directors are pleased to present the Tenth Annual Report, along with Audited Statement of Accounts of your company for the year ended 31st March, 2008. The Company has posted best ever results since inception, as evidenced by the financial highlights mentioned below.

Financial Highlights

Particulars	Year ended 31 st March 2008 (Rs. million)	Year ended 31 st March 2007 (Rs. million)
Income	784.40	483.68
Expenditure	215.75	171.58
Profit before Depreciation and Taxation	568.65	312.10
Depreciation	50.20	48.92
Profit before Tax	518.45	263.18
Provision for Taxation	163.94	84.42
Provision for Deferred Tax for the year	(13.03)	(9.46)
Profit after Tax	367.54	188.22
Tax adjustment of earlier years	—	4.52
Balance brought forward	477.60	361.81
Profit available for appropriation	845.14	554.55
Transfer to Beneficial Owners Protection Reserve	5.80	3.60
Proposed dividend	104.50	62.70
Tax (including surcharge and education cess on dividend)	17.76	10.65
Surplus carried to Balance Sheet	717.08	477.60

The income from operations during the year increased from Rs. 377.05 million to Rs. 650.52 million, recording a growth of 72.53% over the year 2006-07. Income from transactions rose from Rs. 194.11 million to Rs. 374.13 million, registering an increase of

92.74% over the previous year. Profit Before Tax (PBT) for the financial year 2007-08 at Rs. 518.45 million was also significantly higher than the previous year's level of Rs. 263.18 million. Profit After Tax (PAT) amounted to Rs. 367.54 million as against the net profit of Rs. 188.22 million in the previous year, reflecting an increase in the bottom-line by impressive 95.27%.

Dividend

In recognition of the robust financial performance, your Directors are pleased to recommend a dividend of 10% for the year ended 31st March, 2008 as against 6% for the previous year. The dividend will be subject to dividend distribution tax to be paid by the company.

The Capital Market Environment

The stock markets witnessed a sustained rise for the greater part of the year, and scaled new peaks. From sub-13,000 levels in April, 2007, the BSE Sensex went past 21,000 in intra-day trade in January 2008. Strong foreign fund inflows, robust economic growth, impressive corporate earnings and cut in interest rates in the U.S.A. were the major drivers of the Sensex since April 2007.

Retail involvement was also significant and contributed in large measure to the resurgence of trading volumes. However, after the January 2008 peak, the stock markets witnessed increased volatility and substantial decline in stock valuations and trading volumes. At the end of the year Sensex closed at 15,644.44.

The primary market too witnessed spectacular growth. The year 2007-08 recorded a strong upsurge in public issues which mobilized resources aggregating to Rs.54,511 crores as against Rs. 29,797 crores in 2006-07 and Rs. 23,294 crores in 2005-06.

Operational Highlights

Your company achieved sharp growth during the year in its depository operations. This is amply reflected in the increase in the numbers of demat accounts opened, securities admitted, securities dematerialized and the depository participants, as detailed below. Our focus on enhancement of operational efficiency, upgradation of technology, user friendly approach and investor awareness education through seminars has resulted in remarkable progress in the company's depository business.

Admission of Securities

The number of securities admitted during the year increased from 10,454 as on 31st March, 2007 to 10,763 as on 31st March, 2008. Equity shares, preference shares, 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 admitted with CDSL are given below:

Securities	Year ended 31 st March, 2008	Year ended 31 st March, 2007	Increase over the previous year (%)
Equity Shares	5943	5589	6.33
Debt Instruments	4392	4389	0.07
Other Securities	428	476	(10.08)
Total	10763	10454	2.96

Holding of Dematerialized Securities

The value and volume of the securities held with CDSL witnessed a substantial growth in the year under review as indicated below:

Securities	Year ended 31 st March, 2008	Year ended 31 st March, 2007	Increase over the previous year (%)
Value <i>(in million Rs.)</i>	5,966,070	2,938,650	103.02
Volume <i>(in million)</i>	49,820	31,250	59.42

Depository Participants and their Branches

During the year 2007-08, 59 new depository participants (DPs) were registered as compared to 53 new registrations in the previous financial year. With this, the number of depository participants holding valid SEBI registration certificates increased to 420 after taking into account the withdrawal / expiry of the certificates of registration of four depository participants during the year. Consequently, investors from 123 cities spread across 23 States and one Union Territory can now avail of CDSL's depository services.

Beneficial Owner Accounts

During the year under review, 26.06 lakh Beneficial Owner (BO) accounts were added, taking the total number of accounts opened to 54.80 lakhs. The comparative figures of

gross and net of BO accounts as on 31st March, 2008 and 31st March, 2007 are given in the following table:

Year ended 31 st March, 2008	Year ended 31 st March, 2007	Increase over the previous year's cumulative figure	
		Number	Percentage
(Gross)	(Gross)	(Gross)	(Gross)
5,480,245	2,873,508	2,606,737	90.72
(Net)	(Net)	(Net)	(Net)
4,798,222	2,368,101	2,430,121	102.62

Securities Settled through CDSL System

During the year 2007-08, there has been significant growth both in the volume and value of securities settled through the CDSL system over the corresponding figures of the previous year. Details are given below:

Securities Settled	Year ended 31 st March, 2008	Year ended 31 st March, 2007	Difference over the previous year
Value (in million Rs.)	3,831,786	1,970,501	1,861,285
Volume (in million)	32,666	17,090	15,576

Connectivity with Stock Exchanges for Settlement of Securities

On-market transactions are settled through the clearing house of BSE viz. BOI Shareholding Ltd., (BOISL) and National Securities Clearing Corporation Ltd., (NSCCL), the clearing corporation of NSE.

Investor Awareness Education Seminars and Exhibitions

As in the past, your company conducted several investor programmes and seminars in 2007-08 with a view to creating awareness of the dematerialisation facility and its benefits among the investors across the country. CDSL conducted 78 such investor awareness programmes and two seminars. In addition, CDSL officials also participated in a television programme on dematerialisation of securities.

Software enhancements:

CDSL has enhanced the capacity of its production servers and data storages to cater to higher volumes of transaction loads during peak periods. It has upgraded its databases to the latest version and enhanced the processing speed of some of its vital processes like end of day, settlements, uploads, IPO and inter-depository transactions through software tuning. This has enabled your company to service its customers more efficiently and provide a larger time window for system usage.

Additional features in **easi** and **easiest**

Your company has deployed state-of-the-art technology for speedy processing of transactions and ensuring business continuity. In pursuance of its aim of adding value to the services, the company has provided easy access to corporate announcements through BSE to its **easi** / **easiest** users.

Both the internet facilities have gained further popularity during the year and are appreciated by users for their beneficial features in terms of customer convenience and protection. As on 31st March, 2008, CDSL had 81,191 demat account holders registered for **easi** and 8,805 users registered for **easiest**.

Introduction of SMS Alerts

CDSL has introduced SMS facility whereby demat accountholders who register for the service with their DPs, can receive messages via SMS of debit transactions and credit transactions arising from corporate actions and IPOs. The facility, titled 'SMART', is viewed as an informative and risk-management tool that has been well-received by DPs and demat accountholders alike.

Status of PAN compliance

As per SEBI directive verification of PAN cards by depository participants is compulsory in respect of all demat accounts opened on or after 1st April, 2006. SEBI has also directed that with effect from 1st January, 2007 existing account holders would not be able to operate their demat accounts in case they do not produce their PAN card for verification by the concerned depository participant. In accordance with these regulatory requirements, 6.07 lakh demat accounts were frozen on 1st January, 2007 out of which 2.61 lakh accounts contained holdings of securities.

CDSL has continued its efforts to make the demat accountholders PAN-compliant. Consequently, as on 31st March, 2008, the number of demat accounts suspended for debit was reduced to 3.34 lakh. Of these accounts, 1.2 lakh accounts contained holdings of securities.

Prevention Of Money Laundering Act (PMLA)

In January 2006, SEBI had announced policy guidelines to comply with the provisions of Prevention of Money Laundering Act, 2002 (PMLA) which came into force from 1st July, 2005. PMLA and the said policy guidelines are applicable both to CDSL and depository participants.

During the year, CDSL took the following steps in accordance with the advice of Financial Intelligence Unit – India (FIU-IND) of the Government of India to the depositories:

- Reviewed the scope and quality of alerts and finalized revised criteria for generation of alerts that are being sent to DPs to enable them to identify suspicious transactions and report them to FIU-IND.
- Provision has been made for disclosure of 'Financial Status' and 'Nature of Business' of investors in the demat account opening form completed by them.
- Provision has been made for disclosing "Consideration and Reasons / Purpose for off market transfers" in the delivery instruction slips used for such transfers.
- Conducted awareness seminars jointly with BSE, NSE and NSDL for depository participants and brokers at Mumbai, New Delhi, Kolkata and Chennai, emphasizing the need for implementation of the anti-money laundering measures.

Memorandum of Understanding

During the period under review the company has entered into Memorandum of Understanding with Depository Trust and Clearing Corporation (USA), Korea Securities Depository (Seoul), Euroclear SA/NV (Brussels), Taiwan Depository and Clearing Corporation, National Depository Center (Russia) and Japan Securities Depository Center to develop co-operative relationship for sharing information, exchange of views, providing training facilities, etc. in depository related areas.

Subsidiary of CDSL

CDSL Ventures Limited, the wholly owned subsidiary of your company, has earned profit before depreciation and taxation of Rs. 78.12 lakhs and booked loss of Rs. 87.74 lakhs after providing for depreciation of Rs. 165.82 lakhs. Implementation of the subsidiary's maiden project relating to centralized record keeping of the identity of mutual fund investors, known as the "KYC Project", got delayed due to clarifications needed about the documents to be obtained for the KYC process. The project was re-launched on 1st February, 2008 and since then it has witnessed encouraging progress. The subsidiary is expected to register significant growth in its revenue earnings in the financial year ending March 2009.

SEBI Regulations on Shareholdings in Depositories

SEBI has notified on 17th March, 2008 Securities and Exchange Board of India (Depositories and Participants) (Amendment) Regulations, 2008 governing the shareholding pattern in depositories. The salient features of these regulations are as under:

- a. The sponsor(s) shall, at all times, hold atleast 51% equity capital of a depository.
- b. No person other than a sponsor, whether resident in India or not, shall at any time, either individually or together with persons acting in concert, hold more than 5% of the equity share capital in the depository.
- c. The combined holding of all persons resident outside India in the equity share capital of the depository shall not exceed, at any time, 49% of the total equity share capital, subject further to the following:
 - (i) The combined holding of such persons acquired through the foreign direct investment route is not more than 26% of the total equity share capital at any time.
 - (ii) The combined holding of the foreign institutional investors is not more than 23% of the total equity share capital at any time.
 - (iii) No foreign institutional investor acquires shares of the depository otherwise than through the secondary market.
- d. No foreign institutional investor shall have any representation on the Board of Directors of the depository.

Ownership Pattern of CDSL

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

Category of shareholders	Equity Share Capital (Rs. in '000)	Percentage of shareholding
Banks	652446	62.40
Stock Exchanges	392546	37.56
Others	8	0.04
Total	1045000	100.00

Details of the equity shares held by top ten shareholders of the company as on 31st March, 2008 are given in Annexure A to the Directors' Report. Currently, the sponsors of CDSL collectively hold 96.14% of equity shares of the company. No person resident outside India holds any shares of CDSL at present.

Fixed Deposits

Your company has not accepted any deposits within the meaning of Section 58A of the Companies Act, 1956 and the Rules made thereunder.

Directors

During the year under review, Shri C. M. Vasudev, nominated as sponsor director by Bombay Stock Exchange Limited (BSE), resigned from the directorship and Shri Ashok Kumar Rout, Chief Operating Officer of BSE was appointed as a sponsor director in his place on 28th September, 2007. Shri Ashok Kumar Rout resigned with effect from 23rd May, 2008.

Shri Anil D. Parulkar, nominated as a sponsor director by Bank of Baroda, resigned from the directorship and Shri S. S. Mundra, General Manager (Treasury & Resource Management) of the bank was appointed as a sponsor director in his place on 28th September, 2007. Subsequently, Shri S. S. Mundra tendered his resignation and Shri B. A. Prabhakar, General Manager – Treasury Operations of the said bank was appointed as a sponsor director in his place on 18th March, 2008. Shri B. A. Prabhakar will hold office till the commencement of the ensuing Annual General Meeting.

Shri S. Sampath nominated as sponsor director by Bank of India resigned from the directorship and Shri Narendra Prasad, General Manager (Treasury) of the bank was appointed as a sponsor director in his place on 18th March, 2008. Shri Narendra Prasad will hold office till the commencement of the ensuing Annual General Meeting.

The Board has placed on record its appreciation of the services rendered by Shri C. M. Vasudev, Shri Ashok Kumar Rout, Shri Anil D. Parulkar, Shri S. S. Mundra and Shri S. Sampath during their tenure as directors of the company.

The company has received necessary notices under Section 257 of the Companies Act, 1956 from shareholders proposing the candidature of Shri B. A. Prabhakar and Shri Narendra Prasad for appointment as directors. Shri Rajnikant Patel and Shri Siddharth Shah retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment as director of the company. The resolutions in this regard form part of the notice of the 10th Annual General Meeting and are recommended for approval by the members.

Auditors

Lodha & Co., Statutory Auditors of your company, retire at the ensuing Annual General Meeting and are eligible for re-appointment. The Auditors have furnished a certificate to the effect that their re-appointment, if made, would be in accordance with the limit specified under Section 224(1B) of the Companies Act, 1956. Their re-appointment is required to be made by a Special Resolution pursuant to Section 224A 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 217(1)(e) of the Companies Act, 1956 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, 2008 (Rs. in million)	Year ended 31 st March, 2007 (Rs. in million)
Earnings	Nil	Nil
<u>Outgo</u>		
Travel expenses	1.15	0.06
Others	0.25	0.06
Total	1.40	0.12

Directors' Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Board of Directors report that:

- i) in the 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 or loss 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, 1956, for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; and
 - iv) the annual accounts have been prepared on a going-concern basis.

Implementation of Code of Corporate Governance

Your company has voluntarily decided to adopt the SEBI Code of Corporate Governance, although the same is not applicable to it, being an unlisted company. The status of implementation of the Code of Corporate Governance is given in **Annexure A**.

Particulars of Employees

Information as required under Section 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time, is furnished in **Annexure D**.

Human Resource Development

Your company recognizes the value of its human assets as a critical resource. The company, therefore, continues to accord high importance to human resource development and consciously endeavors to enhance the quality and competence of its employees across cadres. As part of the human resource development programme, the company nominates selected employees for training at reputed institutions and for attending seminars in India and abroad in capital market related areas.

Acknowledgement

Your Directors place on record their sincere gratitude for the support, guidance and co-operation CDSL has received from SEBI and other regulatory agencies. The Directors also acknowledge with thanks the continuing support of the Beneficial Owners, Depository Participants, Stock Exchanges and Clearing Houses. The Directors also express their appreciation for the dedicated services of the employees whose contribution in achieving steady and healthy growth in the business operations and earnings of the company is commendable.

Mumbai
23rd May, 2008

For and on behalf of the Board
sd/-
S. S. Thakur
Chairman

ANNEXURE A

CORPORATE GOVERNANCE

Company's philosophy on Code of Corporate Governance

The company believes in adopting and adhering to good corporate governance practices based on fairness, equity, accountability, transparency and commitment to ethical values. Its policies and business strategies aim at providing secure and efficient depository services to investors within the prescribed legal framework. Enhancing shareholder value and protecting the interests of all stakeholders by following high standards of corporate governance has always been the priority of CDSL.

Board of Directors

a) Composition

The Board consists of nine directors including the Managing Director and eight non-executive directors of whom six are sponsor directors and two are independent directors. Shri S. S. Thakur, who is an independent director, is also the non-Executive Chairman of the company. Details of directorship and Board Committee membership of CDSL's Directors in other public limited companies as on 31st March, 2008 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 S. S. Thakur, Chairman	Non-Executive-Independent	8	* 5	2
Shri M.R. Mayya	Non-Executive-Independent	2	1	—
Shri Rajnikant Patel	Non-Executive	5	1	—
Shri Siddharth J. Shah	Non-Executive	1	—	—
Shri Ashok Kumar Rout	Non-Executive	2	2	—
Shri Anjan Barua	Non-Executive	2	—	—
Shri Narendra Prasad (appointed on 18 th March, 2008)	Non-Executive	—	—	—
Shri B. A. Prabhakar (appointed on 18 th March, 2008)	Non-Executive	1	—	—
Shri V. V. Raut	Managing Director & CEO	1	—	—

* The membership figure relates to those Board Committees for which membership ceiling has been prescribed in clause 49 of the Listing Agreement.

b) Sitting fees / remuneration paid to Directors

Until 1st October, 2007, non- executive directors were paid sitting fee of Rs. 7,500/- for attending a Board meeting and Rs. 4,000/- for attending a Board Committee meeting. At the Board Meeting held on 28th September, 2007, it was decided to increase the said sitting fees to Rs. 10,000/- and Rs. 5,000/- respectively with effect from 1st October, 2007. However, as per the Board decision the Chairman is paid sitting fee of Rs. 20,000/- for a Board meeting and Rs. 10,000/- for a Board Committee meeting chaired by him, since he devotes more time and efforts in determining agenda items, reviewing the agenda notes on important issues, vetting minutes of the meetings and giving guidance on policy matters. Details of the sitting fees paid to the Directors during the year under review are as under:

Name of the Non-Executive Director	Amount in Rs.
Shri S. S. Thakur	2,70,500
Shri M. R. Mayya	91,500
Shri Rajnikant Patel	75,500
Shri Siddharth Shah	58,000
Shri C. M. Vasudev	7,500
Shri Ashok Kumar Rout	42,500
Shri Anjan Barua	30,500
Shri S. Sampath	68,000
Shri Narendra Prasad	15,000
Shri S. S. Mundra	17,500
Shri B. A. Prabhakar	10,000

Shri V.V. Raut, who is the Managing Director and Chief Executive Officer, is the only whole-time director of the company. Details of the remuneration paid to him in the year 2007-08 are given in Schedule II (B) to the Annual Accounts under the head "Managerial Remuneration".

c) Meetings and Attendance

During the year, the Board met five times i.e. on 17th May, 2007, 28th June, 2007, 28th September, 2007, 20th December, 2007 and 18th March, 2008. Details of attendance of the Directors at the Board meetings and the last Annual General Meeting are given hereunder:

Name of the Director	No. of Board meetings held during the tenure	No. of Board meetings attended	Attendance at the last AGM
Shri S. S. Thakur	5	5	Yes
Shri M. R. Mayya	5	5	Yes
Shri Rajnikant Patel	5	4	No
Shri Siddharth Shah	5	3	No
Shri C.M. Vasudev	2	1	No
Shri Ashok Kumar Rout	3	3	Not Applicable
Shri Anjan Barua	5	2	No
Shri S Sampath	4	2	Yes
Shri Narendra Prasad	1	1	Not Applicable
Shri Anil D. Parulkar	1	—	Not Applicable
Shri S. S. Mundra	2	1	Not Applicable
Shri B. A. Prabhakar	1	1	Not Applicable
Shri V. V. Raut	5	5	Yes

To ensure smooth functioning of the company, the Board has constituted various committees, including Audit Committee and Remuneration Committee.

Audit Committee

a) Composition of the Committee

The Audit Committee consists of non-executive directors who possess expertise in the fields of finance, accounting, banking, information technology and capital market. The Statutory Auditors and heads of all functional departments are permanent invitees to the Audit Committee meetings. The Company Secretary acts as the secretary to the

Committee. The following Directors were members of the Committee as on 31st March, 2008 :-

1. Shri S. S. Thakur
2. Shri Anjan Barua
3. Shri Siddharth Shah
4. Shri Narendra Prasad
5. Shri B. A. Prabhakar

b) Role of the Audit Committee

The Audit Committee oversees 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 reviews financial and risk management policies of the company and monitors its internal audit functions. It also oversees the operations of depository participants on the basis of the audit and inspection reports submitted by empanelled auditors and the company's own inspection teams.

c) Meetings and Attendance

The Committee met four times during the year 2007-08 i.e. on 7th May, 2007, 21st August, 2007, 21st November, 2007 and 15th February, 2008. 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 S. S. Thakur	4	4
2.	Shri Siddharth Shah	4	3
3.	Shri Anjan Barua	4	1
4.	Shri S. Sampath (Resigned on 30 th January, 2008)	3	1
5.	Shri Narendra Prasad (Appointed on 18 th March, 2008)	—	—
6.	Shri Anil D. Parulkar (Resigned on 8 th June, 2007)	1	—
7.	Shri S. S. Mundra (Appointed on 28 th September, 2007 and resigned on 1 st January, 2008)	1	1
8.	Shri B. A. Prabhakar (Appointed on 18 th March, 2008)	—	—

Remuneration Committee:

The Remuneration Committee consists of non-executive directors and reviews annually the remuneration to be paid to the Managing Director & CEO. The Committee recommends fixation / revision in his remuneration for approval of the Board within the maximum limit approved by the members. The present members of this Committee are Shri S. S. Thakur, Shri M. R. Mayya, Shri Rajnikant Patel, Shri Anjan Barua, Shri B. A Prabhakar and Shri Narendra Prasad.

General Shareholder Information

Ninth Annual General Meeting

Day & Date	Thursday, the 28 th June, 2007
Time	2.30 p.m.
Venue	BSE Board Room, 26 th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001
Book Closure	- Nil -
Payment of Dividend	6 %

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 holdings

The company's issued and paid up capital of Rs. 104.50 crores consists of 10.45 crore shares of Rs. 10/- each, out of which 8.45 crore shares are held in dematerialized form and the remaining 2 crore shares in physical form. During the year under review, no application for transfer of shares was received by the company.

Top 10 Shareholders as on 31st March, 2008

Sr. No.	Name	No. of Shares held	Percentage
1.	Bombay Stock Exchange Limited	3,82,54,600	36.61
2.	Bank of India	1,00,00,000	9.57
3.	Bank of Baroda	1,00,00,000	9.57
4.	State Bank of India	1,00,00,000	9.57
5.	HDFC Bank Ltd.	75,00,000	7.18
6.	Standard Chartered Bank	75,00,000	7.18
7.	Centurion Bank of Punjab Ltd.	75,00,000	7.18
8.	Canara Bank	67,44,600	6.45
9.	Union Bank of India	20,00,000	1.91
10.	Bank of Maharashtra	20,00,000	1.91
11.	Others	30,00,800	2.87
	Total	10,45,00,000	100.00

Means of Communications

The company disseminates relevant information through its website-www.cdslindia.com which contains material information about important developments in the depository related areas. The company also issues communiqués to its depository participants and to Registrar and Transfer Agents as and when necessary.

Annual Report

Annual Report containing, inter alia, Audited Accounts, Director's Report, Auditor's Report 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 form part of the Annual Report.

Address for Correspondence

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

Central Depository Services (India) Limited
17th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai - 400001
Tel : (Direct) 022 – 22722847
(Board) 22723333 / 22723224 Extn. 8432
Fax : 022 – 22723199
Email : satishb@cdslindia.com

Management Discussion and Analysis Report

The Management Discussion and Analysis Report for the year ended 31st March, 2008 is attached as **Annexure B**.

Appointment of Directors

A brief resume of each director who is retiring and is eligible for re-appointment at the ensuing Annual General Meeting is given in **Annexure C**.

Mumbai
23rd May, 2008

For and on behalf of the Board
Sd/-
S. S. Thakur
Chairman

ANNEXURE B

Management Discussion and Analysis Report**1. Introduction**

Your company is engaged in the business of providing depository services to investors through depository participants. It has put in place necessary infrastructure for recording allotment and transfer of securities in dematerialized form. Gaining the experience over a period of nine years of its operations, the company has emerged as a convenient, dependable and secure depository and accomplished high level of operational efficiency.

2. Industry Structure and Developments

As a depository, CDSL extends its services to investors through Depository Participants (DPs), who provide an interface between the depository and beneficial owners. The issuers of securities or their Registrars and Share Transfer Agents have established electronic connectivity with the depository to carry out activities like confirmation of dematerialization requests, corporate actions such as issue of additional securities, redemption, rematerialisation, etc of securities. In order to facilitate delivery of securities for settlement of on-market transactions, the clearing house/clearing corporations of stock exchanges are electronically connected with the depository.

3. Opportunities and Threats

With the sustained bull-run for most part of the last four years, the volume of securities traded on stock exchanges has increased manifold. Advanced technology has offered opportunity to investors to trade online. Since online trading has to be supported with an efficient depository system, your company has strengthened its IT department by installing and constantly upgrading its hardware and software to handle increased workload. The success of the depository system has opened avenues for utilization of CDSL's expertise in undertaking other related services. CDSL Ventures Limited (CVL), a subsidiary of the company formed in September 2006 to tap the emerging business opportunities, has already commenced the project of centralized record keeping of the identity of the investors in mutual funds. This project is known as "KYC Project". Maintaining the integrity, safety and efficiency of the depository system to match the requirements of the regulators and the aspirations of investors is a challenge while coping with the increasing volumes of transactions.

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 31 st March, 2008	Year ended 31 st March, 2007	Growth in percentage (%) terms
1.	Beneficial Owner Accounts			
	— Gross	5,480,245	2,873,508	90.72
	— Net	4,798,222	2,368,101	102.62
2.	Holdings of securities			
	Value (in million Rs.)	5,966,070	2,938,650	103.02
	Volume (in million)	49,820	31,250	59.42
3.	Number of Depository Participants	420	365	15.06
4.	Securities settled			
	Value (in million Rs.)	3,831,786	1,970,501	94.45

b. Financial performance:

The gross income of the company rose to Rs. 784.40 million from Rs.483.68 million reflecting a growth of 62.17% over the last year. The profit after tax also increased significantly to Rs. 367.54 million from Rs. 188.22 million, thus registering a growth of 95.27 % over the previous year.

5. Outlook

The transactions processed by the depository are mainly related to settlement of trades on the stock exchanges. Therefore, the volume of transactions and consequently, CDSL's business prospects are to a great extent determined by the level of stock market trading volumes. The buoyancy in the stock market in the last four years helped the company maintain sustained growth in its depository services. Impressive growth in the number of demat accounts opened, number of issuers admitted, number of depository participants registered and the number of transactions processed, as reported in the Directors' Report to the shareholders, are indicative of CDSL's increasing share in the depository business.

However, the stock market has witnessed significant decline in trading volumes since January 2008 due to adverse market sentiments and increased volatility. This has posed a challenge to the company in maintaining the pace of growth of its depository operations as recorded in the year 2007-08. All efforts will, however, be made to achieve satisfactory financial results for the year 2008-09.

6. Risks Management

The company has constituted a Risk Management Committee which meets periodically to review issues related to identification, assessment and containment of risks concerning depository business. All critical functional areas of the company have been brought under concurrent audit, which is carried out by an external auditor. The auditor is also required to report on the risks involved in each segment of CDSL operations, compliance of risk mitigation measures put in place and deficiencies observed, if any, in the risk management system with suggestions for improvement in the system. The residual risk, if any, is adequately covered by the comprehensive insurance policy obtained by the company for itself and the depository participants.

With the increase in business volumes, steps have been taken to put into place an effective risk management system compatible with the size and type of operations as well as the management risk perception. The hardware and software are constantly upgraded and fine - tuned from time to time in order to extend efficient depository services to the users. The company has decided to lay more stress on compliance so as to ensure that the integrity of the depository system is not compromised, while efforts are made to increase business volumes.

7. Monitoring of DP Operations

Section 16 of the Depositories Act casts an obligation on the depository to indemnify the beneficial owner for any loss caused due to the negligence of the depository or the participant. It has therefore been our endeavor to evaluate the adequacy of internal controls and procedures and to ensure adherence to compliance requirements by the Depository Participants, who are providing an interface to investors in extending the depository services.

To achieve this objective, CDSL conducts regular inspection of its depository participants and Registrar and Transfer Agents through its own staff and independent firms of professionals. The underlying focus of these inspections is to improve the efficiency of operations of the participants and ensure compliance with the provisions of the

Depositories Act, Rules, Regulations and the various communiqués issued by CDSL. The penalty structure for depository participants and RTAs has also been thoroughly revised with focus on making it just, equitable and yet deterrent against any non-compliance by these agencies. To enhance the overall compliance level, CDSL also conducts compliance training programmes for DPs and their internal auditors across the country.

CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis describing CDSL's objectives, expectations, predictions and assumptions are based on experience and natural prudence. Actual results may differ as the performance of the company varies with capital market conditions and regulatory environment.

For and on behalf of the Board

Sd/-

S. S. Thakur

Chairman

Mumbai

23rd May, 2008

ANNEXURE C

PROFILE OF DIRECTORS WHO ARE LIABLE TO RETIRE BY ROTATION AND SEEK REAPPOINTMENT, AND OF ADDITIONAL DIRECTORS APPOINTED DURING THE YEAR WHO HOLD THE OFFICE UNTIL COMMENCEMENT OF THE ANNUAL GENERAL MEETING.**SHRI RAJNIKANT PATEL**

Joined BSE as Director - Surveillance & Inspection in March 2001. He was elevated to the position of COO in May 2003 and also held the additional charge of CFO. He was appointed Executive Director & Chief Executive Officer in September 2004 and became Managing Director & CEO after corporatisation of BSE.

Shri Patel spearheaded the demutualisation and corporatisation of BSE and the various other initiatives including the prestigious ISO 9001:2000 certification for the Surveillance and Clearing & Settlement Departments, an achievement which makes BSE the 1st stock exchange in Asia and 2nd in the world to obtain such certification.

Earlier Shri Patel had a long stint in the banking sector and worked with Reserve Bank of India and public sector and international banks.

SHRI SIDDHARTH J. SHAH

Shri Siddharth J. Shah is an engineering graduate and Masters in Business Administration. He also holds Diploma in Securities Market from Government Law College, Mumbai. He entered the capital market in 1990 and is currently a designated director of JGA Shah Share Brokers Pvt. Ltd., and a member of Bombay Stock Exchange Ltd. He is also a director on the Board of Bombay Stock Exchange Limited and a member of the Capital Market Committee of Indian Merchants Chamber.

SHRI NARENDRA PRASAD

Shri Narendra Prasad has Masters Degree in Science. During 34 years of Service in Bank of India, he has shouldered key responsibilities in India and abroad. His tenure in international banking includes key assignments at London and Jersey. He was also the Chairman of Awadh Grameen Bank at Lucknow. Shri Prasad has wide experience in forex operations, strategic planning & budgeting, priority sector advances and human resource management. Mr. Prasad is presently the General Manager of Bank of India and is in-charge of Strategy and Planning Department of the bank.

SHRI B. A. PRABHAKAR

Shri B. A. Prabhakar is a Graduate in Commerce and has done A.C.A. He has extensive experience in the areas of credit, planning, investments, banking operations, both in India and abroad in various capacities. He was the Chief Executive of the UK Operations of Bank of Baroda from April 2004 to January 2008. Presently, he holds the position of General Manager (Treasury Operations) in the Bank.

ANNEXURE D

Disclosure under Section 217 (2A) of the Companies Act, 1956

Information required under the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 in respect of employees of the company is given below:

Name & Qualification	Age in years	Designation	Remuneration received (Rs.)	Experience (No. of years)	Date of commencement of employment	Last employment & designation
Shri V. V. Raut B.A.	55	Managing Director & CEO	44,35,257	33	8 th December, 2005	BSE General Manager – Market Operations
Shri. P. S. Reddy M.A.	45	Chief Operating Officer	25,28,472	20	8 th November, 2006	BSE Chief General Manager – Surveillance & Inspection

Notes:

1. Remuneration includes basic salary and other allowances, company's contribution to provident fund and taxable value of perquisites.
2. The said executives are not relatives of any Directors of the company.
3. Employment of Shri Raut is on contractual basis on the terms and conditions approved by the Board of Directors and the shareholders of the company.

For and on behalf of the Board

Sd/-

S.S.Thakur

Chairman

Mumbai

23rd May, 2008

AUDITORS' REPORT

TO THE MEMBERS OF CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED

1. We have audited the attached Balance Sheet of CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED as at 31st March, 2008 and the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 (hereinafter referred to as the "Act"), we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order, to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:-
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.

- d) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub section (3C) of Section 211 of the Act, to the extent applicable.
- e) On the basis of written representations received from directors as on 31st March, 2008, and taken on record by the Board of Directors, wherever applicable, we report that none of the directors is disqualified as on 31st March, 2008 from being appointed as a director of the Company in terms of clause (g) of sub-section (1) of section 274 of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with 'Significant Accounting Policies and Notes to Accounts' in **Schedule '11'** and other notes appearing elsewhere in the accounts, 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:
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2008; and
- ii) in the case of the Profit & Loss Account, of the profit for the year ended on that date.

For LODHA & CO.
Chartered Accountants

R. P. Baradiya
Partner
(Membership No. 44101)

Mumbai
23rd May, 2008

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2008 OF CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that:

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) All the assets have been physically verified by the management at reasonable intervals during the year. No discrepancies were noticed on such verification.
- c) No substantial part of the fixed assets has been disposed off during the year.
2. The Company does not have any inventory. Therefore, the provisions of clause 4(ii) of the Order are not applicable to the Company.
3. The Company has not granted/taken any loans, secured or unsecured, to/from companies, firms or other parties covered in the register maintained under Section 301 of the Act.
4. There is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of services. The Company has neither purchased any inventory nor sold any goods. During the course of our audit, no major weakness has been noticed in the internal control system.
5. There are no particulars of contracts or arrangements referred to in Section 301 of the Act which need to be entered in the register required to be maintained under that section.
6. No deposits within the meaning of Sections 58A, 58AA or any other relevant provision of the Act and rules framed there under have been accepted by the Company.
7. In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
8. In respect of Companies activities, the Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Act.
9. a) The Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Cess and other statutory dues applicable to it with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.

- b) There are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Cess which have not been deposited on account of any dispute.
10. The Company has no accumulated losses as at 31st March, 2008 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
 11. The Company has not defaulted during the year in repayment of dues to any financial institution or bank or debenture holders.
 12. During the year, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 13. The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the company.
 14. The Company is not dealing or trading in shares, securities, debentures or other investments.
 15. The Company has not given any guarantee for loans taken by others from banks or financial institutions.
 16. The Company has not obtained any term loan during the year.
 17. Funds raised on short-term basis have not been used for long term investment.
 18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered and recorded in the register maintained under Section 301 of the Act.
 19. The Company has not issued any debentures during the year.
 20. The Company has not raised any money by public issue during the year.
 21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing standards in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For LODHA & CO.
Chartered Accountants

Mumbai
23rd May, 2008

R. P. Baradiya
Partner
(Membership No.44101)

BALANCE SHEET AS AT MARCH 31, 2008

	Schedule	31.3.2008 Rs. in '000	31.3.2007 Rs. in '000
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	1,045,000	1,045,000
Reserves and Surplus	2	722,884	481,201
		<u>1,767,884</u>	<u>1,526,201</u>
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	3	330,785	307,205
Less : Depreciation		289,717	246,701
Net block		<u>41,068</u>	<u>60,504</u>
Investments	4	1,626,353	1,074,408
Net Deferred Tax Asset		17,343	4,309
Current Assets, Loans & Advances			
Sundry Debtors	5	34,706	23,813
Cash and Bank balances		302,459	546,088
Loans and Advances		48,670	32,967
		<u>385,835</u>	<u>602,868</u>
Less:			
Current Liabilities & Provisions			
Liabilities	6	170,964	136,219
Provisions		131,751	79,669
		<u>302,715</u>	<u>215,888</u>
Net Current Assets		<u>83,120</u>	<u>386,980</u>
		<u>1,767,884</u>	<u>1,526,201</u>
Significant Accounting Policies and Notes to Accounts			
Schedules referred to above form an integral part of the Financial Statements	11		

As per our attached report of even date

For and on behalf of the Board of Directors

For Lodha & Co.

Chartered Accountants

R.P.Baradiya

Partner

Satish BudhakarAsst. Vice President (Legal)
& Company Secretary**S.S.Thakur**

Chairman

V.V.RautManaging Director
& CEOMumbai,
23rd May, 2007

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

	Schedule	2007-2008 Rs. in '000	2006-2007 Rs. in '000
INCOME			
Operational Income	7	650,527	377,053
Other Income	8	133,873	106,629
		<u>784,400</u>	<u>483,682</u>
EXPENDITURE			
Personnel Cost	9	62,533	51,835
Other Expenses	10	153,210	119,751
Depreciation		50,203	48,915
(Refer to note no.B(12) in Schedule 11)		<u>265,946</u>	<u>220,501</u>
Profit before Tax		<u>518,454</u>	<u>263,181</u>
Provision for Current Tax		163,200	83,900
Provision for FBT		700	510
Provision for Wealth Tax		45	13
Provision for Deferred Tax		<u>(13,034)</u>	<u>(9,462)</u>
Profit After Tax		367,543	188,220
Tax adjustment of earlier years		—	4,521
Balance of Profit brought forward from previous year		477,601	361,816
Profit available for appropriation		845,144	554,557
Transfer to Beneficial Owners Protection Reserve		5,800	3,600
Proposed Dividend		104,500	62,700
Corporate Dividend Tax		17,760	10,656
Surplus carried to Balance Sheet		717,084	477,601
Significant Accounting Policies and Notes to Accounts	11		
Schedules referred to above form an integral part of the Financial statements			

As per our attached report of even date

For and on behalf of the Board of Directors

For Lodha & Co.

Chartered Accountants

R.P.Baradiya

Partner

Satish BudhakarAsst.Vice President (Legal)
& Company Secretary**S.S.Thakur**

Chairman

V.V.RautManaging Director
& CEOMumbai,
23rd May, 2008

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

SCHEDULE 1 SHARE CAPITAL	31.3.2008 Rs. in '000	31.3.2007 Rs. in '000
Authorised		
15,00,00,000 Equity shares of Rs.10 each	<u>1,500,000</u>	<u>1,500,000</u>
Issued, Subscribed and Paid-up		
10,45,00,000 Equity shares of Rs.10 each	<u>1,045,000</u>	<u>1,045,000</u>
SCHEDULE 2 RESERVES & SURPLUS		
Beneficial Owners Protection Reserve		
Balance as per last Balance Sheet	3600	4,215
Less: Amount transferred to Beneficial Owners Protection Fund	3600	4,215
Add : Additions during the year	<u>5800</u>	<u>3,600</u>
(Refer to note no.B (2) in Schedule 11)	5,800	3,600
Surplus as per Profit & Loss Account	<u>717,084</u>	<u>477,601</u>
TOTAL	<u>722,884</u>	<u>481,201</u>

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

SCHEDULE 3 FIXED ASSETS											Rs. in '000	
DESCRIPTION	GROSS BLOCK				DEPRECIATION **				NET BLOCK			
	As on 1.4.2007	Additions	Deductions	As on 31.3.2008	Upto 31.3.2007	For the year 2007-2008	Deductions	Upto 31.3.2008	As on 31.3.2008	As on 31.3.2007		
Building *	17,377	—	—	17,377	7,164	8,903	—	16,067	1,310	10,213		
<u>Automated Depository System</u>												
Computer Hardware	127,441	18,610	2,237	143,814	101,570	25,156	2,237	124,489	19,325	25,871		
Computer Software	111,411	3,901	—	115,312	108,887	2,422	—	111,309	4,003	2,524		
Equipment	22,907	2,093	2,377	22,623	17,943	4,157	2,377	19,723	2,900	4,964		
Furniture & fixtures	22,928	582	77	23,433	7,768	8,001	77	15,692	7,741	15,160		
Vehicles	5,141	5,581	2,496	8,226	3,369	1,564	2,496	2,437	5,789	1,772		
Total	307,205	30,767	7,187	330,785	246,701	50,203	7,187	289,717	41,068	60,504		
Previous Year	408,116	20,585	121,496	307,205	318,817	48,915	121,031	246,701	60,504			

* Includes face value of shares in a co - operative society - Gross Block Rs. 500 (Previous year Rs. 500) ; Net Block Rs. 358 (Previous Year Rs.408)

** Refer to note no. B(12) in Schedule 11

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

SCHEDULE 4 INVESTMENTS					
Particulars	Face Value (Rs.)	31.03.2008		31.03.2007	
		Quantity in nos.	Rs. in '000	Quantity in nos.	Rs. in '000
Long Term Investments					
(Unquoted Non Trade & Fully Paid up)					
999993 Equity shares of Rs.10 each of CDSL Ventures Ltd. a subsidiary company at cost	10		10,000		10,000
Government Securities					
11.50% GOI 2015	1000		10		10
Current Investments:					
Equity Shares					
[Quoted, Non Trade & Fully paid up]					
Reliance Power Ltd	10	696	313	—	—
Units of Mutual Fund					
ABN AMRO Flexi Debt Fund -Regular -Growth Plan	10	964,950	10,239	964,950	10,239
ABN AMRO Flexible Short Term Plan Ser B					
Monthly Dividend-Reinvestment	10	5,000,000	50,000	—	—
ABN AMRO FTF Series 4 Quarterly Plan C	10	—	—	3,030,473	30,306
ABN AMRO FTP Series 4 Quarterly Plan E	10	—	—	3,012,208	30,123
ABN AMRO FTP Series 5-14 months Plan	10	5,000,000	50,000	5,000,000	50,000
ABN AMRO Money Plus Fund-Institutional					
Monthly Dividend	10	79,227	795	288,742	2,906
Birla Cash Plus-Institutional Premium-Weekly Dividned	10	1,017	10	2,422,603	24,310
Birla Liquid Plus -Institutional-Daily Dividend -Reinvestment	10	14,536	145	—	—
Birla Short Term Fund-Monthly Dividend-Reinvestment	10	55,065	580	—	—
Birla Fixed Term Qtrly Series 7	10	—	—	3,000,000	30,000
Birla Interval Income-Institutional -Quarterly-S3-Dividend-Reinvestment	10	4,040,139	40,402	—	—
Birla Fixed Term Plan-Institutional-Series AA-Dividend-Payout	10	4,000,000	40,000	—	—
Birla Interval Income-Institutional -Quarterly-S1-Dividend-Reinvestment	10	655,879	6,559	—	—
Birla Fixed Term Plan-Institutional-Series AB-Dividend-Payout	10	3,000,000	30,000	—	—
Birla Quarterly Interval Fund-Series 7-Dividend-Reinvestment	10	2,023,814	20,238	—	—
Birla Interval Income-Institutional -Quarterly-S2-Dividend-Reinvestment	10	3,076,607	30,766	—	—
DWS Insta Cash Plus Fund-Institutional Plan-Daily Dividend Option	10	70,977	711	65,925	662
DWS Fixed Term Fund Series 24-Institutional Plan-Dividend Option	10	3,050,000	30,500	3,050,000	30,500
DWS Fixed Term Fund Series 32-Institutional Plan-Dividnd Option	10	5,000,000	50,000	3,000,000	30,000
DWS Short Maturity Fund-Weekly Dividned Option	10	2,041,551	21,005	3,000,000	30,000

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

Particulars	31.03.2008			31.03.2007	
	Face Value (Rs.)	Quantity in nos.	Rs. in '000	Quantity in nos.	Rs. in '000
DWS Money Plus Fund-Institutional Plan-Daily Dividend Option	10	655,915	6,565	—	—
HDFC Floating Rate Income Fund-Short Term Plan - Wholesale Option-Dividend Weekly	10	3,311,574	33,616	—	—
HDFC FMP 15 M March 2007 (5) - Wholesale Plan -Quarterly Dividend Payout	10	1,500,000	15,000	57,079	596
HDFC FMP 13M March 2008 (VII) (2) - Wholesale Plan Growth	10	3,102,150	31,021	60,481	606
HDFC FMP 15 M March 2007	10	—	—	1,500,000	15,000
HDFCFMP 13MSeptember,2006(1)	10	—	—	3,000,000	30,000
HSBC Fixed Term Series 28-Institutional Growth	10	3,000,000	30,000	—	—
HSBC Fixed Term Series 33-Institutional Dividend	10	3,000,000	30,000	—	—
HSBC Liquid Plus -Inst. Plus-Dividend Plan	10	597,667	5,984	214,286	2,144
ING Income Fund -Institutional Plan-Quarterly Dividend	10	1,975,694	20,541	—	—
ING Liquid Fund -Institutional - Daily Dividend Option	10	860,035	8,611	—	—
ING Fixed Maturity Fund -XXXII-Institutional Dividend	10	3,000,000	30,000	—	—
ING Fixed Maturity Fund -XXXIV-Institutional Dividend	10	3,000,000	30,000	—	—
ING Fixed Maturity Fund -XXXV-Institutional Dividend	10	3,000,000	30,000	—	—
ING Fixed Maturity Fund -XXXVI-Institutional Dividend	10	4,000,000	40,000	—	—
JM Fixed Maturity Fund Series VII-13 months Plan 1-Institutional Dividend Plan	10	3,119,334	31,194	—	—
JM Fixed Maturity Fund Series IV-13 months Plan F4-Dividend Plan	10	2,730,519	27,316	2,510,159	25,102
JM Fixed Maturity Fund Series IV-Quarterly plan 1-Dividend Plan	10	—	—	3,044,786	30,447
JM Fixed Maturity Fund -Series IV-Quarterly plan 2-F1-Dividend Plan	10	—	—	2,022,798	20,228
JM Fixed Maturity Fund -Series IV-15 Months Plan 2-Institutional Dividend	10	2,145,371	21,461	—	—
JM Interval Fund-Quarterly Plan 1-Institutional Dividend	10	3,685,346	36,858	—	—
JM Interval Fund-Quarterly Plan 5-Institutional Dividend	10	3,020,667	30,207	—	—
JM High Liquidity Fund Super Institutional Plan-Dividend Option	10	10,128	101	9,578	96
JM Money Manager Fund Super Plus Plan-Dividend Option	10	28,640	287	24,939	250
JP Morgan India Liquid Plus Fund - Dividend Plan	10	50,846	509	—	—
Kotak Bond (Short Term) -Monthly Dividend	10	8,351,117	84,365	—	—
Kotak Floater Short Term -Weekly Dividend	10	5,226	52	4,917	49
Kotak FMP 3M Series 10	10	—	—	4,038,979	40,390
Kotak FMP 3M Series 11	10	—	—	3,018,169	30,182

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

Particulars	Face Value (Rs.)	31.03.2008		31.03.2007	
		Quantity in nos.	Rs. in '000	Quantity in nos.	Rs. in '000
KotaK FMP 13M Series 2 - Institutional Dividend-Reinvestment	10	5,433,068	54,338	5,000,000	50,000
Kotak FMP 6M Series 3	10	—	—	3,069,779	30,699
Kotak Quarterly Interval Plan Series 6 - Dividend Reinvestment	10	3,023,304	30,233	—	—
LICMF Liquid Fund	10	—	—	100,131	1,099
LICMF FMP Series 17-3months plan	10	—	—	5,059,539	50,595
LICMF FMP Series 13-6 months Plan	10	—	—	3,003,724	30,037
LICMF FMPseries 15-13M	10	—	—	4,000,000	40,000
LICMF FMP series 31-13 Months -Dividend Plan	10	5,251,496	52,516	—	—
Principal Floating Rate Fund FMP - Institutional Option -Daily Dividend Reinvestment	10	1,086,981	10,883	—	—
Principal Income Fund-Institutional Plan- Dividend Reinvestment-Quarterly	10	4,392,410	51,736	—	—
Principal Income Fund-Short term Plan- Institutional Plan-Dividend	10	1,518,171	16,445	8,256	90
Principal FMP 34 91days Series VII-Feb 07	10	—	—	2,000,000	20,000
Principal FMP 35 91days Series VIII-Feb 07	10	—	—	2,000,000	20,000
Principal FMP 31 SeriesIII	10	—	—	3,000,000	30,000
Prudential ICICI Institutional Short Term Plan- Cumulative Option.	10	27,094	376	27,094	376
ICICI Prudential Institutional Liquid Plan- Super Institutional-daily Dividend	10	1,146,746	11,468	10,753	107
ICICI Prudential Flexible Income Plan- Daily Dividend-Reinvestment	10	2,823,671	29,856	—	—
ICICI Prudential Interval Fund II -Quarterly Interval Plan B-Retail Dividend-Reinvestment	10	3,080,910	30,809	—	—
ICICI Prudential Interval Fund II -Quarterly Interval Plan C-Retail Dividend-Reinvestment	10	4,278,525	47,285	—	—
ICICI Prudential Interval Fund -Quarterly Interval Plan 1-Retail Dividend-Reinvestment	10	5,231,074	52,311	—	—
ICICI Prudential FMP Series 34-6 months Plan- Retail Dividend-Reinvestment	10	—	—	3,000,000	30,000
ICICI Prudential FMP Series 35-3 months Plan A- Retail Dividend-Reinvestment	10	—	—	4,054,400	40,544
ICICI Prudential FMP Series 35-3 months Plan B- Retail Dividend-Reinvestment	10	—	—	2,019,699	20,197
ICICI Prudential FMP Series 35-3 months Plan C-Retail Dividend-Reinvestment	10	—	—	3,000,000	30,000
Reliance Fixed Horizon Fund I-Annual Plan I-Series-Retail-Dividend Plan	10	—	—	3,000,000	30,000
Reliance Fixed Horizon Fund II-Quarterly Plan-series II-Institutional Dividend Plan	10	—	—	3,000,000	30,000
Reliance Fixed Horizon Fund II-Annual Plan-SeriesVI-Institutional-Dividend Plan	10	3,000,000	30,000	3,000,000	30,000
Reliance Fixed Horizon Fund II-Quarterly Plan-series V-Institutional Dividend Plan	10	—	—	3,000,000	30,000
Reliance Fixed Horizon Fund IV-Annual Plan-Series I-Institutional Dividend Plan	10	3,000,000	30,000	—	—
Reliance Fixed Horizon Fund -VI-Series 2-	10	—	—	—	—

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

Particulars	31.03.2008			31.03.2007		
	Face Value (Rs.)	Quantity in nos.	Rs. in '000	Quantity in nos.	Rs. in '000	
Institutional Dividend Plan	10	3,500,000	35,000	—	—	
Reliance Quarterly Interval Fund-Series II-Institutional Dividend Plan	10	90	1	—	—	
Reliance Quarterly Interval Fund-Series III-Institutional Dividend Plan	10	3,069,167	30,693	—	—	
Reliance Fixed Horizon Fund IV-Annual Plan-Series II-Institutional Dividend Plan	10	3,000,000	30,000	—	—	
Reliance Short Term Fund -Retail Plan- Dividend Plan	10	636,364	6,757	—	—	
Reliance Liquid Plus Fund-Institutional Option-Daily Dividend Plan	10	13,414	13,414	—	—	
SBI Debt Fund Series- 90 Days (February 07)-Dividend	10	—	—	3,014,777	30,150	
SBI Magnum Insta Cash Fund -Dividend Option	10	1,224,932	13,045	574,133	6,103	
SBI Magnum Premier Liquid Fund -Institutional-Dividend Option	10	7,613	76	7,182	72	
Tata Fixed Horizon Fund Series 9 Scheme D Monthly Div	10	—	—	3,019,339	30,193	
Franklin Templeton Fixed Tenure Fund Series VII 370 days plan -Dividend	10	2,000,000	20,000	2,000,000	20,000	
Templeton India Short Term Income Retail Plan-Weekly Dividend-Reinvestment	10	29,435	32,104	—	—	
Templeton Fixed Horizon Fund Series II-Plan A-Institutional	10	3,400,000	34,000	—	—	
Templeton Fixed Horizon Fund Series VII-Plan C-Institutional	10	3,000,000	30,000	—	—	
Less: Provision for diminution in the value of investment			2,954		—	
Total			1,626,353		1,074,408	
			31.03.2008 Rs.in '000		31.03.2007 Rs.in '000	
Aggregate amount of investment:			Book Value	Market Value/Repurchase price	Book Value	Market Value/Repurchase price
Unquoted investment in :						
Units of Mutual Funds		1,618,984	1,616,030	1,064,398	1,070,568	
Government Securities		10	—	10	—	
Equity Shares		10,000	—	10,000	—	
Aggregate of unquoted investments		1,628,994	1,616,030	1,074,408	1,070,568	
Aggregate of quoted investment in Equity Shares		313	221	—	—	

Note :- Units of Mutual Funds (various income funds) of face value of Rs.10/- each purchased and sold / redeemed during the year - 178995705 units (Previous year -116392063 units)

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

SCHEDULE 5	31.3.2008	31.3.2007
CURRENT ASSETS, LOAN AND ADVANCES	Rs. in '000	Rs. in '000
SUNDRY DEBTORS		
Over six months	15,252	12,944
Others**	35,276	23,813
	50,528	36,757
Less : Provision for doubtful debts	15,822	12,944
	34,706	23,813
Secured by deposits with the Company and considered good	33,570	21,627
Unsecured and considered good	1,136	2,186
Considered doubtful	15,822	12,944
	50,528	36,757
**Includes Rs.NIL (Previous year Rs.1617 thousands) dues from CDSL Ventures Ltd., subsidiary (Maximum amount outstanding during the year Rs.5471 thousands; Previous year Rs.1617)		
CASH AND BANK BALANCES		
Cash on hand	2	8
Cheques on Hand	—	207
Balances with Scheduled Banks:		
– in current account	1059	320
– in term deposit accounts (inclusive of interest accrued Rs.14793 thousands; Previous Year Rs. 11348 thousands)	301,293	545,449
In current Account with Reserve Bank of India	105	104
	302,459	546,088
LOANS AND ADVANCES		
(Unsecured, considered good)		
Loan to CDSL Ventures Ltd., a subsidiary company inclusive of interest accrued Rs.Nil; Previous year Rs.88 thousands (Maximum amount outstanding during the year Rs.22305 thousands; Previous year Rs.13088). Convertible into equity shares at par at the option of the Company.		
	19,600	13,088
Advances recoverable in cash or in kind or for value to be received	6,575	5,308
Income tax (net of provisions Rs.369700 thousands; previous year Rs.206500 thousands)	21,177	13,333
Fringe Benefit tax (net of provisions of Rs. 1763 thosands; previous year Rs. 1063 thousands)	118	38
Deposit with The Stock Exchange, Mumbai	1,200	1,200
	48,670	32,967
SCHEDULE 6		
CURRENT LIABILITIES & PROVISIONS		
CURRENT LIABILITIES		
Sundry Creditors - other than to Small Scale Industrial Undertakings)	12,263	7,950
Security Deposit from depository participants & RTA	130,350	106,650
Other Deposits	7,500	7,500
Income received in advance	12,510	8,798
Other liabilities	8,341	5,321
	170,964	136,219
PROVISIONS		
For Wealth Tax	45	13
For Leave Encashment	8,046	5,084
For Gratuity	1,400	1,216
For Proposed Dividend	104,500	62,700
For Corporate Dividend Tax	17,760	10,656
	131,751	79,669

**SCHEDULES TO PROFIT AND LOSS ACCOUNT FOR THE YEAR
ENDED 31ST MARCH, 2008**

SCHEDULE 7 OPERATIONAL INCOME	2007-2008 Rs. in '000	2006-2007 Rs. in '000
Fees towards:		
– Account Maintenance	9,980	8,336
– Transactions	374,139	194,118
– Settlements	17,889	11,307
– Users Facilities	38,523	30,130
– Issuer (Annual)	106,179	83,716
– Training (Net of Training Expenses Rs 1319 thousands; P Y.Rs 973 thousands)	870	526
– Others	102,947	48,920
	650,527	377,053
SCHEDULE 8 OTHER INCOME		
Income from/Interest on :		
Fixed Deposits (TDS Rs.8860 thousands ; P Y Rs.5075 thousands)	39,622	37,973
Debt Instruments *	—	5,356
Others	1,942	582
Miscellaneous Income	2,435	2,017
Profit on sale of Investments (Net) *	6,582	22,021
Income from Mutual Funds *	82,872	37,060
Rent (TDS Rs 87 thousands; P Y Rs 94 thousands)	420	420
Provisions no longer required written back	—	1200
	133,873	106,629
(* Income from Current Investments)		

**SCHEDULES TO PROFIT AND LOSS ACCOUNT FOR THE YEAR
ENDED 31ST MARCH, 2008**

SCHEDULE 9 PERSONNEL COST	2007-2008 Rs. in '000	2006-2007 Rs. in '000
Salaries and other allowances	54,341	45,524
Contribution to PF and other funds	4,801	4,147
Staff welfare expenses	3,391	2,164
	62,533	51,835
SCHEDULE 10 OTHER EXPENSES		
Rent	20,205	14,690
Rates & Taxes	41	3
Electricity & Water Charges	4,857	3,106
Insurance	12,362	8,912
Repairs and Maintenance :		
Computers	64,555	50,819
Others	1,655	1,310
Legal, Professional and Consultancy Fees	12,007	13,142
Directors' Sitting Fees	687	669
Travelling and Conveyance	4,092	3,482
Annual SEBI Fees	1,000	1,000
Postage, Telephone & Communication Charges	8,300	7,844
Advertisement Expenses	140	98
Printing & Stationery	3,286	4,049
Business Promotion Expenses	2,245	1,099
Bad Debts Written off	9,362	7,220
Loss on sale of Assets	—	454
Provision for Doubtful Debts/Advances	2,878	—
Provision for diminution in the value of investments	2,954	—
Miscellaneous Expenses	2,584	1,854
	153,210	119,751

SCHEDULE TO BALANCE SHEET AS AT AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2008

SCHEDULE 11

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

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.

A. Significant Accounting Policies :

i. General

The financial statements are prepared on the basis of historical cost convention, on the accounting principles of a going concern and are in accordance with the applicable accounting standards. All expenses and income to the extent ascertainable with reasonable certainty are accounted for on accrual basis.

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

ii. 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 less accumulated depreciation.

iii. Software Costs

Systems Software, Application Software and additions of new modules thereto are capitalised and any modifications/changes thereto are charged to revenue.

iv. Depreciation/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") at the rates mentioned below:-

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

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

Additional depreciation is provided on technical evaluation from time to time as considered appropriate by the management. In case, the recoverable amount of the fixed assets is lower than its carrying amount, a provision is made for the impairment loss.

v. Investments

- a) 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.
- b) Current investments are stated at lower of cost and fair/market value on individual investment basis.

vi. Employees Benefits

Short term Employee Benefits are estimated and provided for. 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 is paid/provided for.

Contributions to the defined contribution plans are charged to Profit & Loss Account for the respective financial year.

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 year.
- b) Long term compensated absences: Provision for Leave encashment is made on the basis of actuarial valuation as at the end of the year.

Actuarial gains/losses at the end of the year accrued to the defined benefit plans are taken to Profit & Loss Account for the respective financial year and are not deferred.

vii. Income Tax

Provision for current tax and fringe benefit 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 virtual certainty that these would be realised in future.

viii. Provisions and Contingent Liabilities

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- a) the Company has a present obligation as a result of past event,
- b) a probable outflow of resources is expected to settle the obligation and
- c) the amount of the obligation can be reliably estimated.

Where some or all of the expenditure required to settle a provision is expected to be reimbursed by another party, such reimbursement is recognised to the extent of provision or contingent liability as the case may be, only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of

- a) a present obligation arising from a past event, when it is not possible to estimate that an outflow of resources will be required to settle the obligation.
- b) a possible obligation, unless the probability of outflow of resources is remote.

B. Notes to Accounts :

1. Contingent liability not provided for :-

- a) Claims against the Company not acknowledged as debts;

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 not ascertainable.

- b) In IPO related matter, a penalty of Rs. 3 crores has been imposed by the Adjudication Officer, SEBI. CDSL has disputed the tenability of the order and the appeal before the Securities Appellate Tribunal (SAT) is pending.

2. CDSL Beneficial Owners Protection Fund set up in 2003-04 as advised by SEBI for indemnification of losses to the beneficial owners in accordance with the Depositories Act, 1996 read with SEBI (Depositories and Participants) Regulation, 1996 and as prescribed in the relevant rules, is funded every year by the way of transfer from Beneficial Owners Protection Reserve. The Fund's application for registration as public charitable trust is pending with Joint Charity Commissioner, Greater Mumbai Region, Mumbai.

3. Estimated amount of contracts to be executed on capital account and not provided for (net of advances) Rs.10183 thousands (Previous Year Rs.2350 thousands).

4. The Components of net deferred tax asset/(liability) are as under:

(Rs. In Thousands)

	2007-08	2006-07
Deferred Tax Asset		
Provision for Leave encashment	2,735	1,711
Provision for Doubtfull Debts/Advances	5,378	4,359
Provision for Diminution in Value of Investments	335	NIL
Provision for Exgratia	1,224	NIL
Provision for Gratuity	272	NIL
Provision for Bonus	139	NIL
Provision for LTA	264	NIL
Provision for Sickleave	763	NIL
Depreciation	6,233	NIL
Total (A)	17,343	6,070
Deferred Tax Liability		
Depreciation	NIL	1,761
Total (B)	NIL	1,761
Net Deferred Tax Asset	17,343	4,309

5. Managerial Remuneration :

Managerial Remuneration under section 198 of the Companies Act, 1956 to the Managing Director is as under :

(Rs. In Thousands)

	2007-08	2006-07
Salary and allowances	4072	3489
Company's Contribution to P.F.	238	221
Estimated value of perquisites	126	26
Total	4436	3736

Note :

The above figures exclude provision for leave encashment, contribution to the approved gratuity fund and group mediclaim, which are actuarially determined for the Company as a whole

6. Fees towards users facilities (Schedule 7) are on account of facilities provided such as telecom leased lines, software and insurance.

7. Auditors' Remuneration :

(Rs. In Thousands)

	2007-08	2006-07
Audit Fees	265	220
Tax Audit Fees	65	55
Out of Pocket Expenses (including service tax Rs.41 thousands, Previous year Rs. 34 thousands)	55	47
Total	385	322

8. Expenses in foreign currency (on payment basis)

(Rs. In Thousands)

	2007-08	2006-07
Travelling Expenses	1152	594
Others	259	590

9. VSAT connectivity facilities provided by the Stock Exchange, Mumbai (BSE) are used by the Company as also by Company's Depository Participants (DP's) and other users. As agreed with the BSE the user charges invoiced by the Company to the DPs and other users are recovered by the Company and passed on to the BSE and therefore, are not recognised as Company's revenues: Rs.15068 thousands (Previous Year Rs. 14019 thousands)
10. a) "Other Liabilities" in Schedule 6 include the balance of Rs.Nil (Previous year Rs. 680 thousands) net of Rs.2983 thousands (Previous year Rs.3459 thousands) spent during the year out of the penalty collected on account of late transfer of securities by Depository Participants to beneficial owner accounts and to be utilised for Investor Education and Awareness Programme as per SEBI requirements.
- b) No amount is due to be credited to Investor Education & Protection Fund as required under section 205C of the Companies Act, 1956.
11. In the opinion of the Management, the Current Assets, Loans & Advances have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet. The provision for depreciation and other known liabilities is adequate and not in excess of what is required.
12. During the year, the rates of depreciation on fixed assets has been revised as stated in para no. A (iv) above. In compliance with the Accounting standard-6

“Depreciation Accounting”, the unamortised depreciable amount of the asset is charged to revenue over the revised remaining useful life. Accordingly, charge of depreciation to the Profit & Loss A/c for the year is higher by Rs.26,387 thousands and profit before tax and net block of fixed assets is lower to that extent.

13. The Company has made a strategic and long term investments of Rs.10000 thousands in the equity shares of the subsidiary company CDSL Ventures Limited and also given a loan of Rs.19600 thousands to the said subsidiary company. The management is confident of realising its investments and recovering the loan in due course.
14. The Company has determined the liability for Employee Benefits as at 31st March, 2008 in accordance with the revised Accounting Standard 15 - Employee Benefits issued by ICAI.
 - a) Defined benefit plans – As per Actuarial Valuation on 31st March, 2008

(Rs. In Thousands)

	Gratuity
A Expenses Recognized in the statement of Profit & Loss Account for the year ended March 31 , 2008	
1 Current Service Cost	826
2 Past Service Cost	727
3 Interest Cost	267
4 Expected Return on Plan Assets	(248)
5 Net Actuarial (Gain)/Loss recognized for the period	28
6 Expenses recognized in statement of P&L A/c	1600
B Net Asset/(Liability) recognized in the Balance Sheet	
1 Present Value of Obligation	4476
2 Fair Value of Plan Assets	2876
3 Funded Status	(1600)
4 Unrecognised Actuarial Gain/(Loss)	
5 Net Assets/(Liability) recognized in the Balance Sheet	(1600)
C Changes in present value of obligations	
1 Present Value of Obligation as at April 01 , 2007	3777
2 Interest Cost	267
3 Current Service Cost	826
4 Benefits Paid	(419)
5 Actuarial (Gain)/Loss on Obligation	25

	Gratuity
6 Present Value of Obligation as at March31, 2008	4476
D Changes in Fair Value of Plan Assets	
1 Fair Value of Plan Assets as at April 01, 2007	1895
2 Expected Return on Plan Assets	248
3 Contributions	1155
4 Benefits Paid	(419)
5 Actuarial Gain/(Loss) on plan assets	(3)
6 Fair Value of Plan Assets as at March 31, 2008	2876
E Fair Value of Plan Assets	
1 Fair Value of Plan Assets as at April 01, 2007	1895
2 Actual Return on Plan Assets	245
3 Contributions	1155
4 Benefits Paid	(419)
5 Fair Value of Plan Assets as at March 31, 2008	2876
6 Funded Status	(1600)
7 Excess of Actual over estimated return on Plan Assets	(3)
F Actuarial Gain / (Loss) Recognized	
1 Actuarial Gain/(Loss) for the period (Obligation)	(25)
2 Actuarial Gain / (Loss) for the period (Plan Assets)	(3)
3 Total Gain / (Loss) for the period	(28)
4 Actuarial Gain / (Loss) recognized for the period	(28)
5 Unrecognized Actuarial Gain / (Loss) at March 31, 2008	
G Movements in the Liability recognized in Balance Sheet	
1 Opening Net Liability	1882
2 Expenses recognized in Profit & Loss A/c	873
3 Contribution Paid	(1155)
4 Closing Net Liability	1600
H Actuarial Assumptions	
1 Mortality	LIC(1994-96) Ult
2 Discount Rate as at April 01, 2007	7.50 %
3 Discount Rate as at March 31, 2008	8.00%
4 Rate of Increase in Compensation	4.00%
5 Expected Rate of Return on Plan Assets	9.00%
6 Withdrawal Rate	17.26%
7 Expected Average remaining service	24.69%

- b) Gratuity is administered through Group Gratuity Scheme with Life Insurance Corporation of India. 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) This being the first year in which the Company has adopted the Revised Accounting Standard 15 on Employee Benefits, comparatives have not been included
15. As at 31st March, 2008, no supplier has intimated the company about its status as Micro or Small Enterprises or its Registration with appropriate authority under the Micro, Small and Medium Enterprises Development Act, 2006.
16. Basic and Diluted Earning Per Share is calculated as under :-

	2007-08	2006-07
i) Numerator - Net Profit as per Profit & Loss Account (Rs. In '000)	367543	188220
ii) Denominator – Weighted Average Number of Equity Shares outstanding during the year (No.'s In '000)	104500	104500
iii) Nominal Value of Shares (Rs.)	10.00	10.00
iv) Basic and Diluted Earning Per Share	3.52	1.80

17. Previous year's figures have been regrouped and rearranged wherever necessary, to conform to the current year's presentation.

Signatures to Schedules 1 to 11

For and on behalf of the Board of Directors

Satish Budhakar
Asst. Vice President (Legal)
& Company Secretary

S. S. Thakur
Chairman

V. V. Raut
Managing Director
& CEO

Mumbai
23rd May, 2008

ADDITIONAL INFORMATION PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

1. Registration Details:

Registration Number	State Code	Balance Sheet Date
112443	11	31.03.2008

2. Capital Raised during the year (amount Rs. In thousands):

Public Issue	Rights Issue	Bonus Issue	Private Placement
NIL	NIL	NIL	NIL

3. Position of mobilisation and deployment of funds (amount Rs. in thousands):

Total Liabilities	Total Assets
2070599	2070599

Sources of Funds		Application of Funds	
Particulars	Amount	Particulars	Amount
Paid up Capital	10,45,000	Net Fixed Assets	41,068
Reserves and Surplus	7,22,884	Investments	16,26,353
Secured Loans	NIL	Net Current Assets	83,120
Unsecured Loans	NIL	Net Deferred Tax Assets	17,343
	17,67,884		17,67,884

4. Performance of the Company (amount Rs. in thousands):

Total Income	Total Expenditure	Profit/Loss before tax	Profit/Loss after tax
7,84,400	2,65,946	5,18,454	3,67,543
Earnings per share in Rs.		Dividend Rate (%)	
3.52		10% (Proposed)	

5. Generic names of three principal product/services of the Company (as per monetary terms) :

Item No. (ITC Code)

Activity Description : Providing Depository Services and settlement in respect of shares and securities.

For and on behalf of the Board of Directors

Satish Budhakar
Asst. Vice President (Legal)
& Company Secretary

S. S. Thakur
Chairman

V. V. Raut
Managing Director
& CEO

Mumbai
23rd May, 2008

Statement pursuant to section 212 of the Companies Act, 1956, relating to subsidiary company

1	Name of the subsidiary	:	CDSL VENTURES LIMITED
2	Financial Year of the Subsidiary Company ended on	:	31 st March 2008
3	Holding Company's interest as on above date		
	Number of Shares	:	999993 equity shares of Rs.10 each, fully paid
	Extent of Holding	:	99.993%
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		
	i) for the financial year of the company	:	(Rs.8774 thousands)
	ii) for the previous financial year of the subsidiary since it became the holding company's subsidiary	:	(Rs.11588 thousands)
5	Net aggregate amounts of the Profit/(Losses) of the subsidiary dealt with in the company's account		
	i) for the financial year of the company.	:	NIL
	ii) for the previous financial year of the subsidiary since it became the holding company's subsidiary	:	NIL

For and on behalf of the Board of Directors

Satish Budhakar
Asst. Vice President (Legal)
& Company Secretary

S. S. Thakur
Chairman

V. V. Raut
Managing Director
& CEO

Mumbai
23rd May, 2008

CDSL Ventures Limited

BOARD OF DIRECTORS

Shri S. S. Thakur	Chairman
Shri V. V. Raut	Director
Shri P. S. Reddy	Director
Shri Umesh P. Maskeri	Director (Resigned on 31st July, 2007)
Shri Pramod Deshpande	Director (Appointed on 28th August, 2007)
Shri J. B. Ram	Director (Appointed on 28th August, 2007 and resigned on 2nd May, 2008)
Smt. Nayana Ovalekar	Director (Appointed on 8th May, 2008)

MANAGEMENT TEAM

Shri Cyrus D. Khambata	Chief Executive Officer
Shri Rajiv Shah	Chief Administrative Officer

AUDITORS

Lodha & Co.
Chartered Accountants
6, Karim Chambers,
40 A.D. Marg (Hamam Street)
Mumbai - 400 023

REGISTERED OFFICE

17th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort
Mumbai 400 001

DIRECTORS' REPORT

Your Directors have great pleasure in presenting the Second Annual Report along with Audited Statement of Accounts of your company for the year ended 31st March, 2008.

Financial Highlights

Particulars	Year ended 31 st March, 2008 (Rs. '000)	Year ended 31 st March, 2007 (Rs. '000)
Income	21666	81
Expenditure	13855	9263
Profit/ (Loss) before Depreciation and Taxation	7811	(9182)
Depreciation	16582	2406
Profit / (Loss) before Tax	(8771)	(11588)
Provision for Taxation/ FBT	3	—
Provision for Deferred Tax for the year	—	—
Profit/ (Loss) after Tax	(8774)	(11588)
Balance from previous year	(11588)	—
Balance carried forward to Balance Sheet	(20362)	(11588)

The Company posted total income of Rs.216.66 lacs and incurred loss of Rs.87.74 lacs as against the income of Rs.81,000 and loss of Rs.115.88 lacs in the previous year.

The Know Your Client (KYC) Project:

The maiden project of your company known as KYC Project relates to centralized record keeping of the identity of mutual fund investors. Though the project commenced in January 2007, its implementation was put on hold in March 2007 due to clarifications needed about the documents to be obtained for the KYC process. On receipt of the required clarifications the project was reactivated with effect from 1st February, 2008. The Association of Mutual Funds of India (AMFI) issued advertisement in national and regional news papers informing the mutual fund investors that KYC verification by the designated Point of Service agencies is mandatory for investment of Rs.50,000/- or more in mutual funds.

Project Cost and Means of Financing:

The project is being funded mainly by Central Depository Services (India) Limited (CDSL), the holding company of your company. CDSL has already contributed Rs.100 lacs as the share capital of the company and agreed to grant a loan of Rs.761.32 lacs for a period of three years at 8% interest per annum. As on 31st March, 2008 out of said loan from CDSL availed for meeting the initial cost of the project, a sum of Rs.196 lacs is outstanding. The project cost to the extent of Rs.160 lacs has been financed from internal accruals of your company.

Status of the Project:

Your Company has so far appointed 53 entities as Point of Service agencies for providing KYC documents verification services through their 1150 branches spread across 130 cities. CMC Limited has been engaged by the company for cross verification and scanning of KYC documents. As on 30th April, 2008 your company has generated about 4.75 lacs KYC records.

Future Outlook:

In spite of the delay in implementation of the KYC project, your company generated a total revenue of Rs.216 lacs from this project as on 31st March, 2008. With encouraging progress witnessed in generation of KYC documents since February 2008, the project is considered as financially viable. It is expected that the company will register a significant growth in its revenue earnings in the financial year ending March 2009.

Dividend:

Your Directors do not recommend any dividend for the year ended 31st March, 2008 as the company is yet to earn net profit from its operations.

Fixed Deposits:

Your Company has not accepted any deposits within the meaning of Section 58A of the Companies Act, 1956 and the Rules made thereunder.

Directors:

During the year under review, Shri Umesh P. Maskeri, Director resigned on 31st July, 2007. Shri Pramod Deshpande was appointed as Additional Director of the company on 28th August, 2007. He will hold office till the commencement of the ensuing Annual General Meeting. Shri J. B. Ram who was appointed as Additional Director on 28th August, 2007, resigned on 2nd May, 2008 and in his place, Smt. Nayana Ovalekar was appointed as Additional Director on 8th May, 2008. She will hold office till the commencement of the ensuing Annual General Meeting.

The Board has placed on record its appreciation of the services rendered by Shri Umesh P. Maskeri and Shri J. B. Ram, during their tenure as Director of the company.

The Company has received necessary notices under Section 257 of the Companies Act, 1956 from shareholders proposing the candidature of Shri Pramod Deshpande and Smt. Nayana Ovalekar for appointment as Director. Shri S. S. Thakur retires by rotation at the Second Annual General Meeting and being eligible, offers himself for re-appointment. The resolutions to be passed in this regard form part of the notice of the Second Annual General Meeting and are recommended for approval by the members.

Auditors:

Lodha & Co., Statutory Auditors of your Company, retire at the ensuing Annual General Meeting and are eligible for re-appointment. The Auditors have furnished a certificate to the effect that their re-appointment, if made, would be in accordance with the limit specified under Section 224(1B) of the Companies Act, 1956. Your Directors recommend their re-appointment in the ensuing Annual General Meeting.

Compliance Certificate:

In accordance with Section 383A of the Companies Act, 1956 and the Companies (Compliance Certificate) Rules, 2001 the company has obtained compliance certificate from a secretary in whole time practice and a copy of the certificate is attached to this report.

Conservation of Energy, Technology Absorption:

Considering the nature of operations of your company, the provisions of Section 217(1)(e) of the Companies Act, 1956 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 for implementation of the KYC project referred to earlier in this report.

Details of foreign exchange earnings and outgo:

Your Company did not earn any foreign exchange, nor was there any outgo in foreign exchange during the year under review.

Directors' Responsibility Statement:

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Board of Directors report that:

- i) in the 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 or loss 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, 1956, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities; and
- iv) the annual accounts have been prepared on a going-concern basis.

Particulars of Employees:

None of the employees of the Company is drawing remuneration in excess of the limits prescribed under Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of employees) Rules, 1975

Human Resources:

Your Company presently has 3 employees on deputation from CDSL and two employees are working on contract basis. They are well versed in their respective area of operations.

Acknowledgement

Your Directors place on record their sincere gratitude for the assistance, guidance and co-operation CVL has received from CDSL, AMFI and the members of the AMFI Standing Committee constituted for the KYC project. The Directors also acknowledge with thanks the support received from the AMCs of Mutual Funds and the Point of Service agencies and express their appreciation for the dedicated services the Company's employees have rendered.

Mumbai
8th May, 2008

For and on behalf of the Board
sd/-
S. S. Thakur
Chairman

COMPLIANCE CERTIFICATE

Registration no. : 164885
Authorised Capital: 1,00,00,000
Paid up Capital: 1,00,00,000

To,
The Members of
CDSL VENTURES LTD.
17th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort, Mumbai-400001

I have examined the registers, records, books and papers of **CDSL Ventures Limited** as required to be maintained under the Companies Act, 1956, and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on **31st March, 2008**. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The company has filed forms or returns with the Registrar of Companies during the year under scrutiny.
3. The company is a public limited company hence the provisions of Section 3(1) (iii) of the Companies Act are not applicable.
4. The Board of Directors duly met 4 times on 15/05/2007, 28/08/2007, 15/11/2007, 12/02/2008 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The company was not required to close its Register of Members for the year under review and therefore the Register of Members was not closed.
6. The Annual General Meeting for the financial year ended on 31/03/2007 was held on 27/06/2007 after giving due notice to the members of the company and the Statutory Meeting was held on 17/04/2007 and the resolutions passed were duly recorded in the Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year under scrutiny.
8. As explained to us the Company has not advanced any loans to the directors of the company under Section 295 of the Companies Act, 1956 during the year under consideration.

9. The company has duly complied with the provisions of Section 297 of the Act in respect of contracts specified in that Section.
10. The Company has made necessary entries in the register to be maintained under Section 301 of the Act.
11. No approvals were required from the Board of Directors, Members and the Central Government pursuant to Section 314 of the Act during the period under consideration.
12. The company has not issued any duplicate Share Certificates during the financial year ended on 31.03.2008
13.
 - i) There was no transfer/ transmission of securities during the financial year.
 - ii) The Company has not deposited any amount in a separate bank account as no dividend was declared during the financial year.
 - iii) The company was not required to post warrants to any member of the company as no dividend was declared during the financial year
 - iv) No provisions as to transferring the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund are applicable.
 - v) The Company has complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the company is duly constituted.
15. The company has not appointed Managing Director during the period under consideration.
16. No sole-selling agents were appointed by the Company for the period under scrutiny.
17. No approvals of Company Law Board, Regional Director or such other authorities as may be prescribed under the various provisions of the Act were required for the financial year under review as per the information provided by the Company.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The company has not issued any shares / Securities / Debentures during the financial year under scrutiny.
20. The company has not bought back any share during the financial year ending 31.03.2008.
21. There being no preference shares/debentures the provisions as to redemption of preference shares/debentures are not applicable.
22. The provisions as to keeping in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares are not applicable.

23. The Company has not accepted deposits including unsecured loans falling within the provisions of sections 58A and 58AA read with Companies (Acceptance of Deposit) Rules, 1975 and the directions issued by the Reserve Bank of India/ any other authority in respect of acceptance of deposits including unsecured loans.
24. The company has complied with provisions of Section 293(1)(d) of the Companies Act, 1956 as the borrowings were well within the limits.
25. The provisions of Section 372A of the Companies Act, 1956 as to making loans and investments, or giving guarantees or providing securities to other bodies corporate were complied with during period under review.
26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The company has not altered its articles of association during the year under scrutiny.
31. As explained to us no prosecution was initiated against or show cause notices received by the company for alleged offences under the Act and also no fines and penalties or any other punishment were imposed on the company.
32. The company has not received security from its employees during the year under certification and therefore the provisions of Section 417(1) of the Companies Act, 1956 are not applicable.
33. The provisions of depositing both employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to section 418 of the Act are not applicable to the Company.

For SG & ASSOCIATES
Company Secretary

Sd/-
Suhas Ganpule
Proprietor
C. P. No. : 5722

Place: Mumbai
Date: 15.04.2008

Annexure A

Registers as maintained by the Company

1. Register of Charges-u/s 143
2. Register of Members -u/s 150
3. Minutes Book for Board and General Meetings – u/s 193
4. Books of Accounts- u/s 209
5. Register of particulars of contract in which the Directors are interested u/s – 301
6. Register of Directors and Managing Director, Manager and Secretary u/s – 303
7. Register of Directors' shareholdings u/s 307
8. Register of Loans and Investments u/s 372A
9. Share Transfer Register

Annexure B

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the year ending on 31.03.2008.

Sr No	Form No. / Return	Filed Under relevant section of the Act	Date of filing	Whether filed within prescribed time Yes/No	If delay in filing, whether requisite additional fee paid Yes/No
01	Annual Return for the year 2007.	159(1)	25.07.2007	Yes	—
02	Balance Sheet as on 31.03.2007	220(1)	23.07.2007	Yes	—
03	Compliance Certificate	383 A	23.07.2007	Yes	—
04	Form 32	—	10.08.2007	Yes	—
05	Form 32	—	10.09.2007	Yes	—

AUDITORS' REPORT

TO THE MEMBERS OF CDSL VENTURES LIMITED

1. We have audited the attached Balance Sheet of CDSL VENTURES LIMITED as at 31st March, 2008 and the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 (hereinafter referred to as the "Act"), we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order .
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:-
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.

- d) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub section (3C) of Section 211 of the Act, to the extent applicable.
- e) On the basis of written representations received from directors as on 31st March, 2008, and taken on record by the Board of Directors, wherever applicable, we report that none of the directors is disqualified as on 31st March, 2008 from being appointed as a director of the Company in terms of clause (g) of sub-section (1) of section 274 of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with 'Significant Accounting Policies and Notes to Accounts' in Schedule '13' and other notes appearing elsewhere in the accounts, 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:
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2008; and
- ii) in the case of the Profit & Loss Account, of the loss for the year ended on that date.

For LODHA & CO.
Chartered Accountants

A M Hariharan
Partner
(Membership No. 38323)

Mumbai
8TH May, 2008

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2008 OF CDSL VENTURES LIMITED RCH, 2008 OF CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that:

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) All the assets have been physically verified by the management at reasonable intervals during the year. No discrepancies were noticed on such verification.
- c) No substantial part of the fixed assets has been disposed off during the year.
2. The Company does not have any inventory. Therefore, the provisions of clause 4(ii) of the Order are not applicable to the Company.
3. The Company has not granted/ taken any loans, secured or unsecured, to/from companies, firms or other parties covered in the register maintained under Section 301 of the Act.
4. There is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of services. The Company has neither purchased any inventory nor sold any goods. During the course of our audit, no major weakness has been noticed in the internal control system.
5. There are no particulars of contracts or arrangements referred to in Section 301 of the Act which need to be entered in the register required to be maintained under that section.
6. No deposits within the meaning of Sections 58A, 58AA or any other relevant provision of the Act and rules framed there under have been accepted by the Company.
7. In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
8. In respect of Company's activities, the Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Act.
9. a) The Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Cess and other statutory dues applicable to it with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.

- b) There are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Cess which have not been deposited on account of any dispute.
10. The Company has been registered for a period less than five years and hence clause 4(x) of the Order relating to reporting of losses is not applicable .
 11. The Company has not defaulted during the year in repayment of dues to any financial institution or bank or debenture holders.
 12. During the year, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 13. The provisions of any special statute applicable to chit fund/ nidhi/ mutual benefit fund/ societies are not applicable to the company.
 14. The Company is not dealing or trading in shares ,securities ,debentures or other investments .
 15. The Company has not given any guarantee for loans taken by others from banks or financial institutions.
 16. Term loan was applied for the purpose for which the loan was obtained.
 17. Funds raised on short-term basis have not been used for long term investment.
 18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered and recorded in the register maintained under Section 301 of the Act.
 19. The Company has not issued any debentures during the year.
 20. The Company has not raised any money by public issue during the year.
 21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing standards in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For LODHA & CO.
Chartered Accountants

A M Hariharan
Partner
(Membership No. 38323)

Mumbai
8TH May, 2008

BALANCE SHEET AS AT MARCH 31, 2008

	Schedule	31.3.2008 Rs. in '000	31.3.2007 Rs. in '000
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	10,000	10,000
Unsecured Loans	2	19,600	13,000
		<u>29,600</u>	<u>23,000</u>
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	3	30,746	29,826
Less : Depreciation		18,988	2,406
Net block		<u>11,758</u>	<u>27,420</u>
Current Assets, Loans & Advances			
Sundry Debtors	4	4,170	—
Cash and Bank balances		1,106	137
Loans and Advances		2,680	275
		<u>7,956</u>	<u>412</u>
Current Liabilities & Provisions			
Liabilities	5	10,476	16,420
		<u>10,476</u>	<u>16,420</u>
Net Current Assets / (Liabilities)		(2,520)	(16,008)
Profit & Loss Account - Loss		20,362	11,588
		<u>29,600</u>	<u>23,000</u>
Significant Accounting Policies and Notes to Accounts			
	13		
Schedules referred to above form an integral part of the Financial Statements			

As per our attached report of even date

For and on behalf of the Board of Directors

For Lodha & Co.

Chartered Accountants

A. M. Haritharan
Partner**C.D. Khambata**
CEO**S.S.Thakur**
Chairman**V.V.Raut**
DirectorMumbai,
8th May, 2008

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

	Schedule	2007-2008 Rs. in '000	2006-2007 Rs. in '000
INCOME			
Operational Income	6	21,631	—
Other Income	7	35	81
		<u>21,666</u>	<u>81</u>
EXPENDITURE			
Personnel Cost	8	2,831	841
Operating Expenses	9	6,147	5,663
Other Expenses	10	4,877	1,715
Depreciation (Refer to note no.B (5) in Schedule 13)		16,582	2,406
Preliminary Expenses	11	—	240
Pre-Operative Expenses	12	—	804
		<u>30,437</u>	<u>11,669</u>
Profit / (Loss) Before Tax		(8,771)	(11,588)
Provision for FBT		3	—
Provision for taxation		—	—
Profit/ (Loss) After Tax		(8,774)	(11,588)
Balance of Loss brought forward from previous year		(11,588)	—
Balance of Loss carried to the Balance Sheet		<u>(20,362)</u>	<u>(11,588)</u>
Significant Accounting Policies and Notes to Accounts	13		
Schedules referred to above form an integral part of the Financial statements			

As per our attached report of even date

For and on behalf of the Board of Directors

For Lodha & Co.

Chartered Accountants

A. M. Haritharan
Partner**C.D. Khambata**
CEO**S.S.Thakur**
Chairman**V.V.Raut**
DirectorMumbai,
8th May, 2008

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

SCHEDULE 1 SHARE CAPITAL	31.3.2008 Rs. in '000	31.3.2007 Rs. in '000
Authorised		
10,00,000 Equity shares of Rs.10 each	10,000	10,000
Issued, Subscribed and Paid-up		
10,00,000 Equity shares of Rs.10 each - Fully Paid Up (Of the above, 999993 Shares are held by Central Depository Services (India) Ltd , the Holding Company)	10,000	10,000
SCHEDULE 2 UNSECURED LOANS		
From a body corporate :		
Central Depository Services (India) Ltd - (Holding Company) @	19,600	13,000
{Repayable within one year Rs. NIL (Previous Year NIL) }	19,600	13,000
(Refer to note no.B (2) in Schedule 11)		
@ Convertible into equity shares at par at the option of the holding company		

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

SCHEDULE 3 FIXED ASSETS									Rs. in '000	
DESCRIPTION	GROSS BLOCK			DEPRECIATION **			NET BLOCK			
	As on 1.4.2007	Additions	As on 31.3.2008	Upto 31.3.2007	For the year 2007-2008	Upto 31.3.2008	As on 31.3.2008	As 31.3.2007		
Computer Hardware	20,397	128	20,525	1,641	11,099	12,740	7,785	18,756		
Computer Software	9,417	600	10,017	765	5,465	6,230	3,787	8,652		
Furniture & fixtures	12	—	12	—	3	3	9	12		
Office Equipments	—	192	192	—	15	15	177	—		
Total	29,826	920	30,746	2,406	16,582	18,988	11,758	27,420		
Previous Year	—	29,826	29,826	—	2,406	2,406	27,420			

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2008

SCHEDULE 4	31.3.2008	31.3.2007
CURRENT ASSETS, LOAN AND ADVANCES	Rs. in '000	Rs. in '000
SUNDRY DEBTORS		
Unsecured, Considered Good and due for less than Six Months	4,170	—
	<u>4,170</u>	<u>—</u>
CASH AND BANK BALANCES		
Cash on hand	6	5
Balances with scheduled banks: — in current account	1,100	132
	<u>1,106</u>	<u>137</u>
LOANS AND ADVANCES		
(Unsecured, considered good)		
Advances recoverable in cash or in kind or for the value to be received	544	275
Income Tax (Net of Provision NIL , Previous year NIL)	2,136	—
	<u>2,680</u>	<u>275</u>
SCHEDULE 6		
CURRENT LIABILITIES & PROVISIONS		
CURRENT LIABILITIES		
Sundry Creditors		
(a) Due to Creditors other than Micro and Small Enterprises	9,632	16,027
(b) Due to Micro and Small Enterprises (Refer Note No.B(3) in Schedule 13)	—	—
Other liabilities	844	393
	<u>10,476</u>	<u>16,420</u>

**SCHEDULES TO PROFIT AND LOSS ACCOUNT FOR THE YEAR
ENDED 31ST MARCH, 2008**

SCHEDULE 6 OPERATIONAL INCOME	2007-2008 Rs. in '000	2006-2007 Rs. in '000
On Line Data Charges	21,290	—
Other operational Income	341	—
	<u>21,631</u>	<u>—</u>

SCHEDULE 7 OTHER INCOME		
Dividend Income from Short Term Investments	35	81
	<u>35</u>	<u>81</u>

SCHEDULE 8 PERSONNEL COST		
Reimbursement cost of Salaries to staff on deputation from Holding Company	2,831	841
	<u>2,831</u>	<u>841</u>

SCHEDULE 9 OPERATING EXPENSES		
Point Of Service (POS) charges**	5,872	5,163
Courier Charges	275	500
	<u>6,147</u>	<u>5,663</u>

** POS charges include charges towards Data Entry ,
Verification ,Scanning & Storage of Documents

**SCHEDULES TO PROFIT AND LOSS ACCOUNT FOR THE YEAR
ENDED 31ST MARCH, 2008**

SCHEDULE 10 OTHER EXPENSES	2007-2008 Rs. in '000	2006-2007 Rs. in '000
Insurance expenses	162	44
Rent	1049	235
Electricity Charges	100	16
Legal & Professional charges	419	115
Directors Sitting fees	19	4
Leased line & telephone expenses	115	917
Travelling & Conveyance	3	9
Software Maintenance Charges	1,068	197
Interest on fixed loan	1,491	88
Website Maintenance Charges	225	—
Miscellaneous Expenses	226	90
	<u>4,877</u>	<u>1,715</u>
SCHEDULE 11 PRELIMINARY EXPENSES		
Legal & Professional Fees	—	49
ROC Fees	—	161
Stamp Duty	—	30
	<u>—</u>	<u>240</u>
SCHEDULE 12 PRE-OPERATIVE EXPENSES		
Travelling & Conveyance	—	41
Insurance Expenses	—	2
Directors Sitting Fees	—	13
Legal & Professional Charges	—	546
Miscellaneous Expenses	—	6
Printing & Stationery	—	16
Stamp Charges	—	13
Administrative Expenses	—	167
	<u>—</u>	<u>804</u>

SCHEDULE TO BALANCE SHEET AS AT AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2008

SCHEDULE 13

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

CDSL Ventures Limited ("CVL" or "the Company") is a subsidiary of Central Depository Services (India) Limited, incorporated on 25th September, 2006. The Company operates and maintains an electronic system for creating, holding or maintaining any information, records, documents or database in electronic form. The maiden project of your company known as Know Your Client (KYC) project, relates to centralized record keeping of the identity of investors in Mutual Funds

A. Significant Accounting Policies :

i. Basis of preparation of Financial Statements :

The Company follows mercantile system of accounting and the financial Statements are prepared under the historical cost convention, on a going concern basis and as per applicable Indian Accounting Standards. All expenses and income to the extent ascertainable with reasonable certainty are accounted for on accrual basis.

The preparation of financial statements requires the management to make estimates and assumptions that have been 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 as prudent and reasonable. Future results could differ from these estimates.

ii. 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 less accumulated depreciation.

iii. Software Costs

Systems Software, Application Software and additions of new modules thereto are capitalised and any modifications/changes thereto are charged to revenue.

iv. Depreciation/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") at the rates mentioned below:-

Description of asset	Rates as per the Schedule XIV %	Rates used %
Computer Hardware/software	16.21	50
Office Equipment	4.75	20

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

Additional depreciation is provided on technical evaluation from time to time as considered appropriate by the management. In case, the recoverable amount of the fixed assets is lower than its carrying amount, a provision is made for the impairment loss.

v. **Investments**

- a) 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.
- b) Current investments are stated at lower of cost and fair/market value on individual investment basis.

vi. **Employees Benefits**

Short term Employee Benefits are estimated and provided for. 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 is paid/provided for.

Contributions to the defined contribution plan is charged to Profit & Loss Account for the respective financial year.

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 year.
- b) Long term compensated absences: Provision for Leave encashment is made on the basis of actuarial valuation as at the end of the year

Actuarial gains/losses at the end of the year accrued to the defined benefit plans are taken to Profit & Loss Account for the respective financial year and are not deferred.

vii. **Income Tax**

Provision for current tax and fringe benefit 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 that have been substantively enacted as of the balance sheet date. Deferred tax assets arising from unabsorbed carried forward losses and depreciation are recognised to the extent there is virtual certainty that these would be realised in future.

viii. Provisions and Contingent Liabilities

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- a) the Company has a present obligation as a result of past event,
- b) a probable outflow of resources is expected to settle the obligation and
- c) the amount of the obligation can be reliably estimated.

Where some or all of the expenditure required to settle a provision is expected to be reimbursed by another party, such reimbursement is recognised to the extent of provision or contingent liability as the case may be, only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of

- a) a present obligation arising from a past event, when it is not possible to estimate that an outflow of resources will be required to settle the obligation.
- b) a possible obligation, unless the probability of outflow of resources is remote.

B. Notes to Accounts :

1. Auditors' Remuneration :

(Rs. In Thousands)

	2007-08	2006-07
Audit Fees	12	12
Tax Audit Fees	12	—
Fees for Certification	—	8
Out of Pocket Expenses including Service Tax	3	2
Total	27	22

2. In the opinion of the Management, the Current Assets, Loans & Advances have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet. The provision for depreciation and other known liabilities is adequate and not in excess of what is required.
3. As at March 31, 2008, no supplier has intimated the Company about its status as Micro or Small Enterprises or its Registration with appropriate authority under the Micro, Small and Medium Enterprises Development Act, 2006.

4. There is no amount outstanding in respect of items which would be required to be credited to Investor Education and Protection Fund, on completion of specified period, under Section 205C of the Companies Act, 1956.
5. During the year, the rates of depreciation on fixed assets have been revised as mentioned above in para A (iv). In compliance with Accounting Standard 6 "Depreciation Accounting", the unamortised depreciable amount of the asset is charged to revenue over the revised remaining useful life. Accordingly, charge of depreciation to the Profit & Loss Account and loss for the year is higher by Rs.6331 thousands and net block of fixed assets is lower to that extent.
6. Units of Mutual Funds (Various income funds) of face Value Rs. 10 each purchased and sold / redeemed during the year : 246521 units (Previous Year 371512 units)
7. The Components of net deferred tax asset/(liability) are as under:

	(Rs. In Thousands)	
	2007-08	2006-07
Deferred Tax Asset		
Unabsorbed Business Loss	3149	3149
Unabsorbed Depreciation	4811	3040
Total (A)	7960	6189
Deferred Tax Liability		
Depreciation	1011	2201
Total (B)	1011	2201
Net Deferred Tax Asset (A-B)	6949	3988

Deferred Tax asset of Rs. 6949 thousands (Previous Year Rs. 3,988 thousands) has not been recognised as a matter of prudence .

8. Basic and Diluted Earning Per Share is calculated as under :-

	2007-08	2006-07
i) Numerator - Net Profit as per Profit & Loss Account (Rs. In '000)	(8774)	(11588)
ii) Denominator - Weighted Average Number of Equity Shares outstanding during the year (No.'s In '000)	1000	1000
iii) Nominal Value of Shares (Rs.)	10.00	10.00
iv) Basic and Diluted Earning Per Share	(8.77)	(11.58)

9. a) Previous year's figures have been regrouped and rearranged wherever necessary to confirm to the current year's presentation .
- b) Figures in Profit & Loss Account for the current year are for 12 months as against those for 3 months in previous year and hence are not comparable

Signatures to Schedules 1 to 13

For and on behalf of the Board of Directors

C.D. Khambata
CEO

S. S. Thakur
Chairman

V. V. Raut
Director

Mumbai
8th May, 2008

ADDITIONAL INFORMATION PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

1. Registration Details:

Registration Number	State Code	Balance Sheet Date
116885	11	31.03.2008

2. Capital Raised during the year (amount Rs. In thousands):

Public Issue	Rights Issue	Bonus Issue	Private Placement
NIL	NIL	NIL	NIL

3. Position of mobilisation and deployment of funds (amount Rs. in thousands):

Total Liabilities	Total Assets
40076	400769

Sources of Funds		Application of Funds	
Particulars	Amount	Particulars	Amount
Paid up Capital	10,000	Net Fixed Assets	11,7588
Reserves and Surplus	NIL	Investments	NIL
Secured Loans	NIL	Net Current Assets	(2,520)
Unsecured Loans	19,600	Profit & Loss A/c (Loss)	20,362
	29,600		29,600

4. Performance of the Company (amount Rs. in thousands):

Total Income	Total Expenditure	Profit/Loss before tax	Profit/Loss after tax
21,666	30,437	(8,771)	(8,774)
Earnings per share in Rs.		Dividend Rate (%)	
(8.77)		NIL	

5. Generic names of three principal product/services of the Company (as per monetary terms) :

Item No. (ITC Code)

Activity Description : Centralised record keeping of data relating to investors in Mutual Funds

For and on behalf of the Board of Directors

C.D. Khambata
CEO

S. S. Thakur
Chairman

V. V. Raut
Director

Mumbai
8th May, 2008

CDSL DP NETWORK

ANDHRA PRADESH

Hyderabad	1
Nizamabad	2
Proddatur	3
Secunderabad	4
Vijayawada	5
Visakhapatnam	6

ASSAM

Guwahati	7
Tinsukia	8

BIHAR

Gaya	9
Muzaffarpur	10
Patna	11

CHANDIGARH

Chandigarh	12
------------	----

CHHATTISGARH

Raipur	13
--------	----

GOA

Panaji	14
--------	----

GUJARAT

Ahmedabad	15
Anand	16
Bardoli	17
Bharuch	18
Bhavnagar	19
Borsad	20
Dahod	21
Dharmaj	22
Dhoraji	23
Gandhinagar	24
Jam Khambhaliya	25
Jamnagar	26
Junagadh	27
Khambhat	28
Mihapur	29
Nadiad	30
Palanpur	31
Rajkot	32
Surat	33
Vadodara	34
Vapi	35

HARYANA

Ambala Cantt	36
Gurgaon	37
Hissar	38
Rohtak	39
Sirsa	40

JHARKHAND

Dhanbad	41
Ranchi	42

KARNATAKA

Bangalore	43
Belgaum	44
Hubli	45
Mangalore	46
Udipi	47

KERALA

Kochi	48
Thiruvananthapuram	49
Thrissur	50

MADHYA PRADESH

Bhopal	51
Guna	52
Gwalior	53
Indore	54
Jabalpur	55
Mandsaur	56
Piparaya	57
Shahdol	58

MAHARASHTRA

Ahmednagar	59
Akola	60
Bhiwandi	61
Dombivli	62
Ichalkranji	63
Jalna	64
Jalgaon	65
Kolhapur	66
Mumbai	67
Nagpur	68
Nasik	69
Navi Mumbai	70
Pune	71
Sangamner	72
Sangli	73
Thane	74

RAJASTHAN

Abu Road	82
Alwar	83
Balotra	84
Bharatpur	85
Bhilwara	86
Bikaner	87
Chittorgarh	88
Churu	89
Hanumangarh	90
Hindaun	91
Jaipur	92
Jhunjhunu	93
Jodhpur	94
Kota	95
Sirohi	96
Sriganganagar	97
Udaipur	98

UTTAR PRADESH

Agra	104
Allahabad	105
Bareilly	106
Bulandshahar	107
Gorakhpur	108
Kanpur	109
Lucknow	110
Meerut	111
Moradabad	112
Noida	113
Shamli	114
Varanasi	115

UTTARANCHAL

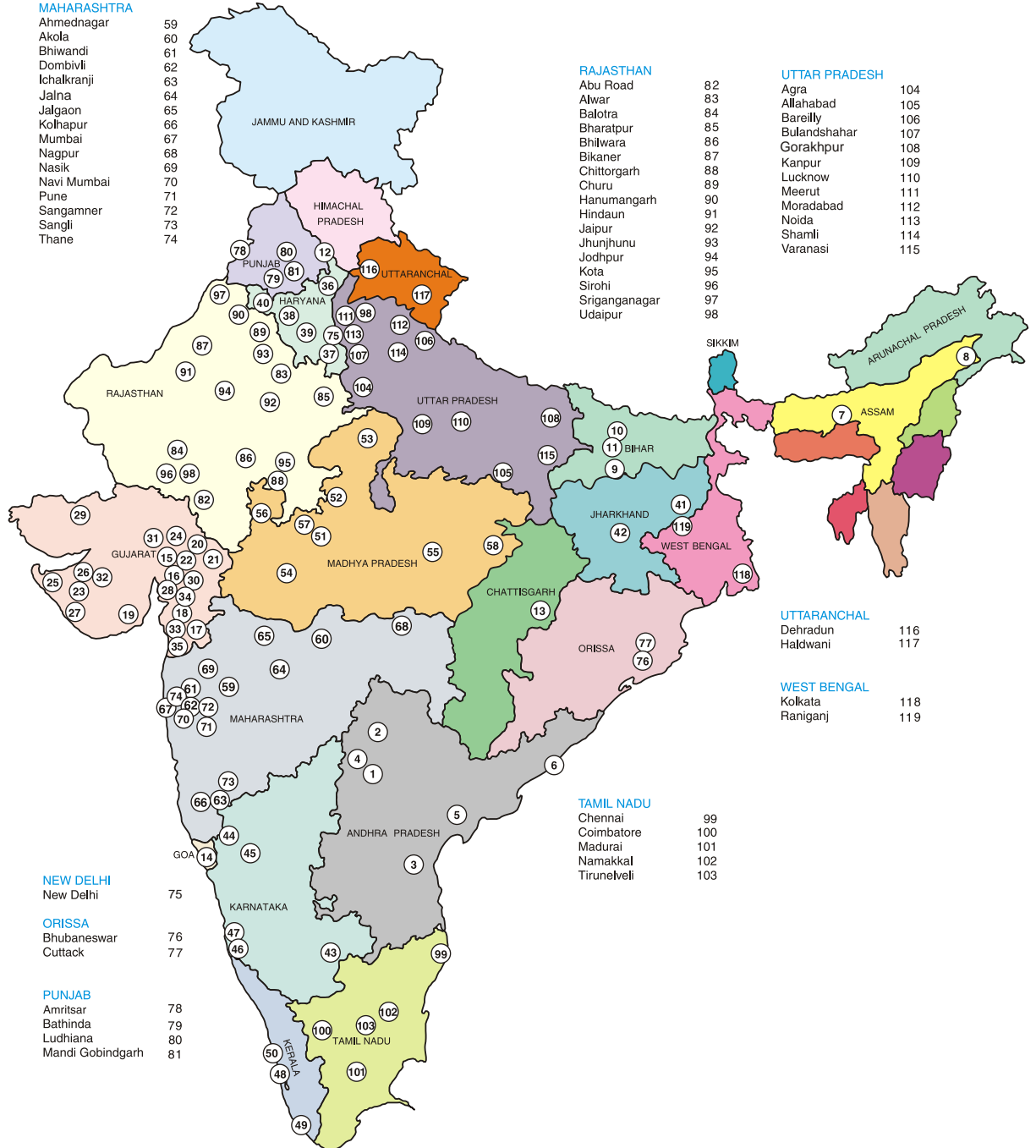
Dehradun	116
Haldwani	117

WEST BENGAL

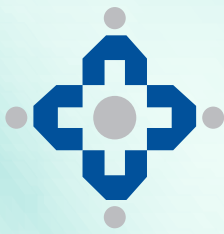
Kolkata	118
Raniganj	119

TAMIL NADU

Chennai	99
Coimbatore	100
Madurai	101
Namakkal	102
Tirunelveli	103



* Map not to scale



Central Depository Services (India) Limited

Convenient ♦ Dependable ♦ Secure

NT#Ü=çççâ=Uâçò=çÉÉÁÜçó=ççí Ééá=ãâáíéÉíj i ä ÄâçM#MNK
ñüçää=WNICÖIÖOTO#PPPI=çñ=WNICÖIÖOTO#PMV±ÖOTO=ÖMTO
iii K&ÇääÇãK&Çã

CDSL Regional Offices

Western Region

Gujarat Office

jè K=ríé~ã=pÜ~ÜI
_pb=fáíÉéíçè=pÉéíáÁÉ=ÉáíÉé
UMQI=`çééçè~íÉ=éçíéÉI
lééçéáíÉ=qçèéÉáí=éçíéÉI
kÉ~é=fáÁçääÉç~ñI
^ÜáÉÇ~Ä~Ç=J=PUM=MMV
mÜçáÉ=WMTV=J=POVPSOPOL=
SSNMTRRLOTRQMQR
bã~ää=W=íé~æJÁÇèääáÇã~K&Çã=

Northern Region

New Delhi Office

jè K=g~èÇÉÉé=hçÜää
RNQI=kÉí=aÉáÜá=éçíéÉI=RIÜ=câççè
OT= _ê~âÜ~ãÄ~óç~Ç
kÉí=aÉáÜá=J#M=MMNK
qÉääÉñ~ñ=W#M#Q#N#R#N#T
bã~ää=W=á~èÇÉÉéáJÁÇèääáÇã~K&Çã=

Jaipur Office

jè K=èÜí~ái=diéí~
g~çéíé=píçÁá=bñÁÜ~áÖÉI
dèçláÇ=câççè
gKiKkK=j~èÖIj~áiáó~k~Ö~è
g~áéíé=J=PMO=MNT
jçÁääÉ=kçKW=VPNQSQTUOS=
bã~ääW=ó~èÜí~áiÖIÁÇèääáÇã~K&Çã=

Ludhiana Office

jè K=fáÇÉèääí=m~áAÜÜá
iiÇÜá~á~píçÁá=bñÁÜ~áÖÉI
cÉèçòÉ=d~áÇÜá=j~éáÉí
iiÇÜá~á~J=NQN=MMN
jçÁääÉ=kçKW=VUTOSMPPMQ=
bã~ääW=ááÇÉèääíéJÁÇèääáÇã~K&Çã=

Eastern Region

Kolkata Office

jè K=jçáçó= _áéí~è
_pb=fáíÉéíçè=pÉéíáÁÉ=ÉáíÉé
Néí=NâççéâéÜçè= _Ü~í~á
NTI=óK=kk=jiàÜÉèáÉÉ=óç~Ç
hçää~í~J=TMM=MMN
mÜçáÉ=W=MP#OVTQUUM=L=
OONPMRPM
bã~ääW=âççóöÁJÁÇèääáÇã~K&Çã=

Southern Region

Chennai Office

jè K=óK=s~èiÇÉí~á=
_pb=fáíÉéíçè=pÉéíáÁÉ=ÉáíÉéI
QíÜ=câççèbñÁÜ~áÖÉ=_íááÇääÖI
kçK=Ni=pÉÁçáÇ=íááÉ=_É~ÁÜI
`ÜÉää~á=J=SMM=MMNK
jçÁääÉ=kçKW=VQQQTSTVM
bã~ääW=í~èiÇÉí~éJÁÇèääáÇã~K&Çã=

Hyderabad Office

jè K=s~pÜái~mè~èÉçáéÜÉííó
kçK=RI=Néí=câççèSJOIR
qÜÉ=eóÇÉé~Ä~Ç=píçÁá=bñÁÜ~áÖÉI
_íááÇääÖI=eáá~ó~í=k~Ë~è
eóÇÉé~Ä~Ç=J=RMM=MOVK
mÜçáÉW=MQM=J=PMTOORSOL=
M#BQTMPPRRM
bã~ääW=eÜái~éJÁÇèääáÇã~K&Çã=

Kochi Office

jè K=pÜáÄíã~íüK
_pb=fáíÉéíçè=pÉéíáÁÉ=ÉáíÉé
Néí=NâççéâéÜçè= _Ü~í~á
NTI=óK=kk=jiàÜÉèáÉÉ=óç~Ç
hçää~í~J=TMM=MMN
mÜçáÉ=W=MP#OVTQUUM=L=
OONPMRPM
bã~ääW=eÜáÄíã~íüJÁÇèääáÇã~K&Çã=