



Central Depository Services (India) Limited

18th October, 2019

The Manager,
Listing Compliance Department,
National Stock Exchange of India Ltd,
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai – 400051

Dear Sir,

Sub: Outcome of Board meeting

Ref: Submission of Audited Financial Results for the quarter and half year ended 30th September, 2019 pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015

The Board of Director of the Company at their meeting held today i.e. October 18, 2019, approved the following items of business:

1. Took on record the Audited Consolidated Financial Results of the Company and its subsidiaries for the quarter and half year ended 30th September, 2019 along with Auditors Report thereon.
2. Took on record the Audited Standalone Financial Results of the Company for the quarter and half year ended 30th September, 2019 along with Auditors Report thereon.
3. Change in Key Managerial Personnel

Appointment of Company Secretary

The Board of Directors have approved the appointment of the Company Secretary, Key Managerial Personnel and Compliance Officer pursuant to Section 203 of The Companies Act, 2013 and Regulation 6 of SEBI (LODR), 2015 with effect from November 18, 2019.

We are enclosing herewith the Audited Financial Results of the Company along with the Audit Reports issued by the Statutory Auditors for the quarter and half year ended 30th September, 2019 on both standalone and consolidated basis.

The same will be made available on the Company's website www.cdslindia.com. This is for your information and record.

Thanking you.

Yours faithfully,
For **Central Depository Services (India) Limited**


Nehal Vora
Managing Director and Chief Executive Officer



Encl: Financial results for the quarter and half year ended 30th September, 2019

**Regd. Office : Marathon Futurex, A Wing, 25th Floor,
Mafatlal Mills Compound, N M Joshi Marg, Lower Parel (E), Mumbai - 400 013.
Phone : 91-22-2302 3333 • Fax : 91-22-2300 2036 • CIN : L67120MH1997PLC112443
Website : www.cdslindia.com**

Independent Auditor's Report on the Quarterly and Year to Date Audited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

To,
The Board of Directors
Central Depository Services (India) Limited

Report on the audit of the Consolidated Financial Results**Opinion**

We have audited the accompanying statement of consolidated financial results of **Central Depository Services (India) Limited** (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019 (the "Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the net cash outflows for the corresponding period from April 1, 2018 to September 30, 2018, as reported in these consolidated financial results have been approved by the Holding Company's Board of Directors but have not been subjected to audit.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements/ financial information of the subsidiaries referred to in paragraph below, the Statement:

- (i) includes the results of the following entities;
 - a. Central Depository Services (India) Limited
 - b. CDSL Ventures Limited
 - c. CDSL Insurance Repository Limited
 - d. CDSL Commodity Repository Limited
- (ii) is presented in accordance with the requirements of the Listing Regulations, in this regard; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated total comprehensive income comprising of net profit and other comprehensive income and other financial information of the Group for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

These quarterly financial results as well as the year to date consolidated financial results have been prepared on the basis of the interim condensed financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, 'Interim Financial Reporting' prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate

accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

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

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

S.R. BATLIBOI & Co. LLP

Chartered Accountants

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matter

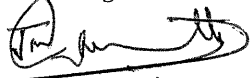
The accompanying Statement includes the audited financial results of 3 subsidiaries whose interim financial statements reflect Group's share of total assets of Rs. 25,837 lakhs as at September 30, 2019, Group's share of total revenues of Rs. 1,726 Lakhs and Rs. 3,939 Lakhs, Group's share of total net profit after tax of Rs. 711 Lakhs and Rs. 1,467 Lakhs, Group's share of total comprehensive income of Rs. 711 Lakhs and Rs. 1,467 Lakhs, for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019, respectively, and net cash outflows of Rs. 88 Lakhs for the period from April 1, 2019 to September 30, 2019, as considered in the Statement which have been audited by their respective independent auditors. The independent auditor's report on the interim financial results of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor and the Financial Results certified by the Management.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per Jayesh Gandhi

Partner

Membership No.: 037924

UDIN: 19037924AAAAMR5929

Mumbai

October 18, 2019

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED
 Regd Office : A-2501, Marathon Futurex, N. M. Joshi Marg, Lower Parel, Mumbai- 400013
 CIN: L67120MH1997PLC112443

Statement of Consolidated financial results for the quarter and six months ended September 30, 2019

(₹ in Lakh)

| Particulars | Quarter ended | | | Six Months Ended | | Year ended |
|---|------------------|------------------|------------------|------------------|------------------|------------------|
| | 30.09.2019 | 30.06.2019 | 30.09.2018 | 30.09.2019 | 30.09.2018 | 31.03.2019 |
| | Audited | Audited | Audited | Audited | Audited | Audited |
| 1 Income from operations | 5,266.42 | 5,840.21 | 5,366.83 | 11,106.63 | 9,920.89 | 19,625.17 |
| 2 Other Income (Refer note 3) | 1,668.97 | 1,502.76 | 978.74 | 3,171.73 | 1,501.02 | 4,919.38 |
| 3 Total Income (1+2) | 6,935.39 | 7,342.97 | 6,345.57 | 14,278.36 | 11,421.91 | 24,544.55 |
| 4 Expenses | | | | | | |
| a) Employee benefits expense | 1,133.02 | 1,427.63 | 837.23 | 2,560.65 | 1,640.88 | 3,418.83 |
| b) Depreciation and amortisation expense | 298.70 | 268.55 | 221.79 | 567.25 | 471.63 | 991.53 |
| c) Computer technology related expenses | 338.02 | 311.68 | 344.70 | 649.70 | 585.15 | 1,182.94 |
| d) Other expenses | 1,343.61 | 1,836.84 | 904.14 | 3,180.45 | 1,848.71 | 4,130.52 |
| Total expenses | 3,113.35 | 3,844.70 | 2,307.86 | 6,958.05 | 4,546.37 | 9,723.82 |
| 5 Profit before tax (3-4) | 3,822.04 | 3,498.27 | 4,037.71 | 7,320.31 | 6,875.54 | 14,820.73 |
| 6 Tax expense (Refer note 3) | 916.07 | 706.98 | 1,022.30 | 1,623.05 | 1,657.51 | 3,338.07 |
| 7 Net profit for the period / year (5-6) | 2,905.97 | 2,791.29 | 3,015.41 | 5,697.26 | 5,218.03 | 11,482.66 |
| Attributable to: | | | | | | |
| Shareholders of the Company | 2,931.39 | 2,743.16 | 3,000.08 | 5,674.55 | 5,187.13 | 11,351.45 |
| Non Controlling interest | (25.42) | 48.13 | 15.33 | 22.71 | 30.90 | 131.21 |
| 8 Other comprehensive income | | | | | | |
| Items that will not be reclassified to profit or loss | | | | | | |
| a) Remeasurements of the defined benefit plans; | 80.83 | (68.95) | (17.73) | 11.88 | (18.22) | 0.50 |
| b) Income tax relating to items that will not be reclassified to profit or loss | (23.54) | 20.08 | 5.16 | (3.46) | 5.30 | (0.14) |
| Other comprehensive (loss) / income (net of tax) | 57.29 | (48.87) | (12.57) | 8.42 | (12.92) | 0.36 |
| 9 Total comprehensive income (after tax) (7+8) | 2,963.26 | 2,742.42 | 3,002.84 | 5,705.68 | 5,205.11 | 11,483.02 |
| Attributable to: | | | | | | |
| Shareholders of the Company | 2,988.71 | 2,694.34 | 2,987.51 | 5,683.05 | 5,174.23 | 11,351.97 |
| Non Controlling interest | (25.45) | 48.08 | 15.33 | 22.63 | 30.88 | 131.05 |
| 10 Paid up equity share capital (face value per share ₹10 each) | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 |
| Reserves excluding revaluation | | | | | | 56,364.31 |
| 11 Earnings per equity share (face value per share ₹10 each) | | | | | | |
| Basic and diluted earnings per equity share (₹) | 2.81 | 2.63 | 2.87 | 5.43 | 4.96 | 10.86 |
| (Not annualised except yearly data) | | | | | | |



Notes:

1 The above consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors on October 18, 2019. The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (IND AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.

2 Segment Information

(₹ in Lakh)

| Particulars | For the quarter ended 30.09.2019 | For the quarter ended 30.06.2019 | For the quarter ended 30.09.2018 | For the six months ended 30.09.2019 | For the six months ended 30.09.2018 | For the year ended 31.03.2019 |
|---|--|--|--|--|--|-------------------------------------|
| Segment Revenue | | | | | | |
| Depository Activity | 4,059.38 | 4,053.97 | 4,098.37 | 8,113.35 | 7,736.09 | 15,234.12 |
| Data Entry and Storage | 1,300.62 | 1,707.36 | 1,258.60 | 3,007.98 | 2,173.66 | 4,290.28 |
| Repository | (91.81) | 86.78 | 10.01 | (5.03) | 16.29 | 105.99 |
| Total | 5,268.19 | 5,848.11 | 5,366.98 | 11,116.30 | 9,926.04 | 19,630.39 |
| Less : Inter Segment Revenue | 1.77 | 7.90 | 0.15 | 9.67 | 5.15 | 5.22 |
| Total Income | 5,266.42 | 5,840.21 | 5,366.83 | 11,106.63 | 9,920.89 | 19,625.17 |
| Segment Results | | | | | | |
| Depository Activity | 1,651.25 | 1,373.96 | 2,232.98 | 3,025.21 | 4,020.89 | 7,354.10 |
| Data Entry and Storage | 726.63 | 652.63 | 889.96 | 1,379.26 | 1,507.98 | 2,817.29 |
| Repository | (224.81) | (31.08) | (63.97) | (255.89) | (154.35) | (270.04) |
| Total | 2,153.07 | 1,995.51 | 3,058.97 | 4,148.58 | 5,374.52 | 9,901.35 |
| Add/(Less) : Finance income and other unallocable income ** | 1,668.97 | 1,502.76 | 978.74 | 3,171.73 | 1,501.02 | 4,919.38 |
| Profit before taxation | 3,822.04 | 3,498.27 | 4,037.71 | 7,320.31 | 6,875.54 | 14,820.73 |
| Less : Provision for taxation | 916.07 | 706.98 | 1,022.30 | 1,623.05 | 1,657.51 | 3,338.07 |
| Profit after taxation | 2,905.97 | 2,791.29 | 3,015.41 | 5,697.26 | 5,218.03 | 11,482.66 |

| Particulars | As at 30.09.2019 | As at 31.03.2019 |
|----------------------------|---------------------|---------------------|
| Segment assets | | |
| Depository Activity | 11,608.98 | 11,163.70 |
| Data Entry and Storage | 3,841.92 | 3,052.48 |
| Repository | 3,202.31 | 5,567.90 |
| Unallocated | 65,761.94 | 58,608.91 |
| Total | 84,415.15 | 78,392.99 |
| Segment liabilities | | |
| Depository Activity | 11,342.12 | 6,650.11 |
| Data Entry and Storage | 911.25 | 369.57 |
| Repository | 146.04 | 50.58 |
| Unallocated | 406.05 | 379.29 |
| Total | 12,805.46 | 7,449.55 |

| Particulars | As at 30.09.2019 | As at 31.03.2019 |
|---|---------------------|---------------------|
| Property, plant and equipment and Intangible assets acquired during the year | | |
| Depository Activity | 225.48 | 572.96 |
| Data Entry and Storage | 243.92 | 324.02 |
| Repository | - | 13.72 |
| Total Property, plant and equipment and Intangible assets additions | 469.40 | 910.70 |
| Depreciation and amortisation | | |
| Depository Activity | 407.28 | 825.51 |
| Data Entry and Storage | 133.32 | 106.02 |
| Repository | 26.65 | 60.00 |
| Total Depreciation and amortisation | 567.25 | 991.53 |

**Other unallocable income mainly includes interest income, dividend income, income from investments and other unallocable miscellaneous income.



- 3 Based on the assessment order received during the quarter ended June 30, 2019, the Company had written back an amount of ₹ 174.10 Lakh in respect of assessment year 2013-14 and the same was netted off from tax expense. Further, an amount of ₹ 223.45 Lakh, received as interest on refund has been included in other income during the quarter ended June 30, 2019 and six months ended September 30, 2019.
- 4 The management is in the process of implementing IND AS 116 - Leases. As assessed by management, the impact is not likely to be material.
- 5 Figures for the previous quarter/period / year have been regrouped / reclassified and rearranged wherever necessary to correspond with the current quarter/period / year classification / disclosure.
- 6 Audited financial results of Central Depository Services (India) Limited (Standalone Information)

(₹ in Lakh)

| Particulars | For the quarter ended 30.09.2019 | For the quarter ended 30.06.2019 | For the quarter ended 30.09.2018 | For the six months ended 30.09.2019 | For the six months ended 30.09.2018 | For the year ended 31.03.2019 |
|---------------------|--|--|--|--|--|-------------------------------------|
| | Audited | Audited | Audited | Audited | Audited | Audited |
| Total income | 5257.56 | 5,185.04 | 4,820.60 | 10,442.60 | 8,860.80 | 18,847.00 |
| Profit before tax | 2847.41 | 2,500.55 | 2,960.11 | 5,347.96 | 5,150.25 | 10,965.95 |
| Profit for the year | 2194.91 | 2,034.86 | 2,209.44 | 4,229.77 | 3,842.25 | 8,437.73 |

The audited results of Central Depository Services (India) Limited for the above mentioned period / year are available on our website www.cdslindia.com and on the National Stock Exchange website www.nseindia.com. The information above has been extracted from the audited standalone financial results for the six months ended September 30, 2019.

For and on behalf of Board of Directors of
CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED

Nehal Vora
Managing Director & CEO



Mumbai, October 18, 2019



Central Depository Services (India) Limited
CIN: L67120MH1997PLC112443
Consolidated Balance Sheet as at September 30, 2019

(₹ in Lakh)

| | Particulars | As at 30.09.2019 | As at 31.03.2019 |
|----------|--|---------------------|---------------------|
| | ASSETS | | |
| 1 | Non-current assets | | |
| | a. Property, plant and equipment | 7,069.24 | 7,261.41 |
| | b. Intangible assets | 356.85 | 262.53 |
| | c. Financial Assets | | |
| | i. Investments | 27,899.35 | 47,121.41 |
| | ii. Loans | 3.37 | 7.39 |
| | iii. Other financial assets | 397.01 | 1,201.09 |
| | d. Deferred tax assets (net) | 371.29 | 345.08 |
| | e. Income tax assets | 826.66 | 1,174.45 |
| | f. Other assets | 39.00 | 45.04 |
| | Total Non-Current Assets | 36,962.77 | 57,418.40 |
| 2 | Current assets | | |
| | a. Financial Assets | | |
| | i. Investments | 36,894.11 | 12,625.80 |
| | ii. Trade receivables | 3,603.21 | 1,913.64 |
| | iii. Cash and cash equivalents | 188.97 | 447.66 |
| | iv. Bank balances other than (iii) above | 5,902.72 | 5,102.19 |
| | v. Loans | 6.64 | 12.18 |
| | vi. Other financial assets | 105.85 | 5.00 |
| | b. Other assets | 750.88 | 868.12 |
| | Total Current Assets | 47,452.38 | 20,974.59 |
| | Total Assets (1+2) | 84,415.15 | 78,392.99 |
| | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| | a. Equity Share capital | 10,450.00 | 10,450.00 |
| | b. Other Equity | 57,007.93 | 56,364.31 |
| | Equity attributable to owners of the Company | 67,457.93 | 66,814.31 |
| | Non-controlling Interests | 4,151.76 | 4,129.13 |
| | Total Equity | 71,609.69 | 70,943.44 |
| 2 | LIABILITIES | | |
| | Non-current liabilities | | |
| | a. Financial Liabilities | | |
| | Other financial liabilities | 103.60 | 81.29 |
| | b. Deferred tax liabilities (Net) | 53.99 | 13.59 |
| | c. Other liabilities | 7.49 | 14.66 |
| | Total Non-Current Liabilities | 165.08 | 109.54 |
| 3 | Current liabilities | | |
| | a. Financial Liabilities | | |
| | i. Trade payables | | |
| | Total outstanding dues of micro enterprises and small enterprises | - | 7.82 |
| | Total outstanding dues of creditors other than micro enterprises and small enterprises | 1,168.88 | 356.88 |
| | ii. Other financial liabilities | 4,091.83 | 4,236.22 |
| | b. Provisions | 1,557.87 | 980.79 |
| | c. Current tax liabilities | 352.69 | 372.70 |
| | d. Other liabilities | 5,469.11 | 1,385.60 |
| | Total Current Liabilities | 12,640.38 | 7,340.01 |
| | Total Equity and Liabilities (1+2+3) | 84,415.15 | 78,392.99 |



| Central Depository Services (India) Limited CIN: L67120MH1997PLC112443 Consolidated Cash Flow Statement for the six months ended September 30, 2019 | | |
|--|-------------------------------------|-------------------------------------|
| (₹ in Lakh) | | |
| PARTICULARS | For the six months ended 30.09.2019 | For the six months ended 30.09.2018 |
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit for the year | 7,320.31 | 6,875.54 |
| Adjustments for | | |
| Depreciation and Amortisation expense | 567.25 | 471.63 |
| Gain on sale / disposal of Property, plant and equipment and Intangible assets (Net) | (1.19) | (2.16) |
| Provision for gratuity and compensated absences | 409.44 | 130.62 |
| Interest income | (687.14) | (523.67) |
| Dividend income | - | (110.84) |
| Net gain arising on financial assets measured at FVTPL | (2,212.07) | (834.58) |
| Impairment loss on financial assets/bad debts written off | 404.39 | - |
| Actuarial liability recognised | 11.88 | (18.22) |
| Operating profit before working capital changes | 5,812.87 | 5,988.32 |
| Movements in working capital | | |
| (Increase) / Decrease in trade receivables | (2,093.96) | (862.55) |
| (Increase) / Decrease in loans and other assets | 36.84 | (130.44) |
| (Increase) / Decrease in other financial assets | (99.46) | (63.01) |
| Increase / (Decrease) in trade payables | 804.18 | 200.63 |
| Increase / (Decrease) in provisions | 167.64 | 85.98 |
| (Decrease) / Increase in other financial liabilities and other liabilities | 3,968.10 | 3,255.96 |
| Cash Generated from operations | 8,596.21 | 8,474.89 |
| Direct taxes paid (net of refunds) | (1,284.54) | (1,878.45) |
| Net Cash generated from operating Activities | 7,311.67 | 6,596.44 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment, intangible assets and capital advances | (388.40) | (754.94) |
| Proceeds from sale of property, plant and equipment | 1.19 | 2.36 |
| Purchase of investments | (10,580.08) | (17,973.95) |
| Proceeds from sale of investments | 7,864.04 | 13,753.98 |
| Investments in fixed deposits with banks | (1,997.22) | (1,543.46) |
| Proceeds from maturity of fixed deposits with banks | 2,056.05 | 1,267.14 |
| Interest received | 513.41 | 334.90 |
| Dividend received | - | 110.84 |
| Net cash generated from investing activities | (2,531.01) | (4,803.13) |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Dividend and taxes paid thereon | (5,039.35) | (4,409.48) |
| Sale of Equity Shares in subsidiary | - | 2,400.00 |
| Net cash used in financing activities | (5,039.35) | (2,009.48) |
| Net increase in cash and cash equivalents (A+B+C) | (258.69) | (216.17) |
| Cash and cash equivalents at the beginning of the year | 447.66 | 591.43 |
| Cash and cash equivalents at the end of the period | 188.97 | 375.26 |
| Cash and cash equivalents at the end of the period comprises | | |
| i) Cash on hand | 0.48 | 0.53 |
| ii) Cheques in hand | - | - |
| iii) Balances with banks | | |
| -In Current accounts | 188.49 | 374.73 |

1. The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard - 7 "Cash Flow Statement".

2. Previous period figure have been regrouped wherever necessary



Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

To
The Board of Directors
Central Depository Services (India) Limited

Report on the audit of the Standalone Financial Results**Opinion**

We have audited the accompanying statement of quarterly standalone financial results of Central Depository Services (India) Limited (the "Company"), for the quarter ended September 30, 2019 and the year to date results for the period from April 1, 2019 to September 30, 2019 (the "Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). Attention is drawn to the fact that the figures for net cash outflows for the corresponding period from April 1, 2018 to September 30, 2018, as reported in these unaudited standalone financial results have been approved by the Board of Directors of the Company but have not been subjected to audit.

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the total comprehensive income comprising of net profit and other comprehensive income and other financial information of the Company for the quarter ended September 30, 2019 and year to date results for the period from April 1, 2019 to September 30, 2019.

Basis for Opinion

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

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the interim condensed financial statements. The Board of Directors of the Company are responsible for the preparation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS -34), 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

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

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

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

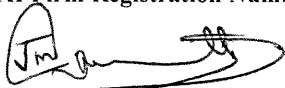
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per Jayesh Gandhi

Partner

Membership No.: 037924

UDIN: 19037924AAAAMP2236

Mumbai

October 18, 2019

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED
 Regd Office : A-2501, Marathon Futurex, N. M. Joshi Marg, Lower Parel, Mumbai- 400013
 CIN: L67120MH1997PLC112443
 Statement of standalone financial results for the Quarter and Six months ended September 30, 2019

(₹ in Lakh)

| Particulars | Quarter Ended | | | Six Months Ended | | Year Ended |
|--|---------------|------------|------------|------------------|------------|------------|
| | 30.09.2019 | 30.06.2019 | 30.09.2018 | 30.09.2019 | 30.09.2018 | 31.03.2019 |
| | Audited | Audited | Audited | Audited | Audited | Audited |
| 1 Income from operations | 4,059.38 | 4,053.97 | 4,098.37 | 8,113.35 | 7,736.09 | 15,234.12 |
| 2 Other Income (Refer note 3) | 1,198.18 | 1,131.07 | 722.23 | 2,329.25 | 1,124.71 | 3,612.88 |
| 3 Total Income (1+2) | 5,257.56 | 5,185.04 | 4,820.60 | 10,442.60 | 8,860.80 | 18,847.00 |
| 4 Expenses | | | | | | |
| a) Employee benefits expense | 967.01 | 1,257.92 | 733.15 | 2,224.93 | 1,436.35 | 2,983.47 |
| b) Depreciation and amortisation expense | 202.49 | 204.79 | 194.76 | 407.28 | 420.43 | 825.51 |
| c) Computer technology related expenses | 302.03 | 285.14 | 312.24 | 587.17 | 522.04 | 1,051.94 |
| d) Other expenses | 938.62 | 936.64 | 620.34 | 1,875.26 | 1,331.73 | 3,020.13 |
| Total expenses | 2,410.15 | 2,684.49 | 1,860.49 | 5,094.64 | 3,710.55 | 7,881.05 |
| 5 Profit before tax (3-4) | 2,847.41 | 2,500.55 | 2,960.11 | 5,347.96 | 5,150.25 | 10,965.95 |
| 6 Tax expense (Refer note 3) | 652.50 | 465.69 | 750.67 | 1,118.19 | 1,308.00 | 2,528.22 |
| 7 Net profit for the period / year (5-6) | 2,194.91 | 2,034.86 | 2,209.44 | 4,229.77 | 3,842.25 | 8,437.73 |
| 8 Other comprehensive income | | | | | | |
| Items that will not be reclassified to profit or loss | | | | | | |
| a) Remeasurements of the defined benefit plans; | 1.95 | (68.86) | (17.41) | 12.02 | (17.58) | 0.80 |
| b) Income tax relating to items that will not be reclassified to profit or loss | (0.57) | 20.05 | 5.07 | (3.50) | 5.12 | (0.23) |
| Other comprehensive (loss) / income (net of tax) | 1.38 | (48.81) | (12.34) | 8.52 | (12.46) | 0.57 |
| 9 Total comprehensive income (after tax) (7+8) | 2,196.29 | 1,986.05 | 2,197.10 | 4,238.29 | 3,829.79 | 8,438.30 |
| 10 Paid up equity share capital (face value per share ₹10 each) | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 |
| Reserves excluding revaluation | | | | | | 43,803.35 |
| 11 Earnings per equity share (face value per share ₹10 each) | | | | | | |
| Basic and diluted earnings per equity share (₹) (Not annualised except yearly data) | 2.10 | 1.95 | 2.12 | 4.05 | 3.68 | 8.07 |



Notes:

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors on October 18, 2019. The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (IND AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.
- 2 The Company operates only in one Business Segment i.e. "Depository Services", hence does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".
- 3 Based on the assessment order received during the quarter ended June 30, 2019, the Company had written back an amount of ₹ 174.10 Lakh in respect of assessment year 2013-14 and the same was netted off from tax expense. Further, an amount of ₹ 223.45 Lakh, received as interest on refund has been included in other income during the quarter ended June 30, 2019 and six months ended September 30, 2019.
- 4 The management is in the process of implementing IND AS 116 - Leases. As assessed by management, the impact is not likely to be material.
- 5 Figures for the previous quarter/period / year have been regrouped / reclassified and rearranged wherever necessary to correspond with the current quarter/period / year classification / disclosure.

For and on behalf of Board of Directors of
CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED


Nehal Vora
Managing Director & CEO



Mumbai, October 18, 2019



Central Depository Services (India) Limited
CIN: L67120MH1997PLC112443
Balance Sheet as at September 30, 2019

(₹ in Lakh)

| | Particulars | As at 30.09.2019 | As at 31.03.2019 |
|------|--|---------------------|---------------------|
| | ASSETS | | |
| 1 | Non-current assets | | |
| a. | Property, plant and equipment | 6,894.84 | 7,033.17 |
| b. | Other Intangible assets | 145.29 | 188.76 |
| c. | Financial Assets | | |
| i. | Investments | | |
| a. | Investments in subsidiaries | 6,230.00 | 6,230.00 |
| b. | Other investments | 23,491.99 | 36,699.08 |
| ii. | Loans | 3.37 | 7.39 |
| iii. | Other financial assets | 144.63 | 745.15 |
| d. | Deferred tax assets (net) | 371.29 | 345.08 |
| e. | Non current tax assets (net) | 813.24 | 1,167.36 |
| f. | Other non-current assets | 39.00 | 45.04 |
| | Total Non-Current Assets | 38,133.65 | 52,461.03 |
| 2 | Current assets | | |
| a. | Financial Assets | | |
| i. | Other investments | 22,575.39 | 5,654.98 |
| ii. | Trade receivables | 1,793.98 | 879.79 |
| iii. | Cash and cash equivalents | 86.87 | 257.60 |
| iv. | Bank balances other than (iii) above | 1,975.38 | 1,526.35 |
| v. | Loans | 6.62 | 12.14 |
| vi. | Other financial assets | 105.85 | 5.00 |
| b. | Other current assets | 416.15 | 463.31 |
| | Total Current Assets | 26,960.24 | 8,799.17 |
| | Total Assets (1+2) | 65,093.89 | 61,260.20 |
| | EQUITY AND LIABILITIES | | |
| 1 | Equity | | |
| a. | Equity Share capital | 10,450.00 | 10,450.00 |
| b. | Other Equity | 43,002.29 | 43,803.35 |
| | Total Equity | 53,452.29 | 54,253.35 |
| | LIABILITIES | | |
| 2 | Non-current liabilities | | |
| a. | Financial Liabilities | | |
| | Other financial liabilities | 103.60 | 81.29 |
| b. | Other current liabilities | 7.49 | 14.66 |
| | Total Non-current Liabilities | 111.09 | 95.95 |
| 3 | Current liabilities | | |
| a. | Financial Liabilities | | |
| i. | Trade payables | | |
| | Total outstanding dues of micro enterprises and small enterprises | - | 7.54 |
| | Total outstanding dues of creditors other than micro enterprises and small enterprises | 416.15 | 214.23 |
| ii. | Other financial liabilities | 4,043.37 | 4,169.64 |
| b. | Provisions | 1,537.76 | 963.75 |
| c. | Other current liabilities | 5,237.95 | 1,199.00 |
| d. | Current tax liabilities (Net) | 295.28 | 356.74 |
| | Total Current Liabilities | 11,530.51 | 6,910.90 |
| | Total Equity and Liabilities (1+2+3) | 65,093.89 | 61,260.20 |



Central Depository Services (India) Limited
CIN: L67120MH1997PLC112443
Cash Flow Statement for the six months ended September 30, 2019

(₹ in Lakh)

| PARTICULARS | For the six months ended 30.09.2019 | For the six months ended 30.09.2018 |
|--|---|---|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit for the year | 5,347.96 | 5,150.25 |
| Adjustments for | | |
| Depreciation and Amortisation expense | 407.28 | 420.43 |
| Gain on sale / disposal of Property, plant and equipment and Intangible assets (Net) | (1.19) | (2.16) |
| Provision for gratuity and compensated absences | 405.52 | 127.62 |
| Interest income | (458.94) | (417.92) |
| Dividend income | - | (71.36) |
| Net gain arising on financial assets measured at FVTPL | (1,505.94) | (508.32) |
| Impairment loss on financial assets/bad debts written off | 400.00 | - |
| Actuarial liability recognised | 12.02 | (17.58) |
| Operating profit before working capital changes | 4,606.71 | 4,680.96 |
| Movements in working capital | | |
| (Increase) / Decrease in trade receivables | (1,314.19) | (680.67) |
| (Increase) / Decrease in loans and other assets | 62.74 | (30.27) |
| (Increase) / Decrease in other financial assets | (95.46) | (66.62) |
| Increase / (Decrease) in trade payables | 194.38 | 133.24 |
| Increase / (Decrease) in provisions | 168.49 | 86.73 |
| Increase / (Decrease) in other financial liabilities and other current liabilities | 3,941.70 | 3,317.50 |
| Cash generated from operations | 7,564.37 | 7,440.87 |
| Direct taxes paid (net of refunds) | (855.24) | (1,497.51) |
| Net cash generated from operating activities | 6,709.13 | 5,943.36 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment, intangible assets and capital advances | (240.48) | (473.27) |
| Proceeds from sale of property, plant and equipment | 1.19 | 2.36 |
| Purchase of investments | (9,465.00) | (14,953.60) |
| Proceeds from sale of investments | 7,407.98 | 13,464.94 |
| Investments in fixed deposits with banks | (698.19) | (855.93) |
| Proceeds from maturity of fixed deposits with banks | 855.93 | 765.00 |
| Interest received | 298.06 | 240.34 |
| Dividend received | - | 71.36 |
| Net cash (used in) / generated from investing activities | (1,840.51) | (1,738.80) |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Dividend and taxes paid thereon | (5,039.35) | (4,409.48) |
| Net cash used in financing activities | (5,039.35) | (4,409.48) |
| Net (Decrease) / Increase in cash and cash equivalents (A+B+C) | (170.73) | (204.92) |
| Cash and cash equivalents at the beginning of the period | 257.60 | 480.36 |
| Cash and cash equivalents at the end of the period * | 86.87 | 275.44 |
| * Cash and cash equivalents at the end of the period comprises | | |
| i) Cash on hand | 0.16 | 0.24 |
| ii) Cheques in hand | - | - |
| iii) Balances with Banks | | |
| -In Current Accounts | 86.71 | 275.20 |

1. The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Indian Accounting Standard - 7 "Cash Flow Statement".

2. Previous period figure have been regrouped wherever necessary

