

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED
Regd Office : 17th Floor, P. J. Tower, Dalal Street, Mumbai- 400001

Statement of Standalone Audited Financial Results for the Quarter and Nine Months Ended December 31, 2016

(Rs.in Lakh except per share data)

| Sr. No. | Particulars | Quarter Ended | | | Nine Months Ended | | Year Ended |
|---------|---|-----------------|-----------------|-----------------|-------------------|-----------------|------------------|
| | | 31.12.2016 | 30.09.2016 | 31.12.2015 | 31.12.2016 | 31.12.2015 | 31.03.2016 |
| | | Audited | Audited | Unaudited | Audited | Unaudited | Unaudited |
| 1 | Income from operations | | | | | | |
| | a) Revenue from operations | 3,184.77 | 3,229.50 | 3,233.40 | 9,006.43 | 7,429.75 | 10,141.77 |
| | b) Other operating income | 8.74 | 18.97 | 1.96 | 33.82 | 16.10 | 31.88 |
| | Total income from operations (a+b) | 3,193.51 | 3,248.47 | 3,235.36 | 9,040.25 | 7,445.85 | 10,173.65 |
| 2 | Expenses | | | | | | |
| | a) Employee benefits expense | 559.69 | 485.23 | 474.96 | 1,536.72 | 1,343.62 | 1,941.46 |
| | b) Depreciation and amortisation expense | 89.10 | 87.62 | 72.71 | 249.77 | 266.18 | 343.47 |
| | c) Contribution to Investor Protection Fund (refer note 3) | 90.61 | 226.79 | (350.25) | 377.56 | 180.06 | 231.25 |
| | d) Other expenses | 939.82 | 645.22 | 846.17 | 2,381.00 | 2,042.40 | 2,998.09 |
| | Total expenses (a+b+c+d) | 1,679.22 | 1,444.86 | 1,043.59 | 4,545.05 | 3,832.26 | 5,514.27 |
| 3 | Profit from operations before other income, finance costs and exceptional items (1-2) | 1,514.29 | 1,803.61 | 2,191.77 | 4,495.20 | 3,613.59 | 4,659.38 |
| 4 | Other Income | | | | | | |
| | a) Investment income | 736.16 | 864.03 | 685.09 | 2,436.72 | 2,196.39 | 2,990.44 |
| | b) Other non operating income | 43.83 | 35.64 | 35.71 | 117.44 | 112.29 | 148.80 |
| 5 | Profit from ordinary activities before finance costs and exceptional items (3+4) | 2,294.28 | 2,703.28 | 2,912.57 | 7,049.36 | 5,922.27 | 7,798.62 |
| 6 | Finance costs | - | - | - | - | - | - |
| 7 | Profit from ordinary activities before exceptional items (5-6) | 2,294.28 | 2,703.28 | 2,912.57 | 7,049.36 | 5,922.27 | 7,798.62 |
| 8 | Exceptional items (refer note 3) | - | - | 3,310.40 | - | 3,310.40 | 3,310.40 |
| 9 | Profit from ordinary activities before tax (7+8) | 2,294.28 | 2,703.28 | 6,222.97 | 7,049.36 | 9,232.67 | 11,109.02 |
| 10 | Tax expense (net) | 673.42 | 759.36 | 2,071.17 | 2,081.38 | 2,894.51 | 3,424.25 |
| 11 | Net profit after tax for the period / year (9-10) | 1,620.86 | 1,943.92 | 4,151.80 | 4,967.98 | 6,338.16 | 7,684.77 |
| 12 | Other comprehensive income (net of tax) | (24.85) | (1.44) | 0.90 | (27.58) | 2.71 | (5.13) |
| 13 | Total comprehensive income (after tax) (11+12) | 1,596.01 | 1,942.48 | 4,152.70 | 4,940.40 | 6,340.87 | 7,679.64 |
| 14 | Paid up equity share capital (FV-Rs.10/- per share) | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 |
| | Weighted average number of shares | 104,500,000 | 104,500,000 | 104,500,000 | 104,500,000 | 104,500,000 | 104,500,000 |
| 15 | Earnings per share (FV-Rs.10/- per share) | | | | | | |
| | (Not annualised except yearly data) | | | | | | |
| | Basic and Diluted | 1.55 | 1.86 | 3.97 | 4.75 | 6.07 | 7.35 |

Notes:

- 1 The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016. The Company adopted Ind AS from April 1, 2016, and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles in Ind AS 34 – Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 The Company is engaged in the business of providing depository services and there is no separate reportable segment as per Ind AS-108 on “Operating Segments”.
- 3
 - a) SEBI had issued Depositories and Participants (Amendment) Regulations, 2012 on September 11, 2012 (the “2012 Regulations”). According to the 2012 Regulations, depositories were required to establish and maintain an Investor Protection Fund (the “IPF”) for the protection of interest of beneficial owners and every depository was required to credit 25% of its profits from depository operations every period / year to the Investor Protection Fund. Accordingly, the Company had credited a total sum of ₹ 3,852.26 lakh from FY 2012-13 to FY 2014-15 to the IPF as at March 31, 2015.
 - b) On January 21, 2016, SEBI issued the Securities and Exchange Board of India (Depositories and Participants) (Amendment) Regulations, 2016 (the “Amended Regulations”). According to these Amended Regulations, every depository shall credit 5% or such percentage as may be specified by the Board, of its profits from depository operations every year to the IPF. These Amended Regulations shall be deemed to have come into force from September 11, 2012. Pursuant to the aforesaid Amended Regulations, the amount to be credited to the IPF as at March 31, 2015 should have been ₹ 541.86 lakh. Consequently, the excess amounts of ₹ 3,310.40 lakh credited earlier to the IPF was written back and the same is disclosed as exceptional item in the Statement of Profit and Loss for the period ended December 31, 2015.

The Company had already credited an amount of ₹ 530.31 lakh to the IPF up to September 30, 2015 as per the 2012 Regulations. For the nine months ended December 31, 2015, the Company had determined the IPF contribution at ₹ 180.06 lakh being 5% of profit from depository operation after making such contribution according to the Amended Regulations. Hence, the excess amount of ₹ 350.25 lakh credited earlier was written back to the Statement of Profit and Loss for the period ended December 31, 2015.

The profit from depository operations has been determined by reducing the Other income for the period from the Net profit before exceptional items and tax for the nine months after making such contribution.

 - c) For the period ended December 31, 2016, the company has determined the IPF contribution at ₹ 223.84 lakh being 5% of profit from depository operation after making such contribution according to the Amended Regulations. The profit from depository operations has been determined by reducing the other income for the period from the Net profit before exceptional items and tax for the period after making such contribution. The company has also contributed a sum of ₹153.72 lakh being the interest income (net of tax) from investments to be contributed to the IPF pursuant to SEBI Circular SEBI/HO/MRD/DP/CIR/P/2016/58 dated June 07, 2016. Thus, the total contribution during the nine months ended December 31, 2016 amounts to ₹377.56 lakh.
- 4 The financial results for the quarter / nine months ended December 31, 2015 have not been audited and have been presented based on the information compiled by the management after making necessary adjustments to give a true and fair view of the results in accordance with the Ind AS.
- 5 Reconciliation of Statement of Profit and Loss as previously reported under IGAAP to Ind-AS for the quarter / nine months ended December 31, 2015.

(₹ in Lakh)

| Particulars | For the quarter ended December 31, 2015 (Unaudited) | For the nine months ended December 31, 2015 (Unaudited) |
|--|---|---|
| Net Profit after tax as reported under previous GAAP | 3,859.06 | 5,354.64 |
| Actuarial gain on defined benefit plans recognised in Other Comprehensive Income / (Loss) (net of tax) | (0.90) | (2.71) |
| Effect of measuring investments in mutual fund at Fair Value through Profit or Loss | 382.87 | 1,267.09 |
| Effect of measuring investment in bonds at effective interest rate | (0.42) | 6.59 |
| Deferred tax on Ind AS adjustments | (88.81) | (287.45) |
| Net Profit for the period as per Ind AS | 4,151.80 | 6,338.16 |
| Other Comprehensive Income (net of tax) | 0.90 | 2.71 |
| Total Comprehensive Income as per Ind AS | 4,152.70 | 6,340.87 |

- 6 Previous period's / year's figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current period's classification / disclosure.

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

P. S. Reddy
Managing Director & CEO

Mumbai, February 4, 2017

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED
Regd Office : 17th Floor, P. J. Tower, Dalal Street, Mumbai- 400001

Statement of Consolidated Audited Financial Results for the Quarter and Nine Months Ended December 31, 2016

(Rs.in Lakh except per share data)

| Sr. No. | Particulars | Quarter Ended | | | Nine Months Ended | | Year Ended |
|---------|---|-----------------|-----------------|-----------------|-------------------|-----------------|------------------|
| | | 31.12.2016 | 30.09.2016 | 31.12.2015 | 31.12.2016 | 31.12.2015 | 31.03.2016 |
| | | Audited | Audited | Unaudited | Audited | Unaudited | Unaudited |
| 1 | Income from operations | | | | | | |
| | a) Revenue from operations | 3,746.27 | 3,840.70 | 3,693.32 | 10,733.69 | 8,959.24 | 12,253.42 |
| | b) Other operating income | 8.74 | 19.53 | 1.96 | 33.82 | 16.10 | 31.88 |
| | Total income from operations (a+b) | 3,755.01 | 3,860.23 | 3,695.28 | 10,767.51 | 8,975.34 | 12,285.30 |
| 2 | Expenses | | | | | | |
| | a) Employee benefits expense | 614.03 | 537.09 | 527.70 | 1,693.04 | 1,502.21 | 2,148.92 |
| | b) Depreciation and amortisation expense | 93.49 | 91.61 | 83.13 | 264.23 | 332.25 | 419.05 |
| | c) Contribution to Investor Protection Fund (refer note 2) | 90.61 | 226.79 | (350.25) | 377.56 | 180.06 | 231.25 |
| | d) Other expenses | 1,049.83 | 730.92 | 938.46 | 2,665.85 | 2,429.34 | 3,513.35 |
| | Total expenses (a+b+c+d) | 1,847.96 | 1,586.41 | 1,199.04 | 5,000.68 | 4,443.86 | 6,312.57 |
| 3 | Profit from operations before other income, finance costs and exceptional items (1-2) | 1,907.05 | 2,273.82 | 2,496.24 | 5,766.83 | 4,531.48 | 5,972.73 |
| 4 | Other Income | | | | | | |
| | a) Investment income | 931.32 | 1,084.19 | 856.21 | 3,052.68 | 2,745.93 | 3,741.25 |
| | b) Other non operating income | 29.42 | 16.88 | 16.59 | 65.34 | 52.16 | 106.82 |
| 5 | Profit from ordinary activities before finance costs and exceptional items (3+4) | 2,867.79 | 3,374.89 | 3,369.04 | 8,884.85 | 7,329.57 | 9,820.80 |
| 6 | Finance costs | - | - | - | - | - | - |
| 7 | Profit from ordinary activities before exceptional items (5-6) | 2,867.79 | 3,374.89 | 3,369.04 | 8,884.85 | 7,329.57 | 9,820.80 |
| 8 | Exceptional items (refer note 2) | - | - | 3,310.40 | - | 3,310.40 | 3,310.40 |
| 9 | Profit from ordinary activities before tax (7+8) | 2,867.79 | 3,374.89 | 6,679.44 | 8,884.85 | 10,639.97 | 13,131.20 |
| 10 | Tax expense (net) | 830.68 | 920.69 | 2,209.13 | 2,578.29 | 3,345.12 | 4,018.66 |
| 11 | Net profit after tax for the period / year(9-10) | 2,037.11 | 2,454.20 | 4,470.31 | 6,306.56 | 7,294.85 | 9,112.54 |
| 12 | Minority interest | 13.51 | 36.09 | 12.42 | 65.72 | (6.86) | 12.56 |
| 13 | Net profit for the period / year after tax and minority interest (11-12) | 2,023.60 | 2,418.11 | 4,457.89 | 6,240.84 | 7,301.71 | 9,099.98 |
| 14 | Other comprehensive income (net of tax) | (27.12) | (1.67) | 0.92 | (30.08) | 2.75 | (4.79) |
| 15 | Total comprehensive income (after tax) (11+14) | 2,009.99 | 2,452.53 | 4,471.23 | 6,276.48 | 7,297.60 | 9,107.75 |
| 16 | Paid up equity share capital (FV-Rs.10/- per share) | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 | 10,450.00 |
| | Weighted average number of shares | 104,500,000 | 104,500,000 | 104,500,000 | 104,500,000 | 104,500,000 | 104,500,000 |
| 17 | Earnings per share (FV-Rs.10/- per share) (Not annualised except yearly data) | | | | | | |
| | Basic and Diluted (net of minority interest) | 1.94 | 2.31 | 4.27 | 5.97 | 6.99 | 8.71 |

Notes:

- 1 The financial results of the group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016. The Company adopted Ind AS from April 1, 2016, and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles in Ind AS 34 – Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 **a)** SEBI had issued Depositories and Participants (Amendment) Regulations, 2012 on September 11, 2012 (the “2012 Regulations”). According to the 2012 Regulations, depositories were required to establish and maintain an Investor Protection Fund (the “IPF”) for the protection of interest of beneficial owners and every depository was required to credit 25% of its profits from depository operations every period / year to the Investor Protection Fund. Accordingly, the Holding Company had credited a total sum of ₹ 3,852.26 lakh from FY 2012-13 to FY 2014-15 to the IPF as at March 31, 2015.

b) On January 21, 2016, SEBI issued the Securities and Exchange Board of India (Depositories and Participants) (Amendment) Regulations, 2016 (the “Amended Regulations”). According to these Amended Regulations, every depository shall credit 5% or such percentage as may be specified by the Board, of its profits from depository operations every year to the IPF. These Amended Regulations shall be deemed to have come into force from September 11, 2012. Pursuant to the aforesaid Amended Regulations, the amount to be credited to the IPF as at March 31, 2015 should have been ₹ 541.86 lakh. Consequently, the excess amounts of ₹ 3,310.40 lakh credited earlier to the IPF was written back and the same disclosed as exceptional item in the Statement of Profit and Loss for the period ended December 31, 2015.

The Holding Company had already credited an amount of ₹ 530.31 lakh to the IPF up to September 30, 2015 as per the 2012 Regulations. For the nine months ended December 31, 2015, the Company had determined the IPF contribution at ₹ 180.06 lakh being 5% of profit from depository operation after making such contribution according to the Amended Regulations. Hence, the excess amount of ₹ 350.25 lakh credited earlier was written back to the Statement of Profit and Loss for the period ended December 31, 2015.

The profit from depository operations has been determined by reducing the Other income for the period from the Net profit before exceptional items and tax for the nine months after making such contribution.

c) For the period ended December 31, 2016, the Holding company has determined the IPF contribution at ₹ 223.84 lakh being 5% of profit from depository operation after making such contribution according to the Amended Regulations. The profit from depository operations has been determined by reducing the other income for the period from the Net profit before exceptional items and tax for the period after making such contribution. The company has also contributed a sum of ₹153.72 lakh being the interest income (net of tax) from investments to be contributed to the IPF pursuant to SEBI Circular SEBI/HO/MRD/DP/CIR/P/2016/58 dated June 07, 2016. Thus, the total contribution during the nine months ended December 31, 2016 amounts to ₹377.56 lakh.
- 3 The consolidated financial results for the quarter / nine months ended December 31, 2015 have not been audited and have been presented based on the information compiled by the management after making necessary adjustments to give a true and fair view of the results in accordance with the Ind AS.
- 4 Reconciliation of consolidated Statement of Profit and Loss as previously reported under IGAAP to Ind-AS for the quarter / nine months ended December 31, 2015.

(₹ in Lakh)

| Particulars | For the quarter ended December 31, 2015 (Unaudited) | For the nine months ended December 31, 2015 (Unaudited) |
|--|---|---|
| Net Profit after tax as reported under previous GAAP | 4,102.04 | 6,039.07 |
| Actuarial gain on defined benefit plans recognised in Other Comprehensive Income / (Loss) (net of tax) | (0.92) | (2.75) |
| Effect of measuring investments in mutual fund at Fair Value through Profit or Loss | 484.42 | 1,622.09 |
| Effect of measuring investment in bonds at effective interest rate | (0.42) | 6.59 |
| Deferred tax on Ind AS adjustments | (114.81) | (370.15) |
| Net Profit for the period as per Ind AS | 4,470.31 | 7,294.85 |
| Other Comprehensive Income (net of tax) | 0.92 | 2.75 |
| Total Comprehensive Income as per Ind AS | 4,471.23 | 7,297.60 |

- 5 Previous period's / year's figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current period's classification / disclosure.

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

P. S. Reddy
Managing Director & CEO

Mumbai, February 4, 2017

Segment Reporting

(Rs.in Lakh)

| Particulars | Quarter Ended | | | Nine Months Ended | | Year Ended |
|--|-----------------|-----------------|-----------------|-------------------|---------------------|--------------------|
| | 31.12.2016 | 30.09.2016 | 31.12.2015 | 31.12.2016 | 31.12.2015 | 31.03.2016 |
| | Audited | Audited | Unaudited | Audited | Unaudited | Unaudited |
| Segment Revenue | | | | | | |
| Depository Activity | 3,955.30 | 4,129.28 | 7,247.43 | 11,537.08 | 13,004.56 | 16,543.80 |
| Data Entry and Storage | 692.53 | 750.93 | 570.24 | 2,131.58 | 1,879.29 | 2,625.33 |
| Others | 67.92 | 81.09 | 60.81 | 216.87 | 199.98 | 274.64 |
| Total | 4,715.75 | 4,961.30 | 7,878.48 | 13,885.53 | 15,083.83 | 19,443.77 |
| Less : Inter Segment Revenue | - | - | - | - | - | - |
| Total Income | 4,715.75 | 4,961.30 | 7,878.48 | 13,885.53 | 15,083.83 | 19,443.77 |
| Segment expenses | | | | | | |
| Depository Activity | 1,679.09 | 1,444.62 | 1,044.65 | 4,544.20 | 3,831.49 | 5,513.26 |
| Data Entry and Storage | 148.82 | 122.49 | 133.35 | 397.30 | 426.59 | 593.94 |
| Others | 20.05 | 19.30 | 21.04 | 59.18 | 185.78 | 205.37 |
| Segment Results | | | | | | |
| Depository Activity | 2,276.21 | 2,684.66 | 6,202.78 | 6,992.88 | 9,173.07 | 11,030.54 |
| Data Entry and Storage | 543.71 | 628.44 | 436.89 | 1,734.28 | 1,452.70 | 2,031.39 |
| Others | 47.87 | 61.79 | 39.77 | 157.69 | 14.20 | 69.27 |
| Total | 2,867.79 | 3,374.89 | 6,679.44 | 8,884.85 | 10,639.97 | 13,131.20 |
| Profit before taxation | 2,867.79 | 3,374.89 | 6,679.44 | 8,884.85 | 10,639.97 | 13,131.20 |
| Less : Provision for taxation | 830.68 | 920.69 | 2,209.13 | 2,578.29 | 3,345.12 | 4,018.66 |
| Profit after taxation | 2,037.11 | 2,454.20 | 4,470.31 | 6,306.56 | 7,294.85 | 9,112.54 |
| Particulars | | | | | As at | As at March |
| | | | | | December 31, | 31, 2016 |
| | | | | | 2016 | |
| | | | | | Audited | Unaudited |
| Segment Assets | | | | | | |
| Depository Activity | | | | | 47,759.10 | 43,334.27 |
| Data Entry and Storage | | | | | 8,723.86 | 7,391.10 |
| Others | | | | | 3,391.94 | 3,254.79 |
| Unallocated | | | | | 1,344.56 | 1,324.55 |
| Total Assets | | | | | 61,219.46 | 55,304.71 |
| Segment Liabilities | | | | | | |
| Depository Activity | | | | | 7,614.09 | 5,149.51 |
| Data Entry and Storage | | | | | 168.71 | 98.85 |
| Others | | | | | 18.30 | 18.58 |
| Unallocated | | | | | 886.42 | 637.96 |
| Total Liabilities | | | | | 8,687.52 | 5,904.90 |
| Capital Employed (Segment Assets - Segment Liabilities) | | | | | | |
| Depository Activity | | | | | 40,145.01 | 38,184.76 |
| Data Entry and Storage | | | | | 8,555.15 | 7,292.25 |
| Others | | | | | 3,373.64 | 3,236.21 |
| Unallocated | | | | | 458.14 | 686.59 |
| Total Capital Employed | | | | | 52,531.94 | 49,399.81 |