

KHANDELWAL JAIN & CO.
CHARTERED ACCOUNTANTS

Website: www.kjco.net • E-mail: kjco@kjco.net

6-B&C, Pil Court, 6th Floor,
111, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 5000
Fax : 4311 5050

12-B, Baldota Bhavan, 5th Floor,
117, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 6000
Fax : 4311 6060

Independent Auditor's Report on annual audited consolidated financial results pursuant to the Regulation 33(1) of Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018 read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To The Board of Directors of
NSE Clearing Limited (formerly known as National Securities Clearing Corporation Limited)
Mumbai**

Report on the audit of the Consolidated Financial Results

Opinion

1. We have audited the Consolidated Financial Results of **NSE Clearing Limited** (formerly known as *National Securities Clearing Corporation Limited*) ("the Company") and its subsidiary (the Company and its subsidiary together referred to as "the Group") for the year ended March 31, 2021, which are included in the accompanying Statement of Consolidated Financial Results for the quarter and year ended March 31, 2021, the statement of cash flow for the year ended March 31, 2021 and the statement of Assets and Liabilities on that date together with the notes thereon ("the Statement"). The Statement has been prepared by the Company pursuant to Regulation 33(1) of Securities Contracts (Regulation) (Stock Exchange and Clearing Corporations) Regulations, 2018, as amended (the "SECC Regulations"), read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015") and SEBI Circulars.

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 report of the other auditors on separate audited financial statements of a subsidiary, the Statement:

- a. includes the results of the following subsidiary;

Sr. No.	Name of the Entity	Relationship
1	NSE IFSC Clearing Corporation Limited (100%)	Subsidiary

- b. the Statement, together with the notes thereon are presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- c. the annual audited consolidated financial results for the year ended March 31, 2021 as set out in the Statement 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 net profit, consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2021.

KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

Website: www.kjco.net • E-mail: kjco@kjco.net

6-B&C, Pil Court, 6th Floor,
111, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 5000
Fax : 4311 5050

12-B, Baldota Bhavan, 5th Floor,
117, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 6000
Fax : 4311 6060

Basis of Opinion

2. We conducted our audit in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 (the "ICAI") together with the ethical requirements that are relevant to our audit of the Interim Consolidated 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other matters" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibility for the Consolidated Financial Results

3. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been compiled from the audited consolidated financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Consolidated Financial Results that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards 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, 2015 and SECC Regulations.
4. The respective Boards 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 respective financial results 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 this Consolidated Financial Results by the Directors of the Company, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities 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 Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

Website: www.kjco.net • E-mail: kjco@kjco.net

6-B&C, Pil Court, 6th Floor,
111, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 5000
Fax : 4311 5050

12-B, Baldota Bhavan, 5th Floor,
117, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 6000
Fax : 4311 6060

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

Auditors' Responsibility for the Audit of the Consolidated Financial Results

5. Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results 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 this Consolidated Financial Results.

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 Consolidated Financial Results, 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 controls.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing an opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations and SECC Regulations.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit

KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

Website: www.kjco.net • E-mail: kjco@kjco.net

6-B&C, Pil Court, 6th Floor,
111, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 5000
Fax : 4311 5050

12-B, Baldota Bhavan, 5th Floor,
117, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 6000
Fax : 4311 6060

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 Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the entity 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 statements of the Company included in the Statement of which are the independent auditors. For the other entity 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 by them. We are solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Company and such other entities included in the Consolidated Financial Results 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

Website: www.kjco.net • E-mail: kjco@kjco.net

6-B&C, Pil Court, 6th Floor,
111, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 5000
Fax : 4311 5050

12-B, Baldota Bhavan, 5th Floor,
117, M. Karve Road, Churchgate,
Mumbai - 400 020.
Tel.: (+91-22) 4311 6000
Fax : 4311 6060

Other Matters

6. i) We did not audit the financial statements of a subsidiary included in the consolidated unaudited financial results, whose financial statements, before consolidation adjustments, reflect total assets of Rs. 78.74 crore and net assets of Rs. 54.10 crore as at March 31, 2021 and total revenues of Rs. 0.91 crore, net loss of Rs. 9.23 crore, total comprehensive loss of Rs. 10.73 crore for the year ended March 31, 2021, and net cash flows of Rs. (2.23) crore for the year ended March 31, 2021, as considered in the consolidated audited financial results. This financial statements have been audited by other auditors whose report 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 this subsidiary, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 5 above.
- ii) The Statement includes the consolidated financial results for the quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
- iii) The Statement dealt with by this report has been prepared for the express purpose of complying with Regulation 33 of Securities Contracts (Regulation) (Stock Exchange and Clearing Corporations) Regulations, 2012 (the "SECC Regulations"), as amended, read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"). This Statement is based on and should be read with the audited consolidated financial statements of the Company for the year ended March 31, 2021 on which we issued an unmodified audit opinion vide our report dated May 05, 2021.

Our opinion is not modified in respect of above matters.



For Khandelwal Jain & Co.

Chartered Accountants

Firm Registration No. 105049W

NARENDRAKUMAR

RAJKUMAR JAIN

Digitally signed by
NARENDRAKUMAR RAJKUMAR JAIN
Date: 2021.05.05 19:23:12 +05'30'

Narendra Jain

Partner

Membership No. 048725

UDIN: 21048725AAAABR7125

Place: Mumbai

Date: May 05, 2021

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2021

(Rs. in Crore)

Sr. No.	PARTICULARS	Quarter ended			Year ended	
		March 31, 2021	December , 2020	March 31, 2020	March 31, 2021	March 31, 2020
		Unaudited	Unaudited	Unaudited	Audited	Audited
1	Income					
	Revenue from Operations					
	a) Income from Operations	95.64	73.07	54.36	291.95	180.53
	b) Other Operating Revenues	54.65	57.85	51.38	209.79	186.29
	Other income	13.81	12.11	16.40	54.08	65.01
	Total Income	164.10	143.04	122.14	555.82	431.83
2	Expenditure					
	(a) Employee benefits expenses	9.15	8.93	9.20	36.61	35.29
	(b) Depreciation and amortisation expenses	5.10	3.53	3.46	15.25	11.19
	(c) Space & Infrastructure Usage Charges	8.21	6.46	6.62	27.30	22.68
	(d) Technology related Expenses	17.17	14.74	12.55	53.80	35.94
	(e) Other expenses	11.82	10.67	13.61	38.49	35.22
	Total Expenses	51.45	44.33	45.44	171.45	140.32
	Profit before exceptional item (1-2)	112.65	98.71	76.70	384.37	291.50
	Less : Exceptional Item					
	Provision for Impairment of Intangible assets under development (refer Note 6)	68.23	-	-	68.23	-
3	Profit before Tax (1- 2)	44.42	98.71	76.70	316.14	291.50
4	Less : Tax expenses					
	Current tax	31.82	30.24	22.21	115.84	90.43
	Tax for earlier year	-	-	-	-	0.38
	Deferred tax	1.85	(0.26)	(0.39)	(1.02)	(6.19)
	Total tax expenses	33.67	29.98	21.82	114.82	84.62
5	Profit for the period (3-4)	10.74	68.73	54.88	201.31	206.88
6	Other comprehensive Income (Net)					
	<i>Items that will be reclassified to profit or loss</i>					
	Changes in foreign currency translation reserve	0.35	(0.10)	2.95	(1.50)	4.77
	<i>Items that will not be reclassified to profit or loss</i>					
	Remeasurements of post-employment benefit obligations	0.40	(0.59)	(0.13)	(0.15)	(1.12)
	<i>Income tax relating to items that will not be reclassified to profit or loss</i>					
	Tax Remeasurements of post-employment benefit obligations	(0.09)	0.01	0.04	0.04	0.33
	Total Other Comprehensive Income for the year	0.66	(0.68)	2.86	(1.61)	3.98
7	Total comprehensive Income for the period (5+6)	11.40	68.05	57.74	199.70	210.86
8	Paid-up equity share capital (Face value Rs. 10 per share)	45.00	45.00	45.00	45.00	45.00
9	Reserves (excluding Revaluation Reserve)				623.27	534.55
10	Earnings per Share (EPS) (before contribution to Core SGF)					
	(a) Basic (Rs.)	2.39*	15.27*	12.20*	44.74	45.97
	(b) Diluted (Rs.)	2.39*	15.27*	12.20*	44.74	45.97
	* Not annualised					



STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES

(Rs. in crores)

Sr. No.	Particulars	As at 31.03.2021	As at 31.03.2020
		Audited	Audited
I	ASSETS		
1	Non-current assets		
a	Property, Plant and Equipments	35.17	17.18
b	Right-Of-Use Assets	0.94	1.05
c	Capital work-on-progress	0.39	-
d	Other Intangible Assets	13.72	17.65
e	Intangible assets under development	1.76	63.48
f	Financial assets		
i	Non-current bank balances	138.20	89.19
ii	Other Financial assets	1.42	2.50
g	Income tax assets (net)	62.11	63.58
h	Other Non-current assets	0.00	0.00
		253.71	254.63
2	Investments -Core SGF	3,538.58	3,158.47
3	Investment earmarked towards SGF - Commodity derivatives	250.00	250.00
4	Current assets		
a	Financial Assets		
i	Investments	292.86	290.64
ii	Trade and other receivables	58.34	14.29
iii	Cash and Cash equivalents *	9,031.82	9,074.98
iv	Bank balances other than cash and cash equivalents *	528.58	544.34
	* Includes Rs. 8296.97 crores (March 20: Rs 8702.82 crores) pertaining to Settlement obligations and margin money from members		
v	Other Financial assets	74.11	67.07
b	Other current assets	15.16	16.57
		10,000.87	10,007.89
	TOTAL ASSETS	14,043.16	13,671.00
II	EQUITY AND LIABILITIES		
1	Equity		
a	Equity Share capital	45.00	45.00
b	Other Equity	623.27	534.55
		668.27	579.55
2	Core Settlement Guarantee Fund (Core SGF)	3,538.58	3,158.47
3	Settlement Guarantee Fund (SGF)- Commodity derivatives	250.00	250.00
4	Non-current liabilities		
a	Provisions	9.63	8.37
b	Lease Liability	1.05	1.11
c	Deferred tax liabilities (Net)	1.83	2.89
		12.51	12.37
5	Current liabilities		
a	Financial Liabilities		
i	Deposits (Unsecured)	923.06	842.52
ii	Trade payable	18.03	13.55
iii	Lease Liability	0.02	0.01
iv	Other financial liabilities *	8,338.90	8,730.97
	* Includes Rs. 8296.97 crores (March 20: Rs 8702.82 crores) pertaining to Settlement obligations and margin money from members		
b	Provisions	7.02	7.34
c	Income tax liabilities (net)	95.83	45.67
d	Other current liabilities	190.94	30.55
		9,573.80	9,670.62
	TOTAL EQUITY AND LIABILITIES	14,043.16	13,671.00



CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2021

(Rs. in crores)

		For the year ended 31.03.2021 Audited	For the year ended 31.03.2020 Audited
A)	CASHFLOW FROM OPERATING ACTIVITIES		
	NET PROFIT BEFORE TAX	316.14	291.50
	Add/(Less) :- Adjustments for :		
	Depreciation	15.25	11.19
	Net gain on financial assets mandatorily measured at Fair Value through Profit or Loss	(9.98)	(10.06)
	Finance Cost	0.07	0.07
	Provision for Impairment of Intangible assets under development	68.23	-
	Less : Adjustments for :		
	Interest income on Bank deposit	(40.84)	(47.38)
	Net gain on sale of investments mandatorily measured at Fair Value through Profit or Loss	(1.38)	(7.34)
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	347.49	237.99
	Adjustments for :		
	Decrease/(Increase) in Trade Receivable	(44.05)	(4.63)
	Increase / (Decrease) in Trade payables	4.48	(9.73)
	Decrease/(Increase) in other financial assets	(0.10)	1.25
	Decrease/(Increase) in Other Assets	1.41	(7.18)
	Increase / (Decrease) in Other Financial Liabilities	(392.08)	2,634.05
	Increase / (Decrease) in Provision	0.79	2.28
	Increase /(Decrease) in Other Liabilities	160.37	7.22
	Proceed of Deposit from Trading member / applicant	254.10	143.46
	Refund of deposit from trading members / applicant	(173.56)	(92.57)
	CASH GENERATED FROM OPERATIONS	158.86	2,912.12
	Contribution to Core SGF	(29.19)	(0.50)
	Settlement Guarantee Fund (SGF)- Commodity derivatives	-	-
	Direct Taxes paid (Net of Refunds)	(56.00)	(124.07)
	NET CASH FROM OPERATING ACTIVITIES - Total (A)	73.67	2,787.55
B)	CASHFLOW FROM INVESTING ACTIVITIES		
	Purchase of Property, Plant and Equipment's/ Capital work-in-progress	(36.17)	(40.93)
	Interest received	34.97	41.79
	(Increase)/Decrease in Fixed deposit	(33.27)	(120.22)
	Purchases of Investment	(167.11)	(217.69)
	Sale of Investment	176.26	309.87
	NET CASH USED IN INVESTING ACTIVITIES - Total (B)	(25.32)	(27.17)
C)	CASHFLOW FROM FINANCING ACTIVITIES		
	Dividend Paid (inclusive of corporate dividend tax)	(90.00)	(97.65)
	Share Issue Expense	(0.01)	(0.00)
	NET CASH FROM FINANCING ACTIVITIES - Total (C)	(90.01)	(97.65)
	Changes on account of conversion of balances from functional currency to presentation currency	(1.50)	4.77
	NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(43.16)	2,667.49
	CASH AND CASH EQUIVALENTS : OPENING BALANCE	9,074.98	6,407.49
	CLOSING CASH AND CASH EQUIVALENTS : CLOSING BALANCE	9,031.82	9,074.98
	NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENT	(43.16)	2,667.49



Notes:

- 1 The above audited consolidated financial results for the year ended March 31, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meeting held on May 05, 2021.
- 2 The consolidated financial results represent the results of Business Operations of NSE Clearing Limited (Holding Company) and its subsidiary company NSE IFSC Clearing Corporation Limited (wholly owned Subsidiary Company).
- 3 The Holding Company has paid Dividend of Rs. 90 crores as approved by the Shareholders in the Annual General Meeting held on July 16, 2020.
- 4 The Board of Directors have recommended a dividend of 100% (Rs.10/- per equity shares of Rs.10/- each).
- 5 a) Securities and Exchange Board of India, vide circular CIR/MRD/DRMNP/25/2014 dated August 27, 2014, inter alia, has issued norms related to the computation and Minimum Required Contribution (MRC) to the Core Settlement Guarantee Fund by the Clearing Corporation (minimum 50%), Stock Exchange (minimum 25%) and members (maximum 25%). Further SEBI vide circular CIR/CFD/FAC/62/2016 dated May 05, 2016 advised Stock Exchange to transfer 25% of its annual profits to Core SGF. Accordingly total Core SGF as on Mar 31, 2021 is Rs. 3528.30 crores comprising of: a) Rs.762.66 crores contributed by NSE Clearing Ltd (NCL) by appropriating reserves / profits b) Rs.373.65 crores received from National Stock Exchange of India (NSE) towards Core SGF. c) Member's contribution to Core SGF amounting to Rs. 364.43 crores is utilised out of the amount received from NSE towards 25% of its annual profits upto August 2015 d) The balance amount of 25% of Exchange profits amounting to Rs. 327.51 crores is credited to Core SGF e) Rs.128.84 crores, Rs.76.35 crores and Rs.75.07 crores adjusted towards incremental requirement of Minimum Required Corpus (MRC) from the interest accrual on the cash contribution by NCL, NSE and NSE's Contribution on behalf of members respectively. In addition to the above, Fines & penalties collected by NCL amounting to Rs.869.76 crores and an amount of Rs. 534.06 crores being Income from investments of Core SGF funds have been credited to Core SGF.
NCL's own contribution to Core SGF for the quarter ended March 21, Dec 2020, and March 2020 are NIL respectively and for the Year ended March 21 is Rs.28.20 Crores (For year ended March 2020 Rs. Nil) have been appropriated out of profits.
Further incremental requirement of Contribution to core SGF adjusted from interest on respective investments for quarter ended March 2021, Dec 2020 and March 2020 are NIL respectively.
Further incremental requirement of Contribution to core SGF for Year ended March 2020 was Rs. 115.94 crores (from NCL Rs.59.80 crores, NSE Rs.29.09 crores and NSE on behalf of members Rs.27.05 crores). Also interest on investment of balance amount of 25% of Exchange profits amounting to Rs. 14.91 crores and Rs. 16.95 Crores adjusted for Incremental Contribution of NSE and NSE on behalf of members respectively.
Also incremental requirement of Contribution to core SGF of Rs.18 Crores for Year ended March 2020 (from NCL Rs.9 crores, NSE Rs. 4 crores and NSE on behalf of members Rs.5 crores) had been adjusted from interest on respective investments.
Further, as per circular dated SEBI/HO/MRD2/DCAP/CIR/P/2021/03 January 08, 2021, SEBI has allowed transfer of excess contribution made by Stock Exchanges from Core SGF of one Clearing Corporation to the Core SGF of another Clearing Corporation in inter-operable scenario. Accordingly, Rs.15.97 crores contribution of other stock exchanges received from respective clearing corporation and Also Rs.70.51 crores of NSE contribution transferred to other clearing corporation.
b) Further, SEBI vide circular no. SEBI/HO/MRD/DSA/ CIR / P/2016/125 dated November 28, 2016 has issued norms for set up of a fund and minimum corpus of such fund to guarantee the settlement of trades executed in the stock exchanges in International Financial Service Centre (IFSC). Accordingly total Core SGF as on March 31, 2021 of Subsidiary NSE IFSC Clearing Corporation (NICCL) is Rs.10.28 crores comprising of Rs.9.84 crores contributed by NICCL by appropriating reserves / profits and Fines & penalties collected by NICCL amounting to Rs.0.03 crores & an amount of Rs 0.41 crores being Income from investments of Core SGF funds have been credited to Core SGF. Further, NSE IFSC Clearing Corporation Limited contribution to its Core SGF for the quarter ended March 2020, DEC 2020 and March 2019 amounted to NIL, Rs. 0.50 Crores and NIL respectively and for Year ended March 2021 amounting to Rs. 1.00 Crore (for year ended March 31, 2020 is Rs.0.50 crores).
c) The Holding Company had received approval from SEBI to start clearing & settlement activities in Commodity Derivatives and commenced operations w.e.f. October 12, 2018. As required by SEBI an amount of Rs.250 crores has been earmarked towards a separate fund to augment Settlement Guarantee Fund for Commodity Derivatives by way of appropriation from General Reserves. Further, the company has also earmarked investments amounting to Rs. 250 crores towards the same.
- 6 Exceptional item represents provision for impairment of intangible assets under development pertaining to Clearing & Settlement System due to discontinuation of the project amounting to Rs.68.23 crores.
- 7 During the year, the company has given additional bank guarantee of Rs.500 crores (previous year Rs.500 crores) in favour of ICCL towards Inter CCP collateral under interoperability framework as prescribed by SEBI. Total bank guarantee amount as on March 31, 2021 is Rs.1000 crores (previous year Rs.500 crores).
- 8 Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Holding Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director of the Holding Company. The Group operates only in one Business Segment i.e. facilitating Clearing & Settlement in securities and the activities incidental thereto, hence does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".
- 9 The Coronavirus (COVID-19) outbreak is an unprecedented global situation, declared as a 'pandemic' by World Health Organisation. Based on the Group's current assessment, the impact of COVID-19 on its operations and the resultant financial performance is not likely to be significant. The Group has also made an assessment of its liquidity position for a period of at least one year from the balance sheet date, of the recoverability and carrying values of its assets and ability to pay its liabilities as they become due and effectiveness of internal financial controls as at the balance sheet date and is of the view that there is no material impact or adjustments required to be made in these financial results. The impact assessment of COVID-19 may be different from that presently estimated and the Group will continue to evaluate any significant changes to its operations and its resultant impact on the financial performance.
- 10 The Code on Social Security, 2020 (Code) relating to employee benefits during employment and post-employment benefits has received Presidential assent on in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code comes into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 11 The figures of last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective year.
- 12 Figures for Previous period / years are regrouped, reclassified and rearranged wherever necessary.

Place : Mumbai
Date : May 05, 2021



For and on behalf of Board of Directors
NSE CLEARING LIMITED


VIKRAM KOTHARI
Managing Director
[DIN :07898773]