

Price Waterhouse & Co Chartered Accountants LLP

To
The Board of Directors
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (East),
Mumbai 400 051.

1. We have reviewed the consolidated unaudited financial results of National Stock Exchange of India Limited (the "Parent Company"), its subsidiaries (the Parent Company and its subsidiaries hereinafter referred to as the "Group") and associate companies for the quarter and the nine months ended December 31, 2022, which are included in the accompanying Statement of Consolidated Unaudited Financial Results (the "Statement"). The Statement is being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018 (the "SECC Regulations") read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), which has been initialed by us for identification purposes.
2. This Statement, which is the responsibility of the Parent Company's Management and has been approved by the Parent Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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.

4. The Statement includes the results of the following entities:

Sr. No.	Name	Nature of Relationship
1	NSE Clearing Limited	Subsidiary Company
2	NSE Investments Limited	Subsidiary Company
3	NSE IFSC Limited	Subsidiary Company
4	NSE IFSC Clearing Corporation Limited	Subsidiary Company
5	NSEIT Limited	Subsidiary Company
6	NSE Data & Analytics Limited	Subsidiary Company

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Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP Identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)

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7	NSE Indices Limited	Subsidiary Company
8	NSE Infotech Services Limited	Subsidiary Company
9	NSE.IT (US) Inc.	Subsidiary Company
10	Aujas Cybersecurity Limited	Subsidiary Company
11	NSE Academy Limited	Subsidiary Company
12	TalentSprint Private Limited	Subsidiary Company
13	Cogencis Information Services Limited	Subsidiary Company
14	CXIO Technologies Private Limited	Subsidiary Company
15	NSE Foundation	Subsidiary Company
16	TalentSprint Inc.	Subsidiary Company
17	National Securities Depository Limited	Associate Company
18	India International Bullion Holding IFSC Limited	Associate Company
19	Power Exchange India Limited	Associate Company
20	Protean e-Governance Infrastructure Limited	Associate Company
21	Market Simplified India Limited	Associate Company
22	Receivables Exchange of India Limited	Associate Company
23	Indian Gas Exchange Limited	Associate Company
24	Capital Quant Solutions Private Limited	Associate Company

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8 and 9. below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw your attention to Note 2 to the Statement, relating to the matters with the Securities and Exchange Board of India ("SEBI"). SEBI issued orders on April 30, 2019, wherein disgorgement/demand aggregating Rs. 687.47 crores (excluding interest thereon at 12% p.a. from April 1, 2014, till the actual date of payment for one Order and from September 11, 2015, till the actual date of payment for second Order) had been raised against the Parent Company pursuant to an investigation conducted in relation to preferential access to tick-by-tick data at the Parent Company's Colocation facility, Dark Fiber point to point connectivity and Governance and related matters ("Orders"). SEBI further directed the Parent Company to undertake certain remedial measures, actions and imposed restrictions ("Other Directives"). The Parent Company has also received Adjudication notices covering identical matters, facts, circumstances and grounds as stated in each of the above Orders ("the Adjudication Matters"). Adjudication hearings before SEBI were completed for the Adjudication Matters and SEBI levied penalty of Rs. 1 crore each for the Colocation facility matter and the Governance matter and Rs. 7 Crores for the Dark Fiber point to point connectivity matter ("the Adjudication Orders"). The Parent Company had deposited Rs 1,107.47 crores with SEBI in respect of these Orders and appealed to contest the aforesaid Orders, including the Adjudication Orders with the Hon'ble Securities Appellate Tribunal ("SAT"). In respect of the preferential access to tick-by-tick data at the Parent Company's Colocation facility matter, Hon'ble SAT passed an order dated January 23, 2023, upholding the Other Directives of SEBI, setting aside the SEBI direction for disgorgement of an amount of Rs.624.89 crores (along with interest at the rate of 12% p.a.) and imposing a penalty of Rs. 100 crores on the Parent Company as a deterrent for the lack of due diligence and certain other lapses. The Parent Company has recognized such penalty amount of Rs. 100 crores included in other expenses in the financial results during the quarter ended December 31, 2022. The Dark Fiber point to point connectivity and Governance related matters ("Ongoing Matters") and the Adjudication Matters continue to be under appeal before with Hon'ble SAT, the future outcome of which is uncertain at this stage. Based on the legal opinion obtained by the Parent Company, no provision for any liability has been recognized towards the Ongoing Matters, including the Adjudication



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Matters, in the Statement, which are disclosed as contingent liability in Note 2 to the Statement. Our conclusion on the Statement is not modified in respect of these matters.

7. The following Emphasis of Matter was included in the review report dated January 21, 2023, containing an unmodified review conclusion on the financial results of NSE IFSC Limited ("the Subsidiary Company"), a subsidiary of the Parent Company issued by an independent firm of Chartered Accountants reproduced by us as under:

We draw attention to Note 5* to the Unaudited Financial Results regarding Net worth of USD 1.37 million of the Company which is below the prescribed Net worth of USD 3 million at all times as per International Financial Services Authority (Market Infrastructure Institutions) Regulations, 2021 and the Company has initiated the process to raise additional funds amounting to ~ USD 6.04 million (equivalent INR 50 crores) from its holding company. Our conclusion is not modified in respect of this matter.

* this note is included in Note 16 to the Statement.

8. We did not review the interim financial information of one subsidiary and consolidated financial information of two subsidiaries included in the Statement, whose interim financial information reflect total revenues of Rs. 626.09 crores and Rs. 1,723.69 crores, total net profit after tax of Rs. 258.77 crores and Rs. 665.70 crores and total comprehensive income of Rs. 258.48 crores and Rs. 671.50 crores, for the quarter and nine months ended December 31, 2022, respectively, as considered in the Statement. The Statement also include the Group's share of net profit after tax of Rs. 16.72 crores and Rs. 38.83 crores and total comprehensive income of Rs. 16.48 crores and Rs. 41.17 crores for the quarter and nine months ended December 31, 2022, respectively, as considered in the Statement, in respect of two associate companies, whose interim financial information/ special purpose financial information have not been reviewed by us. These interim financial information/ special purpose financial information have been reviewed/ audited by other auditors and their reports dated January 21, 2023, January 30, 2023, February 01, 2023, January 16, 2023 and January 31, 2023 vide which they have issued an unmodified conclusion/ opinion, have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate companies, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matters.
9. Further, in respect of one subsidiary included in the Statement, whose interim financial information reflect total income from donations of Rs. 3.09 crores and Rs. 46.79 crores, (excess of expenditure over income after tax) / total excess of income over expenditure after tax of Rs. (9.60) crores and Rs. 4.89 crores and total comprehensive income/ (loss) of Rs. (9.60) crore and Rs. 4.89 crores for the quarter and nine months ended December 31, 2022, as considered in the Statement has been jointly reviewed by Price Waterhouse & Co Chartered Accountants LLP, auditor of Parent Company along with other joint auditor of the subsidiary. This interim financial information has been reviewed by us along with the joint auditor in accordance with SRE 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" vide our joint review report dated February 02, 2023, on which we have issued an unmodified opinion.
10. The Statement includes the interim financial information of one subsidiary which have not been reviewed/ audited by their auditors, whose interim financial information reflect total revenues of Rs. 0.01 crore and Rs. 0.02 crore, total net loss of Rs. 0.01 crore and Rs. 0.06 crore and total comprehensive loss of Rs. 0.01 crore and Rs. 0.06 crore for the quarter and nine months ended December 31, 2022, respectively, as considered in the Statement. The Statement also include the Group's share of net profit after tax of Rs. 7.65 crores and Rs. 20.48 crores and total comprehensive income of Rs. 7.69 crores and Rs. 20.31 crores for the quarter and nine months ended December 31, 2022, respectively, as considered in the Statement, in respect of three associate companies, based on their interim financial information which have not been reviewed/ audited by their auditors. The Statement do not include the Group's share of total comprehensive income/(loss) in respect of two associate companies in which the investment of Rs. 21.62 crores made by the Group has been fully

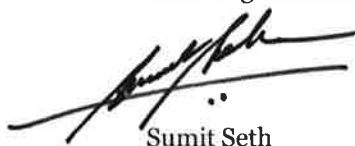


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impaired. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matters.

For Price Waterhouse & Co. Chartered Accountants LLP.

Firm Registration Number: 304026E/ E- 3000009



Sumit Seth

Partner

Membership Number: 105869

UDIN: 23105869BGYNZE7540

Place: Gandhinagar

Date: February 07, 2023



NATIONAL STOCK EXCHANGE OF INDIA LIMITED

CIN : U67120MH1992PLC069769



STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

(Rs. in crores unless otherwise stated)

Sr. No. Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2022 Unaudited	30.09.2022 Unaudited	31.12.2021 Unaudited	31.12.2022 Unaudited	31.12.2021 Unaudited	31.03.2022 Audited
1 Income						
(a) Revenue from operations	2,991.52	3,092.75	2,293.87	8,854.04	5,961.45	8,735.39
(b) Other Income	271.40	214.40	122.47	596.71	408.96	570.16
Total Income	3,262.92	3,307.15	2,416.34	9,450.75	6,370.41	9,305.55
2 Expenses						
(a) Employee benefits expense	197.63	198.02	156.44	588.70	440.60	658.11
(b) Depreciation and amortisation expense	99.31	102.81	77.67	298.57	211.90	328.30
(c) Other expenses (Refer note 2)	610.23	473.07	408.93	1,508.28	1,067.50	1,583.86
Total expenses	907.17	773.90	643.04	2,395.55	1,720.00	2,570.27
3 Profit before Exceptional items, Share of net profits of associates accounted for using equity method and Tax (1-2)	2,355.75	2,533.25	1,773.30	7,055.20	4,650.41	6,735.28
4 Share of net profits of associates accounted for using equity method	27.61	18.55	22.69	63.48	57.85	90.28
5 Profit before Exceptional items and Tax (3+4)	2,383.36	2,551.80	1,795.99	7,118.68	4,708.26	6,825.56
6 Exceptional items						
(a) Profit on sale of investment in Power Exchange of India Limited (Refer note 13)	-	-	-	-	-	1.62
(b) Reversal of Provision for Impairment of Intangible assets under development (Refer note 6)	-	-	-	-	68.23	68.23
(c) Settlement compensation towards cancellation of contracts (Refer note 6 & 14)	-	-	-	-	15.63	21.10
(d) Compensation towards cancellation of contract (Refer note 14)	-	-	-	-	5.47	-
7 Profit before tax from continuing operations (5+6)	2,383.36	2,551.80	1,795.99	7,118.68	4,797.59	6,916.51
8 Less: Income Tax expense						
(a) Current tax expense	531.67	776.89	447.28	1,807.19	1,167.88	1,701.21
(b) Deferred tax expense / (benefit)	32.00	11.82	(1.10)	37.58	11.61	12.41
Total tax expenses	563.67	788.71	446.18	1,844.77	1,179.49	1,713.62
9 Profit from continuing operations (7-8)	1,819.69	1,763.09	1,349.81	5,273.91	3,618.10	5,202.89
10 Discontinued Operations						
Profit/(loss) from discontinued operations before tax	9.38	15.04	(0.42)	22.33	1.19	(4.22)
Tax Expense of discontinued operations	(2.98)	(4.19)	(0.40)	(7.13)	(1.29)	(0.38)
Profit/(loss) from discontinued operations (Refer note 12)	6.40	10.85	(0.82)	15.20	(0.10)	(4.60)
11 Profit for the period/year (9+10)	1,826.09	1,773.94	1,348.99	5,289.11	3,618.00	5,198.29

12	Other Comprehensive Income						
(a)	<i>Items that will be reclassified to profit or loss (net of tax)</i>						
	Changes in fair value of FVOCI debt instruments	3.95	(1.78)	(6.78)	(27.31)	(2.81)	(12.61)
	Changes in foreign currency translation reserve	0.94	2.82	0.10	8.32	1.27	3.46
(b)	<i>Items that will not be reclassified to profit or loss (net of tax)</i>						
	Remeasurements of post-employment benefit obligations	(0.45)	(0.36)	0.67	(2.33)	(3.19)	(2.07)
	Changes in fair value of FVOCI equity instruments	(2.87)	(1.07)	0.95	(1.85)	(1.28)	(3.86)
	Share of other comprehensive income of associates accounted for using the equity method	(0.20)	1.41	(0.19)	2.18	(0.15)	0.56
	Total other comprehensive income for the period / year, net of taxes	1.37	1.02	(5.25)	(20.99)	(6.16)	(14.52)
13	Total comprehensive income for the period / year (11+12)	1,827.46	1,774.96	1,343.74	5,268.12	3,611.84	5,183.77
14	Profit attributable to :						
	Owners of National Stock Exchange of India Limited	1,826.63	1,773.54	1,348.69	5,289.44	3,617.43	5,194.97
	Non-Controlling Interests	(0.54)	0.40	0.30	(0.33)	0.57	3.32
15	Other comprehensive income/(loss) attributable to :						
	Owners of National Stock Exchange of India Limited	1.38	1.04	(5.23)	(20.96)	(6.11)	(14.49)
	Non-Controlling Interests	(0.01)	(0.02)	(0.02)	(0.03)	(0.05)	(0.03)
16	Total comprehensive income attributable to :						
	Owners of National Stock Exchange of India Limited	1,828.01	1,774.58	1,343.44	5,268.48	3,611.32	5,180.48
	Non-Controlling Interests	(0.55)	0.38	0.28	(0.36)	0.52	3.29
17	Total comprehensive income attributable to owners of National Stock Exchange of India Limited arises from:						
	Continued operations	1,821.61	1,763.73	1,344.26	5,253.28	3,611.42	5,185.08
	Discontinued operations	6.40	10.85	(0.82)	15.20	(0.10)	(4.60)
18	Paid-up equity share capital (Face value Re. 1 per share)	49.50	49.50	49.50	49.50	49.50	49.50
19	Reserves (excluding Revaluation Reserve)						15,360.93
20	Earnings per equity share for profit from continuing operations attributable to owners of National Stock Exchange of India Limited (FV Re. 1 each)						
	- Basic and Diluted (Rs.)	36.77*	35.61*	27.26*	106.55*	73.08*	105.04
21	Earnings per equity share for profit / losses from discontinued operations attributable to owners of National Stock Exchange of India Limited (FV Re. 1 each)						
	- Basic and Diluted (Rs.)	0.13*	0.22*	(0.02*)	0.31*	0**	(0.09)
22	Earnings per equity share for profit from continuing and discontinued operations attributable to owners of National Stock Exchange of India Limited (FV Re. 1 each)						
	- Basic and Diluted (Rs.)	36.90*	35.83*	27.24*	106.86*	73.08*	104.95
	* Not annualised						
	** the figure is below the rounding of convention used in the statement						

2. Segment Information

(a) Description of segments and principal activities

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director and CEO of the Parent Company. The Group has identified the following segments i.e. Trading Services, Clearing Services, Data Feed, Index Licensing and Strategic Investment as reporting segments based on the information reviewed by CODM.

1: **Trading Services** : This part of the business/offers services related to trading in equity, equity derivatives, debt, currency derivatives and commodity derivatives segments. Revenue includes transaction charges, listing & book building fees, revenue from data centre charges etc.

2: **Clearing Services** : This part of the business/offers clearing and settlement of the trades executed in the capital markets, future & options, currency derivatives and commodity derivatives segments.

3: **Data Feed Services** : This part of business/offers services related to dissemination of price, volume, order book and trade data relating to securities and various indices to the stock and commodity brokers.

4: **Index Licensing Fees** : This part of the business primarily provides indices and related products and services to various participants in capital market in India.

5: **Strategic Investments** : This part of business is related to making or holding all strategic investments in the equity shares and / or other securities of various group companies.

6: Other segments includes End to End Solution, E-learning Solutions, Web Trading, IT services, IT Process Support charges, Software Application development, and IT security services. The results of these operations are included in the "Other Segments".

The above business segments have been identified considering :

- a) the nature of products and services
- b) the differing risks
- c) the internal organisation and management structure, and
- d) the internal financial reporting systems.

The segment information presented is in accordance with the accounting policies adopted for preparing the consolidated financial statements of the Group. Segment revenues, expenses and results include inter-segment transfers. Such transfers are undertaken either at competitive market prices charged to unaffiliated customers for similar goods or at contracted rates. These transfers are eliminated on consolidation.

(b) Segment Revenue :

Transactions between segments are carried out at arms length and are eliminated on consolidation. Segment revenue is measured in the same way as in the statement of profit or loss. Revenue and expenses which relate to the enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as unallocable. The CODM primarily uses a measure of profit before tax to assess the performance of the operating segments.

Segments	For the quarter ended 31st December, 2022				For the quarter ended 30th September, 2022				For the quarter ended 31st December, 2021				For the nine months ended 31st December, 2022				For the nine months ended 31st December, 2021				For the year ended 31st March, 2022			
	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results	Segment Revenue	Inter-segment revenue	Revenue from external customers	Segment Results
Trading Services	2,628.57	11.75	2,616.82	2,036.24	2,769.81	19.80	2,750.01	2,292.91	2,026.13	14.12	2,012.01	1,607.52	7,886.14	45.05	7,841.09	6,359.33	5,261.49	40.59	5,220.90	4,131.92	7,762.80	54.08	7,708.72	6,056.77
Clearing Services	243.46	144.79	98.67	57.31	233.36	153.83	79.53	24.28	184.95	99.80	85.15	41.09	672.94	424.42	248.52	100.79	478.43	271.16	207.27	87.35	676.75	414.34	262.41	109.77
Data feed Services	62.30	1.35	60.95	41.91	60.55	2.12	58.43	39.93	52.06	0.85	51.21	26.04	175.84	4.20	171.64	117.67	148.37	2.17	146.20	104.35	198.90	2.93	195.97	138.22
Index Licensing Services	73.82	36.31	37.51	35.60	75.48	37.71	37.77	36.75	52.09	23.43	28.66	26.23	219.02	108.43	110.59	104.93	138.40	55.93	82.47	74.72	206.25	90.25	116.00	104.78
Strategic Investments	-	-	-	(3.81)	18.89	18.87	0.02	(0.72)	9.02	9.02	-	(0.64)	190.09	190.07	0.02	(5.24)	140.37	140.37	-	(2.02)	140.37	140.37	-	(2.71)
Other Segments	225.36	47.79	177.57	(82.78)	227.93	60.94	166.99	(74.17)	165.90	48.96	116.84	(49.28)	645.74	163.56	482.18	(218.58)	437.54	132.93	304.61	(154.52)	647.53	195.24	452.29	(241.19)
Total	3,233.51	241.99	2,991.52	2,084.47	3,386.02	293.27	3,092.75	2,318.96	2,490.15	196.18	2,293.87	1,650.96	9,789.77	935.73	8,854.04	6,458.90	6,604.60	643.15	5,961.45	4,241.80	9,632.60	897.21	8,735.39	6,165.64
Unallocable income (Net of Expenses)				165.68				123.00				65.23				320.10			249.22					345.95
Interest income				105.60				91.27				57.11				276.20			159.39					223.69
Profit before Exceptional items, Share of net profits of associates accounted for using equity method and tax				2,355.75				2,533.25				1,773.30				7,055.20			4,650.41					6,735.28
Share of net profit of associates accounted by using equity method				27.61				18.55				22.69				63.48			57.85					90.28
Profit before Exceptional items and tax				2,383.36				2,551.80				1,795.99				7,118.68			4,708.26					6,825.56
Exceptional Items																								
Add : Profit on sale of investment in Power Exchange India Limited				-				-				-				-			-					1.62
Add: Reversal of Provision for Impairment of Intangible assets under development				-				-				-				-			68.23					68.23
Add: Settlement compensation towards cancellation of contract				-				-				-				-			21.10					21.10
Profit before Tax from continuing operations				2,383.36				2,551.80				1,795.99				7,118.68			4,797.59					6,916.51
Less: Income Tax Expense																								
Current Tax expense				(531.67)				(776.89)				(447.28)				(1,807.19)			(1,167.88)					(1,701.21)
Deferred Tax expense / (benefit)				(32.00)				(11.82)				1.10				(37.58)			(11.64)					(12.41)
Total Tax Expenses				(563.67)				(788.71)				(446.18)				(1,844.77)			(1,179.49)					(1,713.62)
Profit from continuing operations				1,819.69				1,763.09				1,349.81				5,273.91			3,618.10					5,202.89
Profit/(loss) from discontinued operations				9.38				15.04				(0.42)				22.33			1.19					(4.22)
Tax Expense of discontinued operations				(2.98)				(4.19)				(0.40)				(7.13)			(1.29)					(0.38)
Profit/(loss) from discontinued operations(After tax)				6.40				10.85				(0.82)				15.20			(0.10)					(4.60)
Profit for the period / year				1,826.09				1,773.94				1,348.99				5,289.11			3,618.00					5,198.29

(c) Segment Assets :

Segment assets are measured in the same way as in the Balance Sheet. These assets are allocated based on the operations of the segment.

(Rs. Crs)			
Segments	31.12.2022	31.12.2021	31.03.2022
Trading Services	4,097.52	3,525.23	4,195.84
Clearing Services *	14,708.04	10,212.76	15,015.77
Datafeed Services	24.20	19.33	32.04
Index Licensing Services	30.91	16.36	14.49
Strategic Investments	812.78	712.08	721.89
Other Segments	491.88	523.67	543.85
Total Segment Assets	20,165.33	15,009.43	20,523.88
Asset Classified as held for Sale	92.84	-	-
Unallocable Assets	18,178.99	14,296.92	15,083.12
Total Assets	38,437.16	29,306.35	35,607.00

Treasury investments held by the Group are not considered to be segment assets but are managed by the treasury function. Tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as unallocable. Interest income are not allocated to segments, as this type of activity is driven by the central treasury function, which manages the cash position of the Group.

* Segment Asset include amount pertaining to Core SGF maintained by NSE Clearing Limited and NSE IFSC Clearing Corporation Limited (NSE IFSC CC) as follows:

(Rs. Crs)			
Particulars	31.12.2022	31.12.2021	31.03.2022
Contribution to Core SGF	4,432.52	3,856.72	3,971.25
Contribution to SGF - Commodity Derivatives	250.00	250.00	250.00
Contribution to Core SGF - NSE IFSC CC	11.85	10.52	10.77

(e) Segment Liabilities

Segment liabilities are measured in the same way as in the financial statements. These liabilities are allocated based on the operations of the segment.

(Rs. Crs)			
Segments	31.12.2022	31.12.2021	31.03.2022
Trading Services	4,323.00	3,738.43	4,514.56
Clearing Services	13,707.83	10,196.89	14,109.19
Datafeed Services	38.46	29.90	23.37
Index Licensing Services	10.16	6.00	2.21
Strategic Investments	3.76	1.17	1.19
Other Segments	438.24	318.64	479.71
Total Segment Liabilities	18,521.45	14,291.03	19,130.24
Liabilities directly associated with assets classified as held for Sale	69.23	-	-
Unallocable Liabilities	1,285.47	1,065.20	1,058.37
Core Settlement Guarantee Fund	(4,715.93)	(4,152.76)	(4,255.12)
Total Liabilities	15,160.22	11,203.47	15,933.49

Notes :-

- 1 The above consolidated unaudited financial results for the quarter and nine months ended December 31, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on February 7, 2023. The financial results for the quarter and nine months ended December 31, 2022 were reviewed by the Statutory Auditors of the Company.
- 2 Securities and Exchange Board of India (SEBI) had directed National Stock Exchange of India Limited (NSE) to carry out an investigation including forensic examination by independent external agencies in respect of certain aspects of NSE's Colocation facility. Accordingly, investigations were carried out and the reports were submitted to SEBI. Further, SEBI in September 2016 directed that pending completion of the investigations, all revenues emanating from the colocation facility with effect from September 2016 be transferred to a separate bank account. In terms of the said directions, NSE continued to transfer the amount till May 2021, when SAT allowed the release of the amounts from such separate bank account (as further explained below).

Three separate show cause notices (SCN) on May 22, 2017, and July 03, 2018, were issued by SEBI to the NSE and to some of its employees, including former employees, in respect of the alleged preferential access to tick-by-tick data in NSE's Colocation facility, Dark Fiber point to point connectivity and Governance and conflict of interest related matters which were responded to by NSE. NSE had also filed a Consent Application with SEBI on August 31, 2018, in respect of the said show cause notices. SEBI vide its letter dated April 30, 2019, returned the Consent Application filed by NSE and passed orders in respect of all the three show cause notices. In the first order, it passed a direction on NSE inter alia to disgorge an amount of Rs. 624.89 crore along with interest at the rate of 12% per annum from April 01, 2014, till the actual date of payment and certain non-monetary and restrictive directions prohibiting the NSE from accessing securities market, through issuance of equity, debt or other securities for a period of six months from the date of the order (referred to as "Other Directives"); in the second order it passed a direction to deposit a sum of Rs. 62.58 crore along with interest at the rate of 12% p.a. from September 11, 2015, till the actual date of payment along with certain non-monetary and restrictive directions and in the third order it has passed certain non-monetary and remedial directions on NSE. Additionally, NSE also received Adjudication notices covering the above three orders for which NSE has filed its replies with SEBI. With respect to Adjudication notices pertaining to preferential access to tick-by-tick data at the NSE's Colocation facility, Dark Fiber point to point connectivity and Governance and conflict of interest matters, SEBI has passed orders and vide the said orders levied monetary penalty of Rs. 1 crore, Rs. 7 crores and Rs. 1 crore, respectively.

NSE having received the orders passed by SEBI sought legal advice thereon and preferred an appeal with Securities Appellate Tribunal (SAT). SAT vide its interim order has stayed the disgorgement of the amount, however it directed the NSE to transfer the amount of Rs. 624.89 crore in the Colocation matter and Rs. 62.58 crore in the Dark Fiber matter totaling to Rs. 687.47 crore to SEBI which was remitted by the NSE on June 13, 2019. Further, the NSE was also directed by SAT to continue to transfer all revenues emanating from its co-location facility to a separate bank account. With respect to Governance and conflict of interest related matters, Hon'ble SAT vide its interim order has kept the directions passed in the SEBI order in abeyance.

While the NSE's appeal in respect of the colocation matter had been heard by the Hon'ble SAT and the same was reserved for orders, the NSE had, in the interim, filed an application with Hon'ble SAT to permit withdrawal of the amounts transferred to the separate account, as indicated above, and also to discontinue the transfer of all revenues emanating from its co-location facility to such separate bank account going forward. Hon'ble SAT heard the matter on May 17, 2021, and modified its earlier order dated May 22, 2019, and allowed NSE to withdraw the amounts previously transferred to such account, discontinue further transfer of future revenues and close the separate account. However, in order to balance the equities, Hon'ble SAT directed NSE to transfer an additional amount of Rs. 420 crore into an interest-bearing account with SEBI which was remitted by the NSE on June 17, 2021. Accordingly, as at December 31, 2022, a total amount of Rs. 1,107.47 crore had been deposited by the NSE with SEBI. Hon'ble SAT further vide its order in June 2021 directed the parties for a refresher hearing which was concluded in November 2021.

With respect to Adjudication orders, SAT, in an appeal filed by the NSE stayed the penalty levied by SEBI in relation to preferential access to tick-by-tick data at the NSE's Colocation facility, Dark Fiber point to point connectivity and Governance and conflict of interest matters.

Subsequent to the quarter ended December 31, 2022, Hon'ble SAT has passed order dated January 23, 2023, on the Colocation matter, while upholding the Other Directives of SEBI, setting aside the SEBI direction for disgorgement of amount of Rs. 624.89 crores (along with interest at the rate of 12% p.a.) and imposing a penalty of Rs. 100 crores on the NSE as a deterrent for the lack of due diligence. NSE has provided for this penalty amount of Rs. 100 crores included in other expenses in the financial results for the quarter and nine months ended December 31, 2022. This penalty amount is to be adjusted by SEBI against the disgorgement amount already deposited by NSE, and the balance deposit is to be refunded by SEBI within six weeks along with interest.

NSE believes that it has strong grounds to contest each of the above orders in respect of the Dark Fiber point to point connectivity and Governance and conflict of interest related matters, including monetary liability and Adjudication orders passed by SEBI. Accordingly, no provision for any liability in this regard is considered necessary in the financial results as of and for the quarter and nine months ended December 31, 2022.

- 3 On February 24, 2021, NSE's trading system was halted due to certain issues in the links with telecom service providers which in turn impacted the Storage Area Network (SAN) system of NSE, resulting in the primary SAN becoming inaccessible to the host servers. This also resulted in the risk management system of NSE Clearing Limited (NCL) and other systems such as clearing and settlement, index and surveillance systems becoming unavailable. NSE and NCL have submitted a root cause analysis of the incident to SEBI. SEBI vide its letter dated July 2, 2021, directed NSE and NCL to pay financial disincentive of Rs. 25 lakhs each. The said amount was paid by NSE on July 12, 2021, and NCL on July 14, 2021. Further, in this regard, SEBI has issued a show cause notice on August 11, 2021, to NSE, NCL and some of its employees alleging non-compliance with certain paragraphs of SEBI circular dated October 8, 2015, September 13, 2017, March 26, 2019, and Regulation 12(6) read with Regulation 7(3)(a) and 7(3)(c) of SECC Regulation 2018 for which detailed response was filed and hearing has been completed. In this regard, NSE and NCL have taken necessary remedial actions and both have filed consent application with SEBI on August 31, 2021, against which preliminary hearing on maintainability of the said consent application has taken place on May 4, 2022, and August 24, 2022. NSE and NCL have been directed to file written submission against the same which has been filed with SEBI. NSE and NCL are of the view that pending conclusion of this matter with SEBI, a reliable estimate of any obligation in respect of this matter cannot be presently made and therefore no provision / adjustment to this effect has been made in the financial results as of and for the nine months ended December 31, 2022.
- 4 NSE was in receipt of Show Cause Notice issued by SEBI on October 9, 2019, and a Supplementary notice on December 16, 2019, alleging violation in relation to certain alleged irregularities in the appointment of Chief Strategic Advisor and his re-designation as 'Group Operating Officer and Advisor to MD' by the former Managing Director & Chief Executive Officer and the sharing of certain internal information pertaining to the NSE with an alleged third party by former Managing Director & Chief Executive Officer. During the previous year, SEBI vide order dated February 11, 2022, levied a penalty of Rs. 2 Crores, which has been paid by the NSE. In this regard, including in respect of colocation matters, certain investigating agencies have been making inquiries and seeking various information, data etc. from the NSE, which is being provided.

- 5 (a) In case of NSE Clearing Limited (NCL), SEBI, 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 December 31, 2022, and March 31, 2022, is Rs. 4,432.51 crores and Rs. 3,971.25 crores, respectively. The details are given below:

	CM	FO	CD	Debt	TRI Party	Commodity	Other	(Rs. in crores) Total
NSE Clearing Ltd's contribution(NCL)	174.00	916.00	123.65	3.00	8.50	5.00	-	1,230.15
National Stock exchange of India Ltd 's (NSE)' Contribution	87.00	457.99	48.00	1.00	8.50	2.50	226.27	831.26
Contribution by NSE on behalf of Member	87.00	458.00	61.00	-	-	2.50	-	608.50
BSE Limited 's Contribution	7.56	0.05	14.56	-	-	-	-	22.17
Metropolitan Stock Exchange of India 's Contribution	0.00	-	1.13	-	-	-	-	1.13
Penalty	244.12	1,137.03	49.72	-	-	0.15	-	1,431.02
Income on Investments	36.66	232.06	19.34	1.00	5.03	2.08	11.11	307.28
Others	1.00	-	-	-	-	-	-	1.00
Total	637.34	3,201.13	317.40	5.00	22.03	12.23	237.38	4,432.51

- NCL's own contribution to Core SGF appropriated out of profits during the quarter ended December 2022 is Rs. 43.65 crores, September 2022 is Rs. 13.89 crores and December 2021 is Rs. NIL, for the nine months ended December 2022 is Rs. 57.54 crores and December 2021 is Rs. NIL (For year ended March 2022: Rs. NIL)
- (b) NCL had received approval from SEBI to start clearing and settlement activities in Commodity Derivatives and commenced operations from October 12, 2018. As required by SEBI, an amount of Rs. 250 crores have been earmarked towards a separate fund to augment Settlement Guarantee Fund for Commodity Derivatives by way of appropriation from General Reserves. Further, NCL has also earmarked investments amounting to Rs. 250 crores towards the same.

- (c) In case of the subsidiary company NSE IFSC Clearing Corporation (NICCL) as per regulation 31 of International Financial Services Centres Authority (Market Infrastructure Institutions) Regulations, 2021 notified on 12th April 2021, a recognised clearing corporation shall establish and maintain a Settlement Guarantee Fund to guarantee the settlement of trades executed in the stock exchanges in International Financial Service Centre (IFSC) and the fund shall have a corpus equivalent to at least the minimum required corpus as arrived at from the monthly stress test value or USD 1 million, whichever is higher. Accordingly, total Settlement Guarantee Fund as on December 31, 2022, and March 31, 2022, is Rs. 11.85 crores and Rs.10.76 crores, respectively. The details are given below:

	Amount in (Rs. Crs)
NSE IFSC Clearing Corporation's own contribution	11.66
Fines & Penalties	0.06
Income on investments	0.13
Total	11.85

- 6 During the previous year ended March 31, 2022, contract pertaining to clearing and settlement system was terminated by NCL and an amount of Rs. 83.86 crores was received towards the same. Accordingly, provision for impairment of intangible asset under development pertaining to the said contract made in the earlier year ended March 31, 2021, amounting to Rs. 68.23 crores had been reversed and the balance amount of Rs. 15.63 crores had been accounted as settlement compensation, which had been disclosed as an exceptional item.
- 7 During the nine months ended December 31, 2022, NCL has given total bank guarantee in favour of ICCL towards Inter CC (Clearing Corporation) collateral under interoperability framework as prescribed by SEBI an outstanding as on December 31, 2022, amounting to Rs.4,000 crores (December 31, 2021, Rs. 2000 crores, March 31, 2022, Rs.3,000 crores, September 30, 2022, Rs.3,750 crores).
- 8 During the previous year ended March 31, 2022, SEBI issued a show cause notice to NCL alleging non-compliance with certain paragraphs of SEBI circular dated December 17, 2018, for failure to share alerts with other exchange post interoperability. In this regard, NCL has filed necessary response with SEBI. During the quarter ended December 31, 2022, SEBI levied penalty of Rs. 0.25 crores to the Company, provision has been made for the same and it is included in other expenses for the quarter and nine months ended December 31, 2022.
- 9 NSE IFSC Limited (NSE IFSC), a subsidiary of NSE and NSE IFSC Clearing Corporation Limited (NSE IFSC CC), a subsidiary of NCL and step down subsidiary of NSE have received a show cause notice from Office of the Development Commissioner, GIFT SEZ on October 21, 2022, for non-achievement of positive Net Foreign Exchange for the first block of five years from June 2017 to June 2022. The NSE IFSC and NSE IFSC CC have filed the necessary reply and have attended the physical hearings in the said matters. The orders in the said matter is awaited. The NSE IFSC and NSE IFSC CC is of the view that it has strong grounds to contest the said show cause and accordingly no provision / adjustment to this effect has been made in the financial results as of and for the quarter and nine months ended December 31, 2022.
- 10 During the year ended March 31, 2021, NSE and Singapore Stock Exchange (SGX) had entered into a collaboration agreement to cement the key terms for operationalising the NSE IFSC-SGX Connect which will bring together international and Gujarat International Finance Tec City (GIFT) participants to create a bigger liquidity pool for Nifty Products in Gift City and to develop the infrastructure for the NSE IFSC-SGX Connect and ensure member readiness prior to its implementation. Further, NSE IFSC Limited on March 28, 2022, has entered into an operational agreement with SGX India Connect IFSC Private Limited (SGX-SPV), Singapore Exchange Derivatives Clearing Limited and NSE IFSC Clearing Corporation Limited to operationalise the NSE IFSC-SGX Connect. As a first phase of operationalisation of the NSE IFSC-SGX Connect, trading of Negotiable Large Trades (NLT) from Singapore Exchange (SGX Group) has been introduced from May 16, 2022, and on July 29, 2022, NSE IFSC-SGX Connect has been launched. As per this operational agreement, NSE IFSC Clearing Corporation Limited is required to provide collateral to SGX-DC for the due performance of its clearing obligations in respect of the trades placed by SGX-SPV on NSE IFSC Limited. In this regard during the quarter ended September 30, 2022, NSE IFSC Clearing Corporation Limited has availed Bank Guarantee facility from Standard Chartered Bank to the tune of USD 20 million (Rs. 163.10 crores), in respect of which NSE has provided corporate guarantee to the Standard Chartered Bank.

11 NSEIT Limited (NSEIT) had entered into Share Purchase and Share Holders Agreement ("Agreement") with the Promoters and Shareholders of CXIO Technologies Private Limited ("CXIO") vide agreement dated June 28, 2021, to purchase 100% equity shares of CXIO in multiple tranches. In accordance with the terms of the said agreement, NSEIT acquired a controlling stake of 60% of the total equity shares on July 08, 2021, for a consideration of Rs. 18 crores in first tranche and an additional 32.50% of total equity shares on August 29, 2022, for a consideration of Rs. 61.79 crores in second tranche. As per the terms of the said agreement, NSEIT is entitled to purchase the balance 7.5% equity shares in subsequent tranches on variable consideration based on the financial performance of CXIO. The commitment to purchase the balance equity shares has been recognised as a liability. NSEIT Limited has estimated Rs.28.97 crores as liability for balance consideration to acquire 7.5% of the equity stake. Such aggregate amount has been accounted by debiting other equity by Rs.90.82 crores. The difference of Rs.53.87 crores between the consideration paid for acquisition of 32.50% of equity shares and amount by which non controlling interest is adjusted is recognised in other equity.

12 The Subsidiary company, NSEIT vide its Board meeting held on November 23, 2022, has accorded its in-principal approval for sale /divestment of its Digital Examination Services (DEX) business. Pending approval of shareholders and required authorities, the management has classified the business operations of DEX as discontinued operations. Pending completion of the disposal process of "Digital Examination Services", the financial results are presented as discontinued operations in the statement of Profit and Loss for all the period/year. Details of discontinued operations is given as under:

Sr No.	Particulars	Quarter Ended			Nine months ended		Rs. in crores
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	Year ended 31.03.2022
	Revenue from operations	51.58	64.78	73.28	156.47	122.97	194.09
I	Total Revenue	51.58	64.78	73.28	156.47	122.97	194.09
	Employee benefit expenses	10.09	9.84	9.21	30.06	22.98	31.59
	Depreciation and amortisation expenses	2.34	2.54	2.51	7.42	7.64	10.06
	Other expenses	29.76	37.36	61.97	96.66	91.16	156.65
II	Total expenses	42.20	49.74	73.70	134.14	121.78	198.31
III	Profit/(loss) before tax (I+II)	9.38	15.04	(0.42)	22.33	1.19	(4.22)
IV	Tax Expense / (credit)	2.98	4.19	0.40	7.13	1.29	0.38
V	Profit / (loss) after tax (III-IV)	6.40	10.85	(0.82)	15.20	(0.10)	(4.60)

13 During the previous year ended March 31, 2022, a subsidiary company NSE Investments Limited (NIL) held 2,00,00,030 equity shares representing 34.21% shareholding of Power Exchange India Limited (PXIL). As per the Power Market Regulations, 2010, NIL was required to bring down its shareholding in PXIL to 25% by April 2022. Accordingly, to meet with these requirements, NIL had entered into the Share Purchase Agreement on January 28, 2022, with NTPC Vidyut Vyapar Nigam Limited (NVVNL), a wholly owned subsidiary of NTPC for divesting its shareholding in PXIL of 5% constituting 29,23,503 equity shares through secondary market. NIL post this transaction held 1,70,76,527 equity shares representing 29.21% shareholding of PXIL as at March 31, 2022. Since NIL had previously impaired the entire value of its investment in PXIL, the sale of shares resulted in inflow of Rs. 1.62 crores which was shown as an exceptional item in the statement of Profit and Loss for the quarter and year ended March 31, 2022.

14 The subsidiary company, namely NSEIT (US) Inc., had entered into a contract with NASDAQ Technology AB, Sweden (Nasdaq) for provision of software services vide contract dated December 09, 2020. During the previous year ended March 31, 2022, this contract was terminated by Nasdaq and NSEIT (US) Inc received a sum of USD 753,280 (Rs. 5.47 crores) as compensation towards cancellation of the contract in accordance with the terms of the contract. This amount received had been disclosed as an exceptional item.

15 NSE Academy Ltd (NAL) had entered into Share Purchase and Share Holders Agreement ("Agreement") with the Promoters and Shareholders of TalentSprint Private Limited ("TSPL") vide agreement dated November 09, 2020 to purchase 100% equity shares of TSPL in multiple tranches. In accordance with the terms of the said agreement, NAL acquired a controlling stake of 70% of the total equity shares on November 10, 2020, for a consideration of Rs.126 crores in first tranche and an additional 9.72% of the total equity shares in the month of August, 2022 for a consideration of Rs. 22.83 crores in second tranche. As per the terms of the said agreement, NAL is entitled to purchase the balance 20.28% equity shares in subsequent tranches on variable consideration based on the financial performance of TSPL. The commitment to purchase the balance equity shares has been recognised as a liability. NAL has estimated amount of Rs.71.95 crores as liability for balance consideration.

16 International Financial Services Authority (Market Infrastructure Institutions) Regulations, 2021 has prescribed a net worth criteria of at least USD 3 million, at all times, for stock exchanges operating in IFSC. As on December 31, 2022, NSE IFSC Limited has a net worth of USD 1.37 million. In this direction, the NSE IFSC Limited has initiated the process to raise additional funds amounting to ~ USD 6.04 million (equivalent INR 50 crores) from NSE, being the holding company, and the same is awaiting regulatory approval from SEBI being NSE's regulator.

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

For and on behalf of the Board of Directors

Place : Gandhinagar
Date : February 7, 2023

Ashishkumar Chauhan
Managing Director & CEO
DIN : 00898469