BSE Limited

CIN U67120MH2005PLC155188

(Formerly known as Bombay Stock Exchange Limited)

Registered office: Floor 25, P J Towers, Dalal Street, Mumbai 400001

Statement of Standalone Financial Results for the quarter ended and six months ended September 30, 2016

(₹ In Lakh)

	PARTICULARS	For the quarter ended September 30, 2016 (Unaudited)	For the quarter ended June 30, 2016 (Unaudited)	For the quarter ended September 30, 2015 (Unaudited)	For the six months ended September 30, 2016 (Audited)	For the six months ended September 30, 2015 (Audited)	For the year ended march 31, 2016 (Audited)
I.	**INCOME**						
	a) Operating Income	8,150	7,244	5,863	15,394	11,524	26,098
	b) Investments and Deposits Income	4,382	5,821	4,413	10,203	13,807	23,354
	Total Income	**12,532**	**13,065**	**10,276**	**25,597**	**25,331**	**49,452**
II.	**EXPENDITURE**						
	a) Employee Costs	1,748	1,679	1,413	3,427	2,806	5,870
	b) Computer Technology Related Expenses	2,683	2,498	1,848	5,181	3,727	8,161
	c) Depreciation and Amortisation	1,124	1,076	1,128	2,200	2,218	4,853
	d) Administration and Other Expenses	2,502	3,036	2,916	5,538	6,442	12,489
	Total Expenditure	**8,057**	**8,289**	**7,305**	**16,346**	**15,193**	**31,373**
III.	**Profit from Operations before Other Income, Finance Costs , Exceptional items and Tax**	**4,475**	**4,776**	**2,971**	**9,251**	**10,138**	**18,079**
	Other Income	666	1,327	531	1,993	1,055	2,090
IV.	**Profit before Finance Costs , Exceptional items and Tax**	**5,141**	**6,103**	**3,502**	**11,244**	**11,193**	**20,169**
	Finance Costs	2	4	4	6	9	16
V.	**Profit before Exceptional items and Tax**	**5,139**	**6,099**	**3,498**	**11,238**	**11,184**	**20,153**
	Exceptional items (Notes 4 to 6)	718	1,361	977	2,079	1,741	7,327
VI.	**Profit from before Tax**	**4,421**	**4,738**	**2,521**	**9,159**	**9,443**	**12,826**
	Tax Expense (net)	254	189	(80)	443	(205)	(460)
VII.	**Net Profit after tax for the period / year**	**4,167**	**4,549**	**2,601**	**8,716**	**9,648**	**13,286**
VIII.	**Other Comprehensive Income**						
	Items that will not be reclassified to profit or loss	(63)	17	(52)	(46)	(44)	8
	Income tax relating to items that will not be reclassified to profit or loss	(22)	6	(18)	(16)	(15)	3
IX.	**Other Comprehensive Income (net of tax)**	(41)	11	(34)	(30)	(29)	5
X.	**Total Comprehensive Income for the period / year**	**4,126**	**4,560**	**2,567**	**8,686**	**9,619**	**13,291**
	Paid up Equity Share Capital (Face Value Per Share ₹ 1 Each)	1,074	1,074	1,074	1,074	1,074	1,074
	Other Equity						2,29,662
XI.	**Earnings per equity share (par value ₹ 1/- each)**						
	Before exceptional items						
	Basic and Diluted EPS (Refer note below)	4.25	4.98	2.97	9.23	9.88	16.56
	After exceptional items						
	Basic and Diluted EPS (Refer note below)	3.82	4.17	2.38	7.98	8.84	12.17

Note: Basic and Diluted EPS is not annualised for the quarter and six months ended results. EPS is calculated on shares issued by the Company.

STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2016

₹ in Lakh

	Particulars	As at September 30, 2016 (Audited)	As at March 31, 2016 (Audited)
A	**ASSETS**		
1	**Non-current assets**		
	(a) Property, Plant and Equiptment	11,747	12,515
	(b) Capital work-in-progress	746	60
	(c) Investment property	489	501
	(d) Other Intangible Assets	1,790	1,904
	(e) Intangible assets under development	149	109
	(f) Financial Assets		
	(i) Investments	1,61,617	1,62,460
	(ii) Other Financial Assets	16,218	17,139
	(g) Deferred tax Assets (net)	623	197
	(h) Other Non Current Assets	5,636	7,989
	Total - Non-current assets	**1,99,015**	**2,02,874**
2	**Current assets**		
	(a) Financial Assets		
	(i) Investments	33,424	24,497
	(ii) Trade receivables	4,037	2,941
	(iii) Cash and bank balances	1,393	6,414
	(iv) Bank balances other than (iii) above	61,255	49,651
	(v) Other Financial Assets	8,169	4,979
	(b) Other Current Assets	2,867	529
	Total -Current assets	**1,11,145**	**89,011**
	TOTAL - ASSETS	**3,10,160**	**2,91,885**
B	**EQUITY AND LIABILITIES**		
1	**Equity**		
	(a) Equity Share capital	1,074	1,074
	(b) Other Equity	2,33,515	2,29,662
	Total Equity	**2,34,589**	**2,30,736**
2	**Non-current liabilities**		
	(a) Financial Liabilities		
	Other Financial Liabilities	399	554
	(b) Other non-current liabilities	111	95
	Total Non-current liabilities	**510**	**649**
3	**Current liabilities**		
	(a) Financial Liabilities		
	(i) Trade payables	4,990	4,085
	(ii) Other Financial Liabilities	41,382	43,090
	(b) Provisions	535	553
	(c) Other current liabilities	26,314	11,920
	(d) Current Tax Liabilities (Net)	1,840	852
	Total Current liabilities	**75,061**	**60,500**
	TOTAL - EQUITY AND LIABILITIES	**3,10,160**	**2,91,885**

1 The above standalone financial results for the quarter ended and six months ended September 30, 2016 have been reviewed by the Audit Committee and approved by the Board of Directors on October 28, 2016. The financial statements are prepared in accordance with the Indian Accounting Standard (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

2 These financial statements are the Company's first year's Ind-AS financial statements. The Company has adopted all the Ind-AS standards and the adoptions were carried out in accordance with Ind-AS 101 First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP) which was the previous GAAP.

3 The "Company" or the "Exchange" operates only in one Business Segment i.e. "Facilitating Trading in Securities and other related ancillary Services", hence does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".

4 The following regulation / circulars issued by SEBI from time to time requires the recognition by the Company of a Settlement Guarantee Fund and the transfer of the same to its clearing corporation and the contribution of a Minimum Required Corpus to a Core Settlement Guarantee Fund ("Core SGF") from time to time:

a) As per Regulation 33 of The Securities Contracts (Regulations) (SECC) Regulations, 2012 (the "Regulation") issued on June 20, 2012, every recognized stock exchange is required to transfer twenty five percent of its annual profits every period / year to a fund of the recognized clearing corporation which clears and settles trades executed on that stock exchange to guarantee the settlement of trades.

b) As per Circular CIR/MRD/DRMNP/25/2014 dated August 27, 2014 issued by the Securities & Exchange Board of India ("SEBI") regarding a Core Settlement Guarantee Fund, every stock exchange shall contribute at least 25% of the Minimum Required Corpus (can be adjusted against transfer of profit by Stock Exchange as per Regulation 33 of SECC Regulations) to a Core Settlement Guarantee Fund established and maintained by its clearing corporation.

c) Further, a clarification was issued as per Circular No SEBI/HO/MRD/DRMNP/CIR/P/2016/54 dated May 4, 2016 based on a recommendation given by the Expert Committee constituted by SEBI. It was clarified that twenty five per cent of profits till the date of amendment of Regulation 33 of SECC Regulations, 2012, shall be transferred by the stock Exchange to the Core SGF maintained by Clearing Corporation within such time as may be specified by SEBI.

d) Thereafter, on August 29, 2016, SEBI has amended Regulation 33 of SECC Regulations, 2012. Accordingly, the Company has made provision for transfer of twenty-five percent of its profit till August 29, 2016 (pro-rata based on profit for the six months ended September 30, 2016), being the date of the amendment, towards Settlement Guarantee Fund.

The above Regulations / Circulars were given effect to in the Financial Statements as under

i) The Company's last year's contribution of ₹ 1,741 lakh towards the MRC has been charged to the Statement of Standalone Financial Results under the head "Administration and Other Expenses". The contribution to the Core SGF has been adjusted against the transfer of profit by the Company as per the Regulation mentioned above.

ii) Further, SEBI circular SEBI/HO/MRD/DRMNP/CIR/P/2016/54 dated May 4, 2016 (the "2016 circular") reiterates that 25% of profits has to be transferred to the Settlement Guarantee Fund (SGF). Pursuant to the 2016 circular, the cumulative amount required to be transferred to the said SGF till March 31, 2016 amounts to ₹ 9,742 lakh being 25% of the profits of the Company after tax, available before making such contribution. The Exchange had already contributed and charged ₹ 4,320 lakh to the Statement of Standalone Financial Results towards 25% of the MRC to the Core Settlement Guarantee Fund. After adjusting the investment income accrued on the Exchange's contribution to the Core SGF amounting to ₹ 279 lakh, the balance amount of ₹ 5,143 lakh was charged to the Statement of Standalone Financial Results as an "Exceptional Item" during year ended March 31, 2016. The amount payable by the Exchange in respect of the SGF as at March 31, 2016 was disclosed under the head "Other Current Liabilities" and is payable to the Core Settlement Guarantee Fund within such time as specified by SEBI.

iii) During the six months ended September 30, 2016 ₹ 2,079 lakh has been charged to the Statement of Profit and Loss, being 25% of the profits earned till August 29, 2016 (pro-rata based on profit for the six months ended September 30, 2016), as an "Exceptional Item". As at September 30, 2016 the amount of ₹ 6,554 lakh payable by the Exchange in respect of the SGF has been disclosed under the head "Other current liabilities" and is payable to the Core Settlement Guarantee Fund within such time to be specified by SEBI.

5 Pursuant to SEBI Circular CIR/DNPD/5/2011 dated June 2, 2011 (BSE Notice no-20110602-18, dated June 02, 2011), the Company had launched a series of Liquidity Enhancement Incentive Programmes (LEIP) to enhance liquidity in BSE's Futures & Options Segment. LEIP was launched on 28th September, 2011 and an expense of ₹ 517 lakh, ₹ 1,281 lakh and ₹ 1,724 lakh has been incurred towards the programmes for the quarter ended September 30, 2015, six months ended September 30, 2016 and year ended March 31, 2016 respectively. Considering the special nature of this expense and its impact on the profit of the Company, the same has been recognised as an exceptional item.

6 Based on a direction received from SEBI during the year ended March 31, 2016 , the Company has charged an amount of ₹ 460 Lakh to the Statement of Stanalone Financial Results which is to be reimbursed to The Stock Exchange Investor's Protection Fund (BSE IPF) towards Contribution to the IFRS Foundation pertaining to earlier years. Considering the nature of the expense and its impact on the profit of the Company, the same has been disclosed as an exceptional item.

7 Based on SEBI Regulations, the Company is required to divest its stake in Central Depository Services (India) Limited (CDSL) to 24% of the Share Capital of CDSL. Subsequent to the six months ended September 30, 2016, the Company has transferred 4.15% equity stake of CDSL. The Company holds 50.05% equity stake in CDSL post the sale.

8 Reconciliation of Statement of Profit and Loss as previously reported under IGAAP to Ind-AS

₹ in Lakh

Particulars	**For the quarter ended September 30, 2015 (Unaudited)**	**For the six months ended September 30, 2015 (Audited)**	**For the year ended march 31, 2016 (Audited)**
Net Profit after tax as reported under previous GAAP	2,384	6,714	10,612
Reversal of Contribution to Core SGF Prior Period Item adjusted to Opening Retained Earnings	-	2,579	2,579
Remeasurement of defined benefit plans recognised in Other Comprehensive Income	52	44	(8)
Effect of measuring investments at Fair Value through profit or loss	24	53	97
Effect of measuring investments at effective interest rate	31	29	59
Reversal of amortisation of Goodwill / Impairment loss on Goodwill	195	390	-
Deferred taxes adjustments	(83)	(159)	(51)
Others	(2)	(2)	(2)
Net Profit for the quarter / period / year as per Ind AS	**2,601**	**9,648**	**13,286**
Other Comprehensive Income	(34)	(29)	5
Total Comprehensive Income for the quarter/ period / year as per Ind AS	**2,567**	**9,619**	**13,291**

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

For and on behalf of Board of Directors of
BSE LIMITED

Ashishkumar Chauhan
Managing Director & CEO

Mumbai, October 28, 2016