

AUDITORS' REPORT

To,
The Members,
NATIONAL STOCK EXCHANGE OF INDIA LIMITED

1. We have audited the attached Balance Sheet of **NATIONAL STOCK EXCHANGE OF INDIA LIMITED**, as at 31st March, 2008 and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, and read with the amendments made by the Companies (Auditors' Report) (Amendment) Order 2004, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records as we considered appropriate and according to the information and explanations given to us during the course of audit, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent they are applicable to the Company.
4. Further to our comments in the Annexure referred to above, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of the representations received from the Directors as on 31st March, 2008 and taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2008 from being appointed as a Director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;

- f) In our opinion and to the best of information and according to the explanations given to us, the said accounts read together with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2008;
 - ii) in the case of the Profit & Loss Account, of the Profit of the Company for the year ended on that date; and
 - iii) in the case of cash flow statement, of the cash flows for the year ended on that date.

For **KHANDELWAL JAIN & CO.,**
Chartered Accountants,

(PANKAJ JAIN)
PARTNER
Membership No.: 48850

Place : Mumbai.
Date : April 29, 2008

ANNEXURE TO THE AUDITORS' REPORT

Annexure referred to in paragraph 3 of Auditors' Report of even date to the members of NATIONAL STOCK EXCHANGE OF INDIA LIMITED on the financial statements for the year ended March 31, 2008

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- b) The Company has physically verified the fixed assets in accordance with a programme of verification which in our opinion provides for physical verification of all fixed assets at reasonable intervals except for VSAT equipments lying with third parties for which confirmations are generally obtained or electronically confirmed. We have been informed that no material discrepancies were noticed on such verification.
- c) No substantial part of fixed assets of the Company has been disposed off during the year.
- ii) a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act.
- b) The Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of the Act.
- iii) In our opinion, there is an adequate internal control procedure commensurate with the size of the Company and the nature of its business, for purchase of fixed assets and for rendering of services. During the course of our audit, we have not observed any major weakness in the internal control systems.
- iv) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the Company has not entered into any contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956.
- v) The Company has not accepted any deposits during the year from the public within the meaning of the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the rules made thereunder.
- vi) In our opinion, the Company has an internal audit system which is commensurate with the size of the Company and the nature of its business.
- vii) We are informed that no cost records are required to be maintained by the Company under Section 209(1)(d) of the Companies Act, 1956.
- viii) a) According to the information and explanations given to us and the records examined by us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service-tax, custom duty, excise duty, cess and any other statutory dues wherever applicable.

- b) According to the records of the Company, the dues of sales-tax, income-tax, customs, wealth-tax, service tax, excise duty, cess which have not been deposited on account of disputes and the forum where the dispute is pending are as under:

Sr. No.	Name of the Statute	Nature of the Dues	Period to which amount relates	Amount (Rs. in lacs)	Forum where dispute is Pending
1.	Income Tax Act, 1961	Income Tax	2002-2003	53.84	Commissioner of Income Tax (Appeals), Mumbai
			2002-2003	595.78	Income Tax Appellate Tribunal, Mumbai
			2003-2004	623.20	Commissioner of Income Tax (Appeals), Mumbai
			2004-2005	393.65	
2.	Wealth Tax Act, 1957	Wealth Tax	2000-2001	10.74	Income Tax Appellate Tribunal, Mumbai - Wealth Tax Bench
3.	Employees State Insurance Act, 1948	ESIC Contribution	1993-1999	10.09	Assistant Director – ESIC, Mumbai
4.	Mumbai Municipal Corporation Act, 1888	Property Tax	2006-2007	344.00	Assistant Assessor & Collector, Municipal Corporation of Greater Mumbai
			2007-2008	508.30	
5.	Finance (No.2) Act, 2004-Chapter VII	Securities Transaction Tax	2004-2005	131.26	Commissioner of Income Tax (Appeals), Mumbai
			2005-2006	614.22	

- ix) The Company did not have any accumulated losses at the end of the financial year, nor had it incurred any cash loss during the financial year or in the immediately preceding financial year.
- x) The Company has not taken any loan from banks or financial institutions and the Company has not issued any debentures.
- xi) The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xii) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- xiii) The Company has not taken any term loans during the year.

- xiv) According to the information and explanations given to us and on an examination of the Balance Sheet of the Company, we report that, on an overall basis, funds raised on short term basis have prima facie, not been used during the year for long term investment.
- xv) The Company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- xvi) The Company has not issued any Debentures during the year and there were no debenture outstanding at the year-end.
- xvii) The Company has not raised any money by public issue during the year.
- xviii) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on the Company or by the Company has been noticed or reported during the course of our audit.
- xix) The other clauses 4(ii), 4(xiii) and 4(xiv) of para 4 of the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditors' Report) (Amendment) Order 2004, are not applicable to company.

For **KHANDELWAL JAIN & CO.**
Chartered Accountants

(PANKAJ JAIN)
PARTNER
Membership No.: 48850

Place : Mumbai.

Date : April 29, 2008

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

BALANCE SHEET AS AT MARCH 31, 2008

	Schedule	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
I SOURCES OF FUNDS			
1. Shareholders' Funds			
a Share Capital	1	4,500.00	4,500.00
b Reserves & Surplus	2	140,412.44	93,644.83
2. Deposits (Unsecured)			
a Deposits from trading members(Refer Note no.10)		79,884.80	73,885.99
b Deposits from applicants for membership		2,734.00	2,719.00
c Deposits towards equipments		7,796.08	5,397.40
3. Deferred Tax Liabilities (Refer Note no.21)		1,340.08	957.71
TOTAL		<u>236,667.40</u>	<u>181,104.93</u>
II APPLICATION OF FUNDS			
1. Fixed Assets			
a Gross Block	3	83,679.62	71,388.62
Less: Depreciation till date		<u>45,434.80</u>	<u>41,795.69</u>
Net Block		38,244.82	29,592.93
b Capital work in progress (including capital advances)		<u>1,900.69</u>	<u>1,175.74</u>
		40,145.51	30,768.67
2. Investments	4	65,725.02	74,922.08
3. Current Assets, Loans and Advances			
a Current Assets	5	196,381.54	123,313.18
b Loans & Advances		<u>5,946.96</u>	<u>3,652.64</u>
		202,328.50	126,965.82
Less: Current Liabilities & Provisions	6	<u>71,531.63</u>	<u>51,552.89</u>
Net Current Assets		130,796.87	75,412.93
4. Miscellaneous Expenditure (To the extent not written off or adjusted)	7	-	1.25
TOTAL		<u>236,667.40</u>	<u>181,104.93</u>
Notes forming part of the accounts	14		

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2008

Schedule	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
INCOME		
Transaction charges	74,615.16	41,355.83
Annual subscription	949.64	567.52
Book building Fees	1,936.40	1,058.80
Listing fees	1,079.31	980.22
Operational Expenses Recovery	8 4,754.86	4,787.67
Interest income	9 2,014.11	2,248.69
Other Investment Income	10 11,487.64	5,804.58
Other income	11 7,033.18	5,550.03
TOTAL	103,870.30	62,353.34
EXPENDITURE		
Operating, Administration & other expenses	12 14,724.18	11,012.77
Clearing & Settlement charges	7,322.77	4,510.79
Payments to and provision for employees	13 3,941.94	2,689.37
Depreciation (Refer Note no. 1d)	4,386.33	2,995.08
TOTAL	30,375.22	21,208.01
Profit before prior-period adjustments and non-recurring item	73,495.08	41,145.33
Add/(Less) : Prior-period adjustments	(16.27)	8.54
Profit before non-recurring item	73,478.81	41,153.87
Add : Profit on shares bought back by a subsidiary	-	6,487.50
Profit before tax	73,478.81	47,641.37
Less : Provision for tax		
- Current tax	20,900.00	12,000.00
- Wealth tax	20.00	21.00
- Fringe Benefit Tax	50.00	44.00
- Deferred tax	382.37	88.93
- Short provision of tax of earlier years	0.92	-
Profit after tax	52,125.52	35,487.44
Surplus brought forward from previous year	2,406.30	1,872.77
Profit available for appropriation	54,531.82	37,360.21
Appropriations :		
- General reserve	43,600.00	31,500.00
- Investor Compensation Reserve	326.79	-
- Proposed dividend	4,500.00	2,925.00
- Corporate dividend tax	764.78	497.10
- Staff welfare reserve	27.81	31.81
- Balance carried to balance sheet	5,312.44	2,406.30
	54,531.82	37,360.21
Basic/Diluted Earnings per share (Rs.) (Refer Note No.20)	115.83	78.86
Basic/Diluted Earnings per share(excluding non-recurring item) (Refer Note No.20)	115.83	64.44

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
SCHEDULE 1 : SHARE CAPITAL		
Authorised		
5,00,00,000 (Previous Year 5,00,00,000)Equity Shares of Rs 10 Each.	<u>5,000.00</u>	<u>5,000.00</u>
Issued, Subscribed and Paid-up		
4,50,00,000 (Previous year 4,50,00,000) Equity shares of Rs.10 each fully paid up.	4,500.00	4,500.00
TOTAL	<u>4,500.00</u>	<u>4,500.00</u>

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
SCHEDULE 2 : RESERVES & SURPLUS		
Share Premium		
As per last balance sheet	4,000.00	4,000.00
Investor Compensation Reserve		
As per last balance sheet	738.53	738.53
Less : Expenses Transferred from Profit & Loss account	65.32	-
Add : Transferred from profit & loss account	<u>326.79</u>	<u>-</u>
	1,000.00	738.53
Technology Upgradation Reserve		
As per last balance sheet	10,000.00	10,000.00
Staff Welfare Reserve		
As per last balance sheet	100.00	100.00
Less: Expenses incurred Transferred from profit & loss account	27.81	31.81
Add : Transferred from profit & loss account	<u>27.81</u>	<u>31.81</u>
	100.00	100.00
General Reserve		
As per last balance sheet	76,400.00	44,900.00
Add : Transferred from profit & loss account	<u>43,600.00</u>	<u>31,500.00</u>
	120,000.00	76,400.00
Balance in profit & loss account	5,312.44	2,406.30
TOTAL	<u>140,412.44</u>	<u>93,644.83</u>

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 3: FIXED ASSETS (Note No 1c,1d,1e&15)

(Rs in Lacs)

SR NO	DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As On April 1, 2007	Additions 2007-2008	Deductions 2007-2008	As On March 31, 2008	Total Upto March 31, 2007	For The Year	Deductions 2007-2008	Total Upto March 31, 2008	As On March 31, 2008	As On March 31, 2007
	<u>Tangible Assets</u>										
1	Land	330.79	-	-	330.79	-	-	-	-	330.79	330.79
2	Leasehold Land	10,761.42	-	-	10,761.42	1,475.24	129.54	0.00	1,604.78	9,156.64	9,286.18
3	Building	12,560.79	-	4.00	12,556.79	1,211.30	204.74	0.48	1,415.56	11,141.23	11,349.49
4	Trading Systems	15,927.13	5,023.01	663.75	20,286.39	13,384.61	1,621.16	381.09	14,624.68	5,661.71	2,542.52
5	Computer Systems Office Automation	1,006.90	121.33	94.69	1,033.54	776.54	131.89	94.71	813.72	219.82	230.36
6	Computer Systems Others	1,273.64	1,267.25	90.37	2,450.52	794.00	382.21	84.99	1,091.22	1,359.30	479.64
7	Telecommunication Systems	18,277.67	5,193.62	67.28	23,404.01	17,250.09	938.75	67.19	18,121.65	5,282.36	1,027.58
8	Office Equipments	2,616.63	345.47	87.60	2,874.50	1,308.39	245.93	75.43	1,478.89	1,395.61	1,308.24
9	Electrical Equipment & Installations	2,117.73	394.69	5.89	2,506.53	725.96	124.72	2.76	847.92	1,658.61	1,391.77
10	Furniture & Fixtures	1,724.23	414.56	62.57	2,076.22	830.70	175.25	40.57	965.38	1,110.84	893.53
	<u>Intangible Assets</u>										
11	Computer Software	4,791.69	607.22	-	5,398.91	4,038.86	432.14	-	4,471.00	927.91	752.83
	TOTAL	71,388.62	13,367.15	1,076.15	83,679.62	41,795.69	4,386.33	747.22	45,434.80	38,244.82	29,592.93
	Previous Year	68,990.88	3,147.16	749.42	71,388.62	39,108.36	2,995.08	307.75	41,795.69	29,592.93	-

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
A) QUOTED						
BONDS						
Taxfree						
10.50% Indian Railway Finance Corporation Ltd.	30-Mar-08	140,000	1,000.00	140,000,000	-	1,457.41
5.30% Nuclear Power Corporation of India Ltd.	31-Dec-12	300	100,000.00	30,000,000	300.00	300.00
9.00% Nuclear Power Corporation of India Ltd.	31-Mar-15	1,000	100,000.00	100,000,000	1,068.08	1,077.83
5.50% Nuclear Power Corporation of India Ltd.	14-Aug-13	200	100,000.00	20,000,000	200.00	200.00
10.40% Power Finance Corporation	12-Oct-08	1,000	100,000.00	100,000,000	1,026.46	1,076.04
9.00% Indian Railway Finance Corporation Ltd.	28-Feb-15	50	1,000,000.00	50,000,000	500.00	500.00
5.25% Nuclear Power Corporation of India Ltd.	23-Mar-14	100	1,000,000.00	100,000,000	1,000.00	1,000.00
8.70% Power Finance Corporation	15-Oct-09	1,050	100,000.00	105,000,000	1,099.82	1,132.16
8.25% Rural Electrification Corporation Ltd.	22-Feb-10	175	1,000,000.00	175,000,000	1,835.09	1,880.01
10.40% Nuclear Power Corporation of India Ltd.	13-Nov-07	1,000	40,000.00	40,000,000	-	409.19
7.75% Indian Railway Finance Corporation Ltd.	30-Mar-11	82	1,000,000.00	82,000,000	847.64	856.87
5.00% National Bank for Agricultural & Rural Development	1-Oct-08	5,000	10,000.00	50,000,000	483.25	483.25
5.10% National Bank for Agricultural & Rural Development	14-Feb-08	5,000	10,000.00	50,000,000	-	487.75
5.10% National Bank for Agricultural & Rural Development	19-Mar-08	5,000	10,000.00	50,000,000	-	486.10
5.20% Indian Railway Finance Corporation Ltd.	30-Mar-08	20	1,000,000.00	20,000,000	-	196.23
				TOTAL (A)	8,360.34	11,542.84
B) UNQUOTED						
BONDS						
Taxable						
5.50% Rural Electrification Corporation Ltd.	31-Aug-10	500	10,000.00	5,000,000	50.00	-
5.25% National Bank for Agricultural & Rural Development	30-Jun-08	494	10,000.00	4,940,000	49.40	49.40
5.00% National Bank for Agricultural & Rural Development	31-Mar-09	460	10,000.00	4,600,000	46.00	46.00
5.15% Rural Electrification Corporation Ltd.	31-Jul-07	18,000	10,000.00	180,000,000	-	1,800.00
5.00% National Bank for Agricultural & Rural Development	31-May-07	19,800	10,000.00	198,000,000	-	1,980.00
5.50% Rural Electrification Corporation Ltd.	31-Mar-08	5,000	10,000.00	50,000,000	-	499.08
5.50% National Housing Bank	31-Dec-08	5,600	10,000.00	56,000,000	560.00	560.00
5.20% National Bank for Agricultural & Rural Development	31-May-10	2,000	10,000.00	20,000,000	200.00	200.00
5.50% Rural Electrification Corporation Ltd.	1-Aug-11	7,085	10,000.00	70,850,000	708.50	708.50
5.50% National Highway Authority of India	30-Jul-09	50,000	10,000.00	500,000,000	5,000.00	5,000.00
				Sub-Total (i)	6,613.90	10,842.98

Debentures

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2008 (Rs. in Laacs)	As at 31.3.2007 (Rs. in Laacs)
HSBC Fixed Term Series -33 -Growth Option	8-Sep-08	5,950,000.00	10.00	59,500,000	595.00	-
HSBC Fixed Term Series -22 -Inst Growth Option	22-Apr-08	5,000,839.13	10.00	50,008,391	500.08	500.08
HSBC Fixed Term Series -36 -Inst Growth Option	7-Oct-08	5,000,000.00	10.00	50,000,000	500.00	-
HSBC Fixed Term Series-I Growth	4-Jun-07	5,000,000.00	10.00	50,000,000	-	500.00
HSBC Fixed Term Series IX	3-Jul-07	10,000,000.00	10.00	100,000,000	-	1,000.00
ING Vysya Fixed Mat Fund-Ser-VII	20-Jul-07	5,000,000.00	10.00	50,000,000	-	500.00
ING Vysya FMP Series - 31 -Instl. Growth	25-Sep-08	6,371,091.50	10.00	63,710,915	637.10	-
JM MF FMP Series IV- 15 Months Plan 2- Growth	20-Aug-08	8,385,453.94	10.00	83,854,539	838.54	-
JM MF FMP Series VII- 18 Months Plan- Growth	20-Apr-09	5,000,662.93	10.00	50,006,629	500.07	-
JM MF FMP Series VII- 15 Months Plan 1- Instl.Growth	9-Apr-09	5,000,812.25	10.00	50,008,122	500.08	-
Kotak FMP 12M Series 4- Instl.Growth	10-Nov-08	4,306,134.94	10.00	43,061,349	430.61	-
Kotak FMP 14M Series 1 Growth Option	28-Apr-08	5,000,878.71	10.00	50,008,787	500.09	500.09
Kotak FMP 15M Series 3R Growth	18-Aug-08	5,281,046.67	10.00	52,810,467	528.10	-
Kotak FMP 15M Series I Growth	14-Jan-08	5,570,874.12	10.00	55,708,741	-	557.09
Kotak FMP 16M Series 2 Instl. Growth	18-May-09	6,140,245.15	10.00	61,402,452	614.02	-
Kotak FMP 17M Series 1 Growth	11-May-09	4,000,652.60	10.00	40,006,526	400.06	-
Kotak FMP Series 26	12-Oct-07	5,000,000.00	10.00	50,000,000	-	500.00
Kotak FMP Series XIV	19-Apr-07	15,000,000.00	10.00	150,000,000	-	1,500.00
Kotak FMP Series XXI	17-May-07	14,987,555.44	10.00	149,875,554	-	1,498.76
LIC MF Fixed Maturity Plan Series -15	19-Nov-07	5,000,929.78	10.00	50,009,298	-	500.09
Lotus India FMP 14 Mths Series III Instl. Growth	24-Apr-09	5,000,976.96	10.00	50,009,770	500.09	-
Lotus India FMP 15 Mths Series II Instl. Growth	23-Apr-09	7,501,283.94	10.00	75,012,839	750.12	-
Lotus India FMP 16 Mths Series I	19-May-08	3,000,000.00	10.00	30,000,000	300.00	300.00
Lotus India FMP 18 Mths Series I Growth	22-May-09	5,000,000.00	10.00	50,000,000	500.00	-
Lotus India FMP 375 Days Series V Growth	1-Dec-08	5,000,000.00	10.00	50,000,000	500.00	-
Principal PNB Fixed Maturity Plan 385 Days Series VI Instl. Growth	11-Dec-08	5,000,000.00	10.00	50,000,000	500.00	-
Principal PNB Fixed Maturity Plan 385 Days Series II	27-Jun-07	5,000,000.00	10.00	50,000,000	-	500.00
Principal PNB Fixed Maturity Plan 460 Days Series II	12-Nov-07	5,000,000.00	10.00	50,000,000	-	500.00
Principal PNB Fixed Maturity Plan 460 Days-Series I	20-May-07	14,992,548.90	10.00	149,925,489	-	1,499.25
Principal PNB Fixed Maturity Plan 540 Days-Series I	4-Jul-08	5,350,881.74	10.00	53,508,817	535.09	535.09
Principal PNB Fixed Maturity Plan Series V(FMP-39) 385 Days	11-Dec-08	5,000,815.18	10.00	50,008,152	500.08	-
Prudential ICICI Fixed Maturity Plan Series 34 15 Months Feb07	2-Jun-08	10,001,739.55	10.00	100,017,396	1,000.17	1,000.17
Prudential ICICI Fixed Maturity Plan 41 16 Month Instl Growth	21-Apr-09	5,000,000.00	10.00	50,000,000	500.00	-
Prudential ICICI Fixed Maturity Plan 42 13 Month Instl Growth	13-May-09	5,000,000.00	10.00	50,000,000	500.00	-
Prudential ICICI Fixed Maturity Plan Series 34 1 Year Plan A Inst Growth Option	16-Nov-07	10,001,623.54	10.00	100,016,235	-	1,000.16
Prudential ICICI Fixed Maturity Plan Series 41 14 Month Plan Inst Growth	13-Apr-09	4,210,744.93	10.00	42,107,449	421.07	-
Prudential ICICI Fixed Maturity Plan Series 34 16 Months	26-May-08	8,204,254.13	10.00	82,042,541	820.43	820.43
Prudential ICICI Fixed Maturity Plan Series 34 18 Months	28-May-08	6,901,142.97	10.00	69,011,430	690.11	690.11
Prudential ICICI Fixed Maturity Plan Series 39 18 Month Growth	27-Apr-09	5,000,000.00	10.00	50,000,000	500.00	-
Prudential ICICI Fixed Maturity Plan Series 25 Institutional -Growth	9-Apr-07	4,664,483.69	10.00	46,664,837	-	500.00
Prudential ICICI Interval Annual Plan-I Instl. Cum	21-Aug-08	5,000,847.11	10.00	50,008,471	500.08	-

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2008 (Rs. in Laacs)	As at 31.3.2007 (Rs. in Laacs)
Prudential ICICI FMP Series-28	14-May-07	15,000,000.00	10.00	150,000,000	-	1,500.00
Prudential ICICI-Fixed Maturity Plan	27-Apr-07	5,000,000.00	10.00	50,000,000	-	500.00
Prudential ICICI Fixed Maturity Plan Series 35 1 Year	23-Apr-08	3,690,763.55	10.00	36,907,635	369.08	-
Reliance Fixed Horizon Fund 4 Annual Plan Series 7	29-Apr-09	6,150,000.00	10.00	61,500,000	615.00	-
Reliance Fixed Horizon Fund I Annual Plan Series I	5-Sep-07	10,000,000.00	10.00	100,000,000	-	1,000.00
Reliance Fixed Horizon Fund -I-Annual Plan-Series-III	3-Dec-07	5,640,000.00	10.00	56,400,000	-	564.00
Reliance Fixed Horizon Fund -3-Annual Plan-Series-4	12-Apr-08	10,000,000.00	10.00	100,000,000	1,000.00	1,000.00
Reliance Fixed Horizon Fund -3-Annual Plan-Series-6	2-Jun-08	10,000,000.00	10.00	100,000,000	1,000.00	-
Reliance Fixed Horizon Fund -4-Annual Plan-Series-8 Instl. Growth	4-May-09	5,450,000.00	10.00	54,500,000	545.00	-
SBI -SDFS-13 Months Growth Option	13-Dec-07	7,401,135.91	10.00	74,011,359	-	740.11
Standard Chartered Fixed Maturity Plan 7 Growth	23-Apr-08	5,000,000.00	10.00	50,000,000	500.00	-
Standard Chartered Fixed Maturity Plan -Ys 2-Growth Option	3-Apr-08	5,000,000.00	10.00	50,000,000	500.00	500.00
Standard Chartered MF YS 10 Growth	5-Sep-08	7,220,000.00	10.00	72,200,000	722.00	-
Sundaram BNP Fixed Term Plan Series 21- 16 M Growth	28-Apr-08	7,150,000.00	10.00	71,500,000	715.00	715.00
Sundaram BNP 13 Month Fixed Term Plan E Instl. Growth	27-Apr-09	5,000,916.27	10.00	50,009,163	500.09	-
Sundaram BNP Fixed Term Series 14 M Plan B Instl. Growth	14-Apr-09	5,000,000.00	10.00	50,000,000	500.00	-
Tata Fixed Horizon Fund Series 10 Scheme H Growth	23-Jun-08	16,428,000.00	10.00	164,280,000	1,642.80	-
Tata Fixed Horizon Fund Series 13 Scheme C Growth	20-Aug-08	10,000,000.00	10.00	100,000,000	1,000.00	-
Tata Fixed Horizon Fund Series 14 Scheme A Growth	27-Aug-08	5,250,000.00	10.00	52,500,000	525.00	-
Tata Fixed Horizon Fund Series 12 Scheme A Growth	7-Jul-08	5,000,000.00	10.00	50,000,000	500.00	-
Tata Fixed Horizon Fund Series 13 Scheme E Growth	9-Jun-09	5,000,000.00	10.00	50,000,000	500.00	-
Tata Fixed Horizon Fund Series 13 Scheme B Growth	18-Aug-08	6,520,000.00	10.00	65,200,000	652.00	-
Tata Fixed Horizon Fund Series 2 Plan C	1-Aug-07	15,000,000.00	10.00	150,000,000	-	1,500.00
Tata Fixed Horizon Fund Series 2-Growth-Plan-B	5-Jun-07	5,000,000.00	10.00	50,000,000	-	500.00
Tata Fixed Horizon Fund Series 6	3-Sep-07	5,000,000.00	10.00	50,000,000	-	500.00
Tata Fixed Horizon Fund Series 6 Scheme - B 13 M Growth Option	19-Dec-07	8,500,000.00	10.00	85,000,000	-	850.00
Tata Fixed Horizon Fund Series 6 Scheme - C 13 M Option	7-Apr-08	5,000,000.00	10.00	50,000,000	500.00	500.00
Tata Fixed Horizon Fund-Series 3-Scheme C	2-Apr-07	7,135,749.94	10.00	71,357,499	-	713.57
Tata Fixed Horizon Fund-Series 3-Scheme F	13-Aug-07	15,000,000.00	10.00	150,000,000	-	1,500.00
Templeton Fixed Horizon Fund Series II Plan A - Growth	2-Jun-08	15,000,000.00	10.00	150,000,000	1,500.00	-
Templeton Fixed Horizon Fund Series 1-15 Mths Inst Growth	29-Apr-08	4,500,000.00	10.00	45,000,000	450.00	450.00
UTI - Fixed Maturity Plan -Yfmp(08-06)	19-Sep-07	5,000,000.00	10.00	50,000,000	-	500.00
UTI - Fixed Inc. Interval Fund (Ann. Interval plan) Series I	17-Jul-08	5,000,540.80	10.00	50,005,408	500.05	-
UTI - Fixed Inc. Interval Fund (Ann. Interval plan) Series II	18-Aug-08	6,380,960.20	10.00	63,809,602	638.09	-
UTI Fixed Maturity Plan -Yfmp(05-07).Growth	11-Jul-08	10,001,186.30	10.00	100,011,863	1,000.01	-
UTI Fixed Maturity Plan -Yfmp(09-06).	20-Oct-07	5,000,791.08	10.00	50,007,911	-	500.08
UTI- Fixed Term Income Fund- Series I- Plan 16 Growth	10-Apr-08	8,881,453.44	10.00	88,814,534	888.35	888.16
UTI- Fixed Term Income Fund- Series II- Plan 16 Growth	25-Jun-08	5,000,848.78	10.00	50,008,488	500.08	500.09
UTI- Fixed Term Income Fund- Series III Growth	22-Apr-09	5,000,843.48	10.00	50,008,435	500.08	-
UTI Fixed Term Income Fund Series Plan 18-Growth	8-Jul-07	15,000,000.00	10.00	150,000,000	-	1,500.00
UTI-Fixed Maturity Plan-YFMP(06/06)	30-Jul-07	5,000,000.00	10.00	50,000,000	-	500.00

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 4 : INVESTMENTS (Note No.1f)

LONG TERM INVESTMENTS (AT COST)

	Maturity Date	Number of Units	Face Value per Unit (Rs.)	Face value (Rs.)	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
Sub-Total (iii)					46,435.53	48,223.51
EQUITY SHARES						
In Subsidiary Companies						
National Securities Clearing Corporation Ltd.		45,000,000	10.00	450,000,000	562.50	562.50
NSE.IT LTD.		10,000,010	10.00	100,000,100	1,000.00	1,000.00
DotEx International Ltd.		12,000,000	10.00	120,000,000	68.99	68.99
NSE Infotech Services Ltd		50,000	10.00	500,000	5.00	5.00
National Commodity Clearing Ltd.		3,087,500	10.00	30,875,000	308.75	308.75
India Index Services & Products Ltd. (Refer Note no.22)		663,000	10.00	6,630,000	67.02	67.02
In Other Companies						
National Securities Depository Ltd.		12,500,001	10.00	125,000,010	1,250.49	1,250.49
National Commodity & Derivative Exchange Ltd.		4,500,010	10.00	45,000,100	450.00	450.00
MCX Limited		2,000,000	5.00	10,000,000	100.00	100.00
Power Exchange India Ltd		24,975	10.00	249,750	2.50	-
Sub-Total (iv)					3,815.25	3,812.75
TOTAL B (i to iv)					57,364.68	63,379.24
GRAND TOTAL (A+B)					65,725.02	74,922.08

Notes :

1. Aggregate Market value of quoted investments is Rs 8576.21 Lacs.(Previous Year Rs.11,669.05 Lacs)

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
SCHEDULE 5 : CURRENT ASSETS, LOANS & ADVANCES		
A: CURRENT ASSETS		
Interest Accrued		
On Investments	677.56	940.09
On Bank Deposits	284.53	198.87
	962.09	1,138.96
Sundry Debtors		
<u>Outstanding for a period of over six months</u>		
Considered good [Unsecured Rs. 11.92 Lacs (Previous year Rs.21.29 Lacs)]	81.45	84.94
Considered doubtful	3.51	0.52
	84.96	85.46
Less : Provision for doubtful debts	3.51	0.52
	81.45	84.94
<u>Other debts</u>		
Considered good [Unsecured Rs 1022.22 Lacs (Previous year Rs.119.02 Lacs)]	10,954.64	7,351.07
(Includes dues from a Subsidiary company amounting to Rs. 320.04 lacs[(Previous year Rs. 116.08 lacs)]	10,954.64	7,351.07
	11,036.09	7,436.01
Cash and Bank Balances		
Cash in hand	0.65	0.94
Balances with Scheduled Banks		
In Current accounts	5,034.27	2,296.76
In Deposit accounts - Fixed deposits *	10,258.83	9,130.86
	15,293.75	11,428.56
Short term Investments (Refer Note No. 1f & 11)	169,089.61	103,309.65
	196,381.54	123,313.18
* Includes Fixed Deposits earmarked towards Defaulters Committee Funds Rs. 3891.71 Lacs(Previous year Rs.3656.81 Lacs), towards SEBI Registration Fees held back from the deposits of surrendered members Rs.10.23 lacs (Previous year Rs.9.58 Lacs) as per SEBI directives, Rs.6290.25 Lacs (Previous Year Rs.5436.03 Lacs) towards deposits received from companies as per prelisting requirement and Rs.66.64 lacs (Previous Year Rs.28.44 lacs) towards deposit kept against money called for Investigation which is lying with Investigating authorities		
B : LOANS & ADVANCES		
Secured, Considered Good		
Loans to employees (Refer Note No.5)	45.98	97.24
Unsecured , considered good		
Advances recoverable in cash or in kind or for value to be received	1,101.07	790.23
Advance To Subsidiaries	390.49	207.70
Advance Property Tax (Refer Note No 2(vii))	485.70	325.00
Taxes paid including TDS (Net of Provisions)	3,730.59	2,110.70
Deposit for premises	108.44	51.11
Other deposits	84.69	70.66
	5,946.96	3,652.64
TOTAL	202,328.50	126,965.82

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
SCHEDULE 6 : CURRENT LIABILITIES & PROVISIONS		
A: CURRENT LIABILITIES		
Sundry creditors (Refer Note No.13)	5,913.36	3,568.18
Subsidiary Companies	211.83	229.13
Security Deposit-Listing agreement	6,344.34	5,320.10
Deposit - Premises	1,635.91	1,186.44
Other deposits	39.84	37.50
Income received in advance	1,701.89	1,121.95
Securities Transaction Tax Payable	44,656.17	32,271.59
Tax deducted at source - payable	376.50	227.18
Defaulters Committee Account	3,970.00	3,730.47
Deposits of surrendered members - SEBI Reg. Fees	10.72	10.06
Other liabilities	1,150.54	275.85
	66,011.10	47,978.45
B : PROVISIONS		
Leave encashment (Refer Note No. 1h (iv))	255.75	152.33
Proposed dividend	4,500.00	2,925.00
Corporate dividend tax	764.78	497.10
	5,520.53	3,574.43
TOTAL	71,531.63	51,552.88

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31.3.2008 (Rs. in Lacs)	As at 31.3.2007 (Rs. in Lacs)
SCHEDULE 7 : MISCELLANEOUS EXPENDITURE		
(To the extent not written off or adjusted)		
Share Issue expenditure (Refer Note No.1i)	-	1.25
TOTAL	-	1.25

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
SCHEDULE 8 : OPERATIONAL EXPENSES RECOVERY		
VSAT expenses recovery (Refer Note No. 9)	2,707.67	3,545.05
TBTN expenses recovery	1,775.40	1,242.62
Others	271.79	-
TOTAL	4,754.86	4,787.67

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
SCHEDULE 9 : INTEREST INCOME		
On Investments		
-Short Term (TDS Rs.Nil, Previous Year Rs Nil) (Including Taxfree Income Rs. Nil, Previous Year Rs.18.22 Lacs)	-	18.22
-Long Term (TDS Rs.4.20 lacs , Previous Year Rs.2.47 lacs) (Including Taxfree Income Rs.872.66 Lacs, Previous Year Rs. 914.65 Lacs)	1,378.89	1,445.46
On Bank Deposits (TDS Rs.111.30 lacs Previous Year Rs.139.68 Lacs)	509.70	645.18
On Inter Corporate Deposits (TDS Rs Nil , Previous Year Rs 6.10 lacs)	-	27.20
On Others (TDS Rs Nil Lacs, Previous year Rs 0.04 Lacs)	125.52	112.63
TOTAL	2,014.11	2,248.69

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
SCHEDULE 10 : OTHER INVESTMENT INCOME :		
Profit/ (Loss) on sale/redemption of Long Term investments	3,403.56	456.08
Profit/(Loss) on sale/redemption of Short Term investments	6,207.81	3,538.51
Dividend on Investment:		
Long Term :		
from Subsidiary Companies	109.94	706.63
from Others	306.00	397.45
Short Term	1,460.33	705.91
TOTAL	11,487.64	5,804.58

NATIONAL STOCK EXCHANGE OF INDIA LIMITED
SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
SCHEDULE 11 : OTHER INCOME		
Usage charges (TDS Rs 100.93 lacs,Previous Year Rs.63.05 lacs)	592.82	432.11
NCFM Registration & Test enrolment Fees	2,185.20	1,645.91
Fines	583.20	1,261.09
Rent Income(TDS Rs 565.40 Lacs,Previous Year Rs.408.97 Lacs)	2,505.23	1,907.37
Sundry Credit Balances Written Back	-	2.40
Miscellaneous income	1,166.73	301.15
TOTAL	7,033.18	5,550.03

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
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NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
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**SCHEDULE 12 : OPERATING, ADMINISTRATION
& OTHER EXPENSES**

Rent	306.62	186.12
Transponder lease charges	436.51	323.46
Licence fee for operating VSAT network	489.47	470.44
Licence fees for Index	410.53	264.36
Lease line charges	446.53	241.57
Repairs & maintenance		
- To buildings	258.89	184.87
- To computers, trading & telecommunication systems	4,089.76	3,677.81
- To others	174.27	148.77
IT management and consultancy charges	530.19	492.60
Insurance	101.99	72.05
Rates & taxes	158.91	160.08
Postage, telephone and fax charges	151.30	118.16
Advertisement & publicity	2,741.93	693.33
Printing & stationary and consumables	259.11	195.27
Legal & Professional fees	490.47	509.17
Travelling & Conveyance expenses	351.35	265.85
Auditors' remuneration		
- Audit fees	6.74	5.05
- Tax audit fees	1.30	1.30
- Taxation matters	1.33	2.36
- Certification matters	2.46	1.95
- Other matters	0.37	1.11
Electricity charges	497.13	312.93
Directors' sitting fees	12.40	12.80
Software expenses (Refer Note no : 1e)	604.46	149.23
Contribution to Investor protection fund trust	444.62	1,014.19
Investor education expenses	235.33	503.82
Compensation paid to Investors	65.32	
Less : Transferred to Investor Compensation Reserve	65.32	-
SEBI Regulatory Fees	307.93	253.09
Bad debts/Sundry balance written off (Refer Note No. 1b(ii))	1.05	72.26
Provision for Bad and Doubtful debts	3.51	-
Preliminary & share issue expenses written off (Refer Note No 1i)	1.25	1.25
Loss on sale /discard of assets (Net)	172.86	23.22
Amortisation of Premium on Govt/Debt Securities (Refer Note No 1f)	212.33	227.38
Other Expenses	821.28	426.92
TOTAL	14,724.18	11,012.77

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended 31.03.2008 (Rs. in Lacs)	For the year ended 31.03.2007 (Rs. in Lacs)
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SCHEDULE 13 : PAYMENTS TO AND PROVISIONS FOR EMPLOYEES

Salaries and allowances (Refer Note No. 4)	3,675.46	2,452.57
Contribution to Provident and other funds (Refer Note No.1h)	164.76	174.17
Employees' welfare expenses	129.53	94.44
Less : Transferred to Staff Welfare Reserve	27.81	31.81
TOTAL	3,941.94	2,689.37

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

SCHEDULE 14: NOTES TO ACCOUNTS

1. Significant Accounting Policies:

a) Basis of Accounting

The accounts are maintained on a mercantile basis in accordance with generally accepted accounting principles.

b) Revenue Recognition

(i) Revenue is being recognised as and when there is reasonable certainty of ultimate realisation.

(ii) Provision for Doubtful debts and Bad Debts.

(a) In respect of members who have been declared as defaulter or expelled during the year by the company all amounts remaining to be recovered till the date of being declared defaulter or expelled are written off as bad debts. All subsequent recoveries are accounted for in the year of receipt.

(b) Other overdue amounts are provided for as doubtful debts or are written off as bad debts, if the same are considered doubtful/ irrecoverable in the opinion of the management.

c) Fixed Assets

Fixed Assets are stated at historical cost less accumulated depreciation. Historical cost is inclusive of freight, duties, taxes, cost of installation, interest upto the date of installation and other incidental expenses incurred towards acquisition and installation of fixed assets.

d) Depreciation

(i) Depreciation on assets is provided, using the straight line method, pro-rata to the period of use of assets, at the rates specified in Schedule XIV to the Companies Act, 1956 or based on the estimated useful life of the assets, whichever is higher. Where there is a revision of the estimated useful life of an asset, the unamortized depreciable amount is charged over the revised remaining useful life.

The details of the estimated useful life of the assets where the depreciation is provided at the rate higher than the rate specified in Schedule XIV of the Companies Act, 1956 are as follows:

Assets	Estimated Useful Lives
Computer Systems – Office Automation	3 years
Computer Systems – Others	4 years
Telecommunication Systems	4 years*
Trading & Clearing Systems	4 years*
Electrical Equipments & Installations	15-21 years
Furniture & Fixtures	5-16 years
Office Equipments	4-21 years
Vehicles	3-5 years

* except for certain technology and related equipments which are expected to have a useful life till December 31, 2008 only.

Fixed assets whose aggregate cost is Rs. 5,000 or less are depreciated fully in the year of acquisition.

(ii) Leasehold land is amortised over the period of lease.

(iii) Computer Software is amortized over a period of 4 years.

- e) Computer software
 - (i) Cost of development and production software is capitalised,
 - (ii) Cost towards software development incurred till the time software is put to use is capitalised, and
 - (iii) Standard packaged software products are written off in the year of purchase.

- f) Investments
 - (i) Long term investments are considered as held till maturity and are valued at cost. Provision is made for diminution in the value of investment, if any, other than temporary in nature.
 - (ii) Short term investments are valued at cost or fair value whichever is lower.
 - (iii) Premium paid at the time of acquisition of Government / Debt securities is amortised over the residual period of its maturity.
 - (iv) The cost of investment includes acquisition charges such as brokerage, etc. Front-end discount / incentive earned in respect of direct subscription is adjusted towards the cost of investment. Income on investments is accounted for on accrual basis.

- g) Foreign currency transactions
 - (i) Transactions denominated in foreign currency are recorded at the exchange rate prevailing at the time of the transaction.
 - (ii) Monetary items denominated in foreign currency at the year end are translated at the year end rate except for those covered by forward cover contracts which are translated at contracted rates.
 - (iii) Any income or expense on account of exchange difference between the date of transaction and settlement or translation is recognised in the profit and loss account as income or expense.

- h) Employee Benefits:
 - (i) Provident Fund: The Company has established National Stock Exchange of India Limited Employee Provident Fund Trust to which both the employee and the employer make monthly contribution equal to 12% of the employee's basic salary respectively. Company's contribution to the provident fund for all employees, are charged to revenue. In case of any liability arising due to short fall between the return from its investments and the administered interest rate, the same is required to be provided for by the Company.
 - (ii) Superannuation: Superannuation benefits for employees designated as managers and above are covered by group policies with the Life Insurance Corporation of India. Company's contribution payable for the year is charged to revenue. There are no other obligations other than the annual contribution payable.
 - (iii) Gratuity: The Company has maintained a Group Gratuity Cum Life Assurance Scheme with the Life Insurance Corporation of India (LIC) towards which it annually contributes a sum determined by LIC. The Company provides for the defined benefit with respect to gratuity liability based on the present value of defined benefit obligation as reduced by the fair value of plan assets as per the actuarial valuation calculation of LIC.
 - (iv) Other Long term benefits: Liability on account of other long term benefits such as Leave encashment, medical reimbursement and Leave Travel Allowance is made on the basis of actuarial valuation at the end of the year.
 - (v) Short term employee benefits are charged to revenue in the year in which the related service is rendered.

- i) Share issue expenses are written off over a period of 10 years from the year in which they are incurred.

- j) Taxation : Tax expense for the year, comprising current tax and deferred tax is included in determining the net profit for the year.

A provision is made for the current tax based on tax liability computed in accordance with relevant tax rates and tax laws. A provision is made for deferred tax for all timing differences arising between taxable income and accounting income at currently enacted tax rates.

Deferred tax assets are recognised only if there is a reasonable certainty that they will be realised and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

2. Contingent liability:

- (i) Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for Rs. 243.69 Lacs (Previous year : Rs. 1091.93 Lacs).
- (ii) On account of bank guarantees: Rs.529.25 Lacs (Previous year : Rs. 574.60 Lacs).
- (iii) Claims against the company not acknowledged as debts: Rs.497.24 Lacs (Previous Year : Rs.511.24 Lacs)
- (iv) On account of disputed demand of Employees State Insurance Corporation: Rs. 10.09 Lacs (Previous Year: Rs.10.09 Lacs)
- (v) On account of disputed demand of Income Tax: Rs.2,938.49 Lacs (Previous Year: Rs.2,549.07 Lacs) and disputed demand of Wealth Tax: Rs.194.10 Lacs (Previous Year: 772.90 Lacs.). Wealth Tax liability includes Rs.185.59 Lacs (Previous Year: Rs.764.38 Lacs) on account of Tax Department appeals pending disposal before the Bombay High Court.
- (vi) On account of disputed demand of Securities Transaction Tax : Rs.745.48 Lacs.
- (vii) On account of disputed demand of property tax levied by Municipal Corporation of Greater Mumbai: Rs. 1338.01 Lacs (Previous Year: Rs.669.00 Lacs) against which Rs. 485.70 Lacs (Previous Year: Rs.325.00 Lacs) has been paid under protest.

3. In the opinion of the Board, current assets, loans and advances are approximately of the value stated, if realised in the ordinary course of business.

4. Managerial Remuneration :

Particulars	(Rs. in Lacs)	
	Current Year	Previous Year
Salary and allowances	437.05	294.99
Contribution to Provident Fund and other Funds	31.59	26.33
Perquisites in cash or in kind	81.69	84.36

5. Loans to employees includes housing loan to Directors amounting to Rs.5.45 Lacs (Previous Year :Rs.6.45 Lacs), maximum amount outstanding at any time during the year Rs. 6.45 Lacs (Previous Year : Rs.7.45 Lacs).

6. a. Expenditure in foreign currency:
- (i) Travelling expenses Rs.48.33 Lacs (Previous Year : Rs. 44.92 Lacs)
- (ii) Professional and technical fees Rs. 153.76 Lacs (Previous Year : Rs. 127.61 Lacs)
- (iii) Others Rs. 108.14 Lacs (Previous Year : Rs. 83.92 Lacs)
- b. Earnings in foreign exchange : Rs. 1.55 Lacs (Previous Year : Rs. Nil)
7. C.I.F. value of imports in respect of:
Capital goods Rs. 5418.88 Lacs (Previous year : Rs. 737.99 Lacs)
8. In view of notification Issued by Ministry of Corporate Affairs dated December 07, 2006 prescribing the Companies (Accounting Standards) Rules 2006, the Company has, with effect from April 01, 2007, changed the accounting policy relating to recognition of foreign exchange fluctuations on payment of liabilities for fixed assets acquired from a country outside India, arising out of transactions entered into during the financial year. Such foreign exchange fluctuation (loss)/gain is now being charged / credited to the Profit and Loss Account, which till previous year was adjusted to the carrying value of respective assets Pursuant to this change, foreign exchange fluctuation loss for the year amounting to Rs.17.93 Lacs has been debited to Profit and Loss Account.
9. The Department of Telecommunication (DoT), Government of India, has granted licence to the Company for installation and operation of a Closed User Group VSAT network to enable trading on the Exchange. VSAT expenses recovery amounting to Rs.2707.67 Lacs (Previous Year : Rs. 3545.05 Lacs), included in Schedule 8 to the Profit & Loss Account, represents charges for recovering capital and revenue costs on the VSAT network. Consistent with the terms of DoT License and as separately certified by the Auditors, the Company operates the network on a no-profit basis and only recovers 95% of capital cost spread over eight years in respect of the assets in the network and all revenue expenditure directly related thereto, from trading members and other users of the network.
10. Deposits from trading members include Rs. 405.74 Lacs (Previous year : Rs. 578.43 Lacs) from trading members who have applied for surrender of their trading membership which have been conditionally accepted by the company. Such deposits are refundable to them on fulfilment of conditions of surrender.
11. Statement of Short Term Investment at the end of the year is given below.

Sr. No.		Number of Units	As at 31.03.2008 (Rs.in Lacs)	As at 31.03.2007 (Rs. In Lacs)
	Unquoted :			
	Mutual Funds :			
i)	Liquid and Floating Rate Plans-Dividend Option			
1	Birla Cash Plus-Instl.Prem.-Daily Dividend Reinvestment	49,732,530.6700	4,982.95	-
2	Canliquid Daily Dividend Institutional Plan		-	2,161.42
3	DBS Chola Short Term Floating Rate Fund - Daily Div. Reinv. Plan	4,949,682.11	495.78	-
4	DWS Insta Cash Plus Fund Super Institutional-Daily Dividend Plan	17,996,177.1160	1,803.22	2,956.44
5	DSP Merrill Lynch Liquidity Fund-Institutional Daily Dividend Reinvest		-	1,306.19
6	HDFC Cash Management Fund-Savings Plan-Daily Div Reinvest		-	1,823.05
7	HSBC Cash Fund-Institutional Plus Plan-Daily Dividend		-	877.82
8	ING Vysya Liquid Fund Super Institutional - Daily Dividend Option	20,535,447.8180	2,054.53	3,014.05
9	JM High Liquidity Fund -Super Institutional Plan - Daily Dividend		-	3,011.51
10	Lotus India Liquid Fund – Super Institutional Daily Dividend	40,072,300.6700	4,007.91	-
11	Principal Cash Management Fund Liquid Option Institutional Premium Plan Dividend Reinvestment Daily		-	1,941.77
12	Principal Floating Rate Fund SMP - Institutional Option - Dividend Reinvestment Daily		-	395.73
13	Prudential ICICI Super Institutional Liquid Plan Daily Dividend Option	49,858,866.5290	4,986.14	-
14	SBI Premier Liquid Fund - Institutional - Daily Div.	22,426,078.3653	2,249.90	-

15	Standard Chartered Liquidity Manager Plus-Dly. Dividend		-	2,844.25
16	Sundaram Money Fund-Super Institutional -Dividend-Daily -Reinvestment		-	1,142.44
17	Tata Liquid Super High Investment Fund-Daily Dividend	44,920.2800	500.65	-
18	Tata Liquid Fund - SHIP - Dividend - Daily		-	806.54
19	Templeton India Treasury Management Account-Super Inst. Plan-Daily Dividend Reinvest		-	2,971.63
20	UTI Liquid Institutional Daily Dividend Reinvestment		-	2,302.37
	Total (i)		21,081.08	27,555.21
ii)	Liquid Growth Schemes :			
1	Birla Cash Plus-Institutional Premium Plan Growth	25,962,182.76	2,994.82	6,382.43
2	Canliquid Fund-Institutional Growth	952,128.03	119.63	4,260.97
3	DBS Chola Liquid Inst. Plus-Cumulative	32,341.67	4.56	745.31
4	DBS Chola Liquid Fund-Super Institutional Plus-Cumulative	26,319.55	2.66	1,836.90
5	Deutsche Insta Cash Plus Fund-Institutional Plan Growth	26,193,377.99	2,958.08	3,047.22
6	DSP Merrill Lynch Liquidity Fund-Institutional Plan-Growth	100.06	1.02	2,131.50
7	HDFC Cash Management Fund-Saving Plan Growth	43,077,968.79	6,656.84	3,683.33
8	HSBC Cash Fund Institutional Growth		-	4.25
9	HSBC Cash Fund Institutional Plus Growth	10,338,084.65	1,171.58	4,863.09
10	ING Vysya Liquid Fund Super Institutional Growth-Option	11,929,611.36	1,339.85	-
11	JM High Liquidity Fund-Super Institutional Plan - Growth	55,911,686.56	6,650.67	-
12	Kotak Liquid (Institutional Premium)-Growth	3,156,344.76	452.14	7,223.19
13	LIC MF Liquid Fund- Growth	17,893,140.80	2,370.39	5,796.56
14	Principal Cash Management Fund Liquid Option Instl.Prem.Plan-Growth	13,939,848.55	1,562.67	4,218.78
15	Principal Cash Management Fund-Inst.Plan-Growth Plan	5,326.98	0.57	5.42
16	Prudential ICICI Institutional Plus Liquid Plan-Growth		-	6.36
17	Prudential ICICI Super Institutional Liquid Plan-Growth	36,631,848.16	3,924.01	5,950.00
18	Reliance Liquidity Fund -Growth	15,759,527.21	1,723.85	7,500.17
19	Standard Chartered Liquidity Manager Plus -Growth	154,768.29	1,652.81	2,260.46
20	Sundaram Money Fund Institutional-Appreciation		-	32.22
21	Sundaram Money Fund-Super Institutional Plan-Growth	5,868,063.99	908.41	5,811.69
22	Tata Liquid Super High Inv.Fund-Appreciation	102,627.21	1,373.77	3,961.12
23	Templeton TMA Inst Growth Plan	163,332.60	1,928.84	-
24	UTI Liquid Cash Plan Institutional-Growth Option	62,939.90	757.06	6,033.47
	Total (ii)		38,554.23	75,754.44
iii)	Liquid Plus Growth Schemes :			
1	ABN AMRO Money Plus Institutional Growth	43,015,858.24	4,884.95	-
2	AIG India Treasury Plus Fund Super Institutional Growth	67,633,388.85	6,917.77	-
3	HSBC Liquid Plus-Inst.-Growth	3,865,888.91	413.07	-
4	HSBC Liquid Plus-Inst.Plus-Growth	29,513,293.98	3,185.65	-
5	ICICI Prudential Flexible Income Plan - Growth	20,755,525.46	3,000.54	-
6	ING Liquid Plus Fund - Institutional Growth	156,617,910.25	16,341.73	-
7	JM Money Manager Fund Super Plus Plan - Growth (172)	153,017,704.87	16,768.77	-
8	LICMF Liquid Plus Fund - Growth Plan	210,575,489.03	21,902.43	-
9	Lotus India Liquid Plus Fund - Institutional Growth	61,651,253.87	6,518.29	-
10	Reliance Liquid Plus Fund - Institutional Option - Growth Plan	887,637.19	9,386.24	-
11	Sundaram BNP Paribas Liquid Plus Super Inst. Growth	100,788,805.31	10,435.62	-
	Total (iii)		99,755.06	-
iv)	Liquid Plus Dividend Schemes :			
1	Sundaram BNP Paribas Liquid Plus - Super IP- Daily Dividend	47,573,172.89	4,768.64	-
2	Reliance Liquid Plus - IP - Daily Div	492,500.43	4,930.60	-
	Total (iv)		9,699.24	-
	Total (i to iv)		169,089.61	103,309.65

12. Statement of investments purchased and sold/redeemed during the year at cost is given below :

Sr. No.	Particulars	No. of units	Cost (Rs in Lacs)
1	ABN AMRO Cash Fund-Institutional Plus Daily Dividend	130,879,531.91	13,087.95
2	AIG India Liquid Fund - Super IP - Daily Dividend	1,182,651.27	11,836.14
3	Birla Cash Plus- Institutional Premium Plan - Daily Dividend Reinvestment	363,872,042.36	36,458.16
4	Birla Floating Rate Fund-Short Term –Daily Dividend -Reinvest	29,482,780.80	2,948.72
5	Canliquid Daily Dividend Institutional Plan	214,875,198.55	21,575.62
6	Chola Liquid Super Institutional Dividend Reinvestment Plan	63,389,839.54	6,359.08
7	DBS Chola Short Term Floating Rate Fund – Daily Dividend	155,531,529.89	15,578.66
8	DWS Insta Cash Plus Fund-Institutional Plan-Daily Dividend	89,790,262.94	8,996.54
9	DSP Merrill Lynch Liquidity Fund Daily Dividend Reinvest	2,259,457.29	22,599.09
10	DWS Insta Cash Plus Fund-Super Institutional-Daily Dividend	268,817,658.44	26,935.53
11	Fidelity Cash Fund - Super IP - Daily Dividend	102,800,497.99	10,280.15
12	HDFC Cash Management Fund-Savings Plan-Daily Reinvest	236,438,932.91	25,148.59
13	HSBC Cash Fund Institutional Plus Plan Daily Dividend	354,045,553.99	35,424.38
14	HSBC Floating Rate Fund-Institutional Plan-Daily Dividend	100,818,500.99	10,095.30
15	Ing Vysya Liquid Fund Super Institutional - Daily Dividend Option	423,662,672.84	42,386.60
16	JM High Liquidity Fund -Super Institutional Plan -Daily Dividend	314,986,576.69	31,550.63
17	Kotak Liquid Institutional Plan- Daily Dividend	179,537,853.32	21,954.07
18	LIC Liquid Fund - Daily Dividend	335,875,318.41	36,879.45
19	Lotus India Liquid Fund -IP - Daily Dividend	434,882,651.05	43,493.47
20	Principal Cash Management Fund Liquid Option Institutional Premium Plan Dividend Reinvestment Daily	147,682,541.74	14,769.29
21	Principal Floating Rate Fund SMP - Institutional Option - Dividend Reinvestment Daily	369,063,532.15	36,908.94
22	Prudential ICICI Super Institutional Liquid Plan- Daily Dividend Option	319,311,103.46	31,932.45
23	Reliance Liquidity Fund - Daily Dividend Reinvestment	210,039,358.05	21,010.45
24	SBI Magnum Institutional Income-Savings-Dividend	300,992,087.41	30,197.03
25	Stan Chart FMP - Qs - 13 - Div Option	5,755,590.05	575.56
26	Stan Chart FMP - Qs 11	5,106,700.00	510.67
27	Standard Chartered Liquidity Manager Plus Daily Dividend	2,159,537.49	21,599.83
28	Sundaram Money Fund Institutional-Dividend Reinvest Daily	391,654,214.64	39,538.67
29	Tata FHF Series 10 Scheme E - Dividend Option	6,655,605.26	665.57
30	Tata FHF Series 8 Sch G - Div Option	3,951,015.18	395.10
31	Tata Floating Fund- Institutional Plan-Daily Dividend	59,692,105.74	5,972.49
32	Tata Liquid Super High Investment Fund-Daily Dividend	3,446,382.96	38,410.63
33	Templeton India Treasury Management Account Super Institutional Plan Daily Dividend Reinvestment	2,879,948.48	28,806.68
34	UTI Liquid Cash Plan Institutional - Daily Income Option	2,746,766.14	28,001.79
	Total		722,883.28

13. Sundry creditors includes Rs.25.40 Lacs (Previous Year: Rs. 14.05 Lacs) due to a Small Scale Industrial undertaking / Small & Medium Enterprises. However, in respect of the said undertaking, this amount is not outstanding for more than 30 days as on Balance Sheet date. Total outstanding dues to Small Scale Industrial undertaking / Small & Medium Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company.

14. Disclosure under Revised Accounting Standard 15 on Employee Benefits:

- (i) Defined Contribution Plan: Company's contribution towards superannuation amounting to Rs.52.61 Lacs has been charged to Profit & Loss account.
- (ii) Defined Benefit Plan:
 - (a) Provident Fund: Company's contribution towards Provident Fund amounting to Rs. 104.39 Lacs has been charged to Profit & Loss account. As per Implementation Guidance on AS 15 (Revised 2005) Employee Benefits issued by the Accounting Standard Board (ASB) of the Institute of Chartered Accountants of India, benefit involving employer established provident funds which require interest short fall to be recompensed are to be considered as defined benefit plans. Pending issuance of the guidance note from the Actuarial Society of India, the Company is unable to reliably measure provident fund liabilities and exhibit the related information.

- (b) Gratuity: Company has charged the Gratuity expense to Profit & Loss account based on the gratuity liability calculation received from LIC of India.

i) Movement in the liability recognised in the balance sheet are as follows:	
	Rs. in lacs
At the beginning of the year	288.51
Current service cost	26.17
Interest Cost	21.64
Actuarial (gains) and losses (including for prior years)	21.84
Benefits Paid	82.57
At the end of the year	275.59

ii) Movement in Fair value of plan assets during the year	
	Rs. in lacs
Opening value of fair value of plan assets	260.30
Expected Return on plan assets	23.59
Contributions	51.64
Benefits Paid	82.57
Closing value of fair value of plan assets	252.96

iii) Reconciliation of the present value of defined obligation and fair value to the	
Assets and liabilities recognised in the balance sheet	Rs. in lacs
Present value of obligations at the end of the year	275.59
Less: Fair value of assets as the balance sheet date	252.96
Net Liability/(Asset) disclosed in the balance sheet	22.63

iv) Total Expense recognised in the profit and loss account	
	Rs. in lacs
Current Service Cost	26.17
Interest Cost	21.64
Expected return on plan assets	23.59
Actuarial gains and losses	21.84
Total charged to profit and loss	46.06

The above data is as per information received from LIC of India.

v) Percentage of category of plan assets to fair value of plan assets

In the absence of information from Life Insurance Corporation of India (LIC), category-wise break-up of Fair value of plan Assets are not mentioned.

15. During the year, the company has reviewed its fixed assets for impairment loss as required by Accounting Standards 28 – “Impairment of Assets”. In the opinion of management no provision for impairment loss is considered necessary.
16. The Company plans to migrate from the present X.25 based technology used for member connectivity to a TCP/IP based technology by end of December 2008. Further, the existing X.25 VSAT technology is being migrated to the new VSAT technology which uses TCP/IP. In view of this, during the year, the estimated useful life of the X.25 technology related network equipments as well as related VSAT equipments have been revised and are expected to have a useful life till December 31, 2008 only. Pursuant to this change, during the year there is an additional provision of depreciation amounting to Rs. 286.52 Lacs. Consequently, the profit for the year is lower by Rs. 286.52 Lacs.
17. In the opinion of the management, as the Company’s operations comprise of only facilitating trading in securities and the activities incidental thereto within India, the disclosures required in terms of Accounting Standard 17 - “Segment Reporting” issued by the Institute of Chartered Accountants of India are not applicable.

18. In compliance with Accounting Standard 18 - “Related Party Disclosures” issued by the Institute of Chartered Accountants of India, the required disclosures are given in the table below:

A) Names of the related parties and relationship

Sr. No.	Related Party	Nature of Relationship
1	National Securities Clearing Corporation Limited	Subsidiary Company
2	NSE.IT Limited	Subsidiary Company
3	DotEx International Limited	Subsidiary Company
4	India Index Services & Products Limited	Subsidiary Company
5	National Commodity Clearing Limited	Subsidiary Company
6	NSE Infotech Services Limited	Subsidiary Company
7	NSE.IT (UK) Limited	Subsidiary Company
8	NSE.IT (US) Inc.	Subsidiary Company
9	Power Exchange India Limited	Joint Venture
10	National Stock Exchange Investor Protection Fund Trust	Entity over which control exists
11	National Stock Exchange of India Limited Employees’ Provident Fund Trust	Entity over which control exists
12	National Stock Exchange of India Limited Employees’ Group Superannuation Fund Trust	Entity over which control exists
13	National Stock Exchange of India Limited Employees’ Group Gratuity–cum–Life Assurance Scheme	Entity over which control exists
14	(1) Mr. Ravi Narain - Managing Director (2) Ms. Chitra Ramkrishna - Dy. Managing Director	Key Management Personnel

B) Details of transactions with related parties are as follows:

(Rs. in Lacs)

Name of the Related Party	Nature of Transactions	Year ended 31.03.2008	Year ended 31.03.2007
National Securities Clearing Corporation Ltd.	<ul style="list-style-type: none"> • Usage charges received • Space and Infrastructure usage charges received • Reimbursement received for expenses on staff on deputation • Reimbursement received for other expenses incurred • Sale consideration received on account of buy-back of shares • Dividend received • Reimbursement for expenses paid • Purchase of assets • Clearing and Settlement charges paid 	<p>276.21</p> <p>219.52</p> <p>751.88</p> <p>1637.98</p> <p>-</p> <p>-</p> <p>-</p> <p>33.14</p> <p>7322.77</p>	<p>166.38</p> <p>219.52</p> <p>585.55</p> <p>1068.61</p> <p>6675.00</p> <p>600.00</p> <p>3.00</p> <p>-</p> <p>4510.79</p>
NSE.IT Ltd.	<ul style="list-style-type: none"> • Reimbursement received for other expenses incurred • Amount paid towards reimbursement of expenses • Software license procured • Software Development Charges paid • Repairs and maintenance – Computer trading , Telecommunication systems • STP charges received • Deposit received for premises • Rent received • CTCL Empanelment charges received • IT Mgt. & Consultancy charges paid • Purchase of equipment • Installation commissioning & warranty charges for trading system • Dividend received • Sale of Asset 	<p>1.66</p> <p>0.37</p> <p>3.28</p> <p>186.65</p> <p>952.48</p> <p>2.26</p> <p>-</p> <p>2.67</p> <p>3.00</p> <p>44.84</p> <p>9.61</p> <p>129.41</p> <p>100.00</p> <p>0.75</p>	<p>3.67</p> <p>0.41</p> <p>18.53</p> <p>90.91</p> <p>1473.01</p> <p>2.17</p> <p>0.46</p> <p>10.19</p> <p>3.00</p> <p>475.11</p> <p>342.92</p> <p>101.76</p> <p>100.00</p> <p>-</p>
	Closing balance (Credit)/Debit Investment in Equity Share Capital	(141.98) 562.50	(47.11) 562.50
		(69.85) 1,000.00	(182.02) 1,000.00

DotEx International Ltd.	<ul style="list-style-type: none"> • Space and Infrastructure usage charges received • Reimbursement received for expenses on staff on deputation • Reimbursement for expenses incurred • Amount received towards revenue sharing on account of info feed services • Reimbursement of expenses paid 	0.53 14.48 2.16 351.61 -	0.53 7.17 0.88 116.81 4.08
	Closing balance (Credit)/Debit Investment in Equity Share Capital	320.04 68.99	116.08 68.99
India Index Services & Products Ltd.	<ul style="list-style-type: none"> • License fees paid • Space and Infrastructure usage charges received • Reimbursement received for expenses on staff on deputation • Reimbursement received for other expenses incurred • Dividend received 	410.53 6.10 46.49 147.78 9.94	264.33 6.10 28.67 93.16 6.63
	Closing balance (Credit)/Debit Investment in Equity Share Capital (Note no.20)	125.88 67.02	67.87 67.02
National Commodity Clearing Ltd.	<ul style="list-style-type: none"> • Space and Infrastructure usage charges received • Reimbursement received for expenses on staff on deputation • Reimbursement received for other expenses incurred • Investment in equity shares 	90.46 174.20 33.88 -	39.58 52.84 39.97 308.75
	Closing balance (Credit)/Debit Investment in Equity Share Capital	163.68 308.75	114.35 308.75
NSE Infotech Services Ltd	<ul style="list-style-type: none"> • IT Mgt. & Consultancy charges paid • Software Development Charges paid • Repairs and maintenance – Computer trading , Telecommunication systems • Rent received • Reimbursement for expenses incurred • Reimbursement of expenses paid • Investment in equity shares 	735.05 79.89 747.56 7.48 23.82 - -	250.75 26.70 266.87 3.42 16.20 0.08 5.00
	Closing balance (Credit)/Debit Investment in Equity Share Capital	100.92 5.00	25.48 5.00
National Stock Exchange Investor Protection Fund Trust	<ul style="list-style-type: none"> • Company's contribution during the year • Members' contribution during the year • Transfer of interest earned on deposit received as per prelisting requirement 	(65.08) 3.02 509.70	655.42 1023.58 358.77
	Closing balance (Credit)/Debit	(433.74)	(538.66)
National Stock Exchange of India Limited Employees' Provident Fund Trust	<ul style="list-style-type: none"> • Expenses incurred on behalf of Trust 	0.15	0.27
	Closing balance (Credit)/Debit	-	-
National Stock Exchange of India Limited Employees' Group Superannuation Fund Trust	<ul style="list-style-type: none"> • Expenses incurred on behalf of Trust 	0.12	0.12
	Closing balance (Credit)/Debit	3.03	2.36
National Stock Exchange of India Limited Employees' Group Gratuity-cum-Life Assurance Scheme	<ul style="list-style-type: none"> • Expenses incurred on behalf of Trust 	0.12	0.12
	Closing balance (Credit)/Debit	(22.62)	(40.13)
Key Management Personnel	<ul style="list-style-type: none"> • Gross remuneration including allowances, non-cash perquisites and contribution to Provident Fund and Superannuation Fund etc. • Housing Loan – Closing Balance • Interest received on Housing Loan 	550.33 5.45 0.12	405.68 6.45 0.14

19. In accordance with Accounting Standard 19 - "Leases" issued by the Institute of Chartered Accountants of India, the details of obligation on long term non - cancellable operating lease in respect of certain vehicles and office premises taken by the Company are as follows.

Lease obligations	Year ended 31.03.2008	Year ended 31.03.2007
Total of future minimum lease payments		
- Lease rentals paid during the year	234.45	29.30
- Not later than one year	300.91	23.25
- Later than one year and not later than five years	1233.47	18.68
- Later than five years	1449.72	-

The terms of the Leases range from 3 years to 10 years.

20. In accordance with Accounting Standard 20 - "Earning per Share" issued by the Institute of Chartered Accountants of India, the required disclosure is given below.

(i) Earning per share

	Year ended 31.03.2008	Year ended 31.03.2007
Net Profit attributable to Shareholders (Rs. In Lacs)	52125.52	35487.44
Weighted Average number of equity shares issued (No. in Lacs)	450	450
Basic earnings per share of Rs. 10/- each (in Rs.)	115.83	78.86

The Company does not have any outstanding dilutive potential equity shares. Consequently, the basic and diluted earning per share of the Company remain the same.

21. In accordance with the Accounting Standard 22 - "Accounting for Taxes on Income", the break up of deferred tax assets / liabilities is as follows:

(Rs. in Lacs)

	As at 31 st March 2008	As at 31 st March 2007
Deferred Tax Liabilities		
Related to depreciation and other capital expenditure	1409.92	992.61
Related to other items	11.42	11.42
Total (A)	1421.34	1004.03
Less: Deferred Tax Assets		
Related to disallowance u/s 43B	80.07	46.17
Related to other items	1.19	0.15
Total (B)	81.26	46.32
Net Deferred Tax Liability (A-B)	1340.08	957.71

22. The Company has a Joint Venture interest in India Index Services & Products Ltd.(IISPL) which is a jointly controlled entity and is incorporated in India. The company has a 51% ownership interest in the joint venture. As per Accounting Standard 27 - "Financial Reporting of Interests in the Joint Ventures", the aggregate amounts related to Company's interest in the joint venture are as follows -

Particulars	31-March-2008 (Rs. in Lacs)	31-March-2007 (Rs. in Lacs)
Assets	664.39	399.34
Reserve & Surplus	451.43	249.38
Liabilities	146.65	83.66
Income	449.72	317.77
Expenses	236.03	160.24
Dividend received	9.94	6.63
Contingent Liability	1.24	0.28

The Company has no capital commitments in relation to its interest in Joint Ventures.

23. Previous years' figures are regrouped, reclassified and rearranged wherever necessary.
24. Information with regard to other matters specified in clauses 3, 4C and 4D of the Part II of Schedule VI to the Companies Act, 1956 are either Nil or not applicable to the Company.