

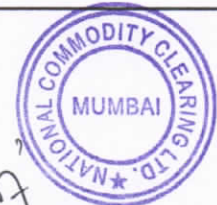
National Commodity Clearing Limited
 1st Floor, Ackruti Corporate Park, LBS Road, Kanjurmarg (West), Mumbai - 400 078, India
 CIN : U74992MH2006PLC163550; Website : www.nccl.co.in
 Statement of Unaudited Financial Results for the Quarter & Nine months ended December 31, 2020



(₹ In lakhs)

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		Dec 31, 2020 (Unaudited)	Sep 30, 2020 (Unaudited)	Dec 31, 2019 (Unaudited)	Dec 31, 2020 (Unaudited)	Dec 31, 2019 (Unaudited)	Mar 31, 2020 (Audited)
		1	2	3	4	5	6
1	Income						
(a)	Revenue from operations	354.68	274.46	433.10	858.26	1,546.84	1,842.93
(b)	Other Income	231.03	260.91	354.78	766.66	1,100.94	1,461.91
	Total Income	585.71	535.37	787.88	1,624.92	2,647.78	3,304.84
2	Expenditure						
(a)	Employee benefits expense	279.61	285.71	286.61	849.78	872.71	1,145.68
(b)	Technology expenses	129.56	158.72	179.33	439.17	534.93	655.61
(c)	Rent expenses	22.06	30.11	28.53	78.74	86.49	115.02
(d)	Depreciation and Amortization expenses	28.15	23.59	11.82	73.53	33.50	50.24
(e)	Other expenses	77.67	80.09	145.92	231.84	346.07	472.70
	Total expenses	537.05	578.22	652.21	1,673.06	1,873.70	2,439.25
3	Profit / (Loss) before exceptional items and tax (1-2)	48.66	(42.85)	135.67	(48.14)	774.08	865.59
4	Exceptional Items (refer note no 5)	-	(10.84)	-	93.01	630.02	668.07
5	Profit/ (loss) after exceptions items and before tax(3-4)	48.66	(32.01)	135.67	(141.15)	144.06	197.52
6	Tax expense						
	Current tax	2.70	-	29.69	2.70	225.61	248.96
	Deferred tax	12.73	(8.91)	7.25	(40.09)	(174.11)	(174.20)
	Total tax expense	15.43	(8.91)	36.94	(37.39)	51.50	74.76
7	Net Profit after tax (5-6)	33.23	(23.10)	98.73	(103.76)	92.56	122.76
8	Other Comprehensive Income (net of tax)						
	<u>Items that will not be reclassified to profit or loss</u>						
	Remeasurements of post-employment benefit obligations	(8.93)	(8.45)	(9.31)	(23.63)	(27.92)	(19.86)
	Tax remeasurements of post-employment benefit obligations	2.48	1.79	2.58	6.57	7.77	5.53
	Other Comprehensive Income / (Loss)	(6.45)	(4.66)	(6.72)	(17.06)	(20.15)	(14.33)
9	Total Comprehensive Income (7+8)	26.78	(27.76)	92.01	(120.82)	72.41	108.43
10	Paid-up equity share capital (Face value ₹ 10 per share)	12,125	12,125	11,550	12,125	11,550	11,550
11	Reserves (excluding Revaluation Reserve) #						2,534.94#
12	Earnings per share (Face value ₹ 10 per share)						
	Basic (₹)	0.03*	(0.02)*	0.09*	(0.09)*	0.08*	0.11
	Diluted (₹)	0.03*	(0.02)*	0.09*	(0.09)*	0.08*	0.11
	* Not Annualised						

Includes Company's own contribution towards Core SGF amounting to ₹ 11,356.50 lakhs and income earned thereon amounting to ₹ 1,187.36 lakhs aggregating to ₹ 12,543.86 lakhs



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Notes:

- The above unaudited financial results for the quarter and nine months ended December 31, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meeting held on February 5, 2021. The financial results for the quarter and nine months ended December 31, 2020 have been reviewed by the Statutory Auditors of the Company.
- The figures for the quarter ended December 31, 2019 are the balancing figures between the reviewed figures for the nine months ended December 31, 2019 and the audited figures for the half year ended September 30, 2019.
- Securities and Exchange Board of India (SEBI) vide letter no. SEBI/HO/CDMRD/DEA/OW/P/2018/025765/1 dated September 12, 2018 granted recognition to the Company as a 'Clearing Corporation' under Regulation 4 of Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2012 for one year. Subsequently, the Company made application for grant of renewal of recognition as a clearing corporation and SEBI vide letter no. SEBI/HO/CDMRD/DRMP/OW/P/2019/22794/1 dated September 05, 2019 granted renewal of recognition to the Company as a "Clearing Corporation" for a period of three years commencing from September 10, 2019.
- Securities and Exchange Board of India, vide circular CIR/MRD/DRMNP/25/2014 dated August 27, 2014, inter alia, has issued norms related to the computation and Minimum Required Contribution (MRC) to the Core Settlement Guarantee Fund by the Clearing Corporation (minimum 50%) from its own fund, Stock Exchange (minimum 25%) and members (maximum 25%). Based on this the Company has created the Core Settlement Guarantee Fund.

The details of Core SGF as on December 31, 2020 are as under.

(₹ In lakhs)

Particulars	Settlement penalties	NCCL Contribution	NCDEX Contribution	Member Contribution	Total
As on April 01, 2020	3,326.10	12,543.86	3,338.69	-	19,208.65
Additional Contribution (a)	242.08	575.00	-	-	817.08
Interest on Income Tax refund	0.03	0.90	0.24	-	1.17
Income on investment of SGF (as on respective dates of contribution) adjusted towards contribution (b)	-	-	-	-	-
Income on investment of SGF (other than stated in (b) above) (c)	158.74	574.23	149.57	-	882.54
As on December 31, 2020	3,726.95	13,693.99	3,488.50	-	20,909.44

Interest accrual of ₹ Nil lakhs (amount till March 31, 2020 is ₹ 93.45 Lakhs) on NCDEX cash contribution to core SGF (as stated in (b) above) is adjusted towards incremental requirement of Minimum Required Corpus (MRC) before taking additional contribution from NCDEX.

The above Core SGF amounting to ₹ 20,909.44 lakhs has been considered by the management as a part of equity and is included under "Other Equity".

Details of earmarking of funds towards Core SGF are as under:

(₹ In lakhs)

Particulars	Settlement penalties	NCCL Contribution	NCDEX Contribution	Member Contribution	Total
Fixed deposits included under 'Cash and cash equivalent'	-	-	-	-	-
Fixed deposits included under 'Bank balances other than cash and cash equivalents'	3,625.57	12,777.21	2,631.99	-	19,034.77
Fixed deposits included under 'Non-current bank balances'	-	540.58	762.32	-	1,302.90
Accrued Interest on Fixed Deposits	69.62	270.77	63.96	-	404.35
TDS on Interest/Income	18.16	105.43	30.23	-	153.82
Balance with Bank	0.02	-	-	-	0.02
Total	3,713.37	13,693.99	3,488.50	-	20,895.86

* Includes penalty levied for the month of December 2020 of ₹ 13.58 lakhs due and collected in January 2021.

Company's own contribution to Core SGF for the quarter ended December 31, 2020, September 30, 2020, December 31, 2019 amounting to ₹ Nil lakhs, ₹ 575.00 and ₹ Nil lakhs respectively and for nine months ended December 31, 2020 and December 31, 2019 amounting to ₹ 575.00 lakhs and ₹ 975.00 lakhs respectively (for the year ended March 31, 2020 is ₹ 975.00 lakhs)



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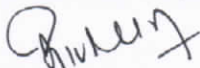
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Notes:

- 5 Exceptional Item for nine months period ended December 31, 2020 (₹ Nil lakhs during the current quarter) comprises of 'provision for doubtful debt' of ₹ 103.85 lakhs made in June 30, 2020 quarter with respect to GST on penalties recoverable from two defaulting members and ₹ 10.84 lakhs for the quarter ended September 30, 2020 represents recovery of loss, from National Commodity and Derivatives Exchange Limited, incurred during the liquidation of member open position against total loss of ₹ 21.67 lakhs charged to statement of profit & loss as exceptional item during the quarter ended March 31, 2020. The exceptional item for the year ended March 31, 2020 of ₹ 668.07 lakhs includes provision of ₹ 646.40 lakhs (₹ 630.02 lakhs upto nine months ended December 31, 2019) made by the company with respect to amounts recoverable from some members and an amount of ₹ 21.67 lakhs representing loss incurred during liquidation of member open position which could not be attributed to the member.
- 6 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 of the Company. The Company operates only in one Business Segment i.e. facilitating clearing & settlement in commodities and the activities incidental thereto within India, hence does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".
- 7 The COVID - 19 outbreak is an unprecedented global situation. The World Health Organisation has declared the same as a pandemic. During the nine months ended, the COVID - 19 has partially impacted the business of the Company.
- Based on the current indicators of future economic conditions and the impact of COVID – 19 on business, the Company has made an assessment of its liquidity position, recoverability and carrying values of its assets and ability to pay the liabilities as they become due and is of the view that, there is no adjustment required to be made in these financial results. The Company will continue to evaluate any significant changes having impact on its financial performance and financial position.
- 8 During the quarter ended September 30, 2020, the Company had invited its shareholders to subscribe to a right issue of 7,000,000 equity shares at an issue price of ₹ 10 per share, with such shares to be issued on and rank paripasu with the existing equity shares. The issue was subscribed for 5,750,000 equity shares and the said shares were allotted on September 30, 2020.
- 9 The Code on Social Security, 2020 (Code) relating to employee benefits during employment and post-employment benefits has received Presidential assent on 28th September 2020 and the said Code has been published in the Gazette of India. However, the date on which the Code comes into effect has not been notified. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 10 Figures for the previous period/year have been regrouped, rearranged and reclassified wherever necessary.

Place : Mumbai
Date : February 5, 2021

For National Commodity Clearing Limited


Rajiv Relhan
Managing Director & CEO
DIN - 07214524



