

(` In lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		Jun 30, 2020 (Unaudited)	Mar 31, 2020 (Unaudited)	Jun 30, 2019 (Unaudited)	Mar 31, 2020 (Audited)
		1	2	3	4
<b>1</b>	<b>Income</b>				
(a)	Revenue from operations	229.12	296.09	578.27	1,842.93
(b)	Other Income	274.72	360.97	412.77	1,461.91
	<b>Total Income</b>	<b>503.84</b>	<b>657.06</b>	<b>991.04</b>	<b>3,304.84</b>
<b>2</b>	<b>Expenditure</b>				
(a)	Employee benefits expense	284.46	272.97	300.72	1,145.68
(b)	Technology expenses	150.89	120.68	184.41	655.61
(c)	Rent expenses	26.57	28.53	7.57	115.02
(d)	Finance cost	-	-	4.96	-
(e)	Depreciation and amortization expenses	21.79	16.74	28.54	50.24
(f)	Other expenses	74.08	126.63	92.78	472.70
	<b>Total expenses</b>	<b>557.79</b>	<b>565.55</b>	<b>618.98</b>	<b>2,439.25</b>
<b>3</b>	<b>Profit / (Loss) before tax (1-2)</b>	<b>(53.95)</b>	<b>91.51</b>	<b>372.06</b>	<b>865.59</b>
<b>4</b>	Exceptional Items (refer note no 5)	103.85	38.05	-	668.07
<b>5</b>	<b>Profit / (Loss) after exceptions items and before tax (3-4)</b>	<b>(157.80)</b>	<b>53.46</b>	<b>372.06</b>	<b>197.52</b>
	Current tax	-	23.35	106.89	248.96
	Deferred tax	(43.91)	(0.09)	(0.03)	(174.20)
	<b>Total tax expense</b>	<b>(43.91)</b>	<b>23.26</b>	<b>106.86</b>	<b>74.76</b>
<b>7</b>	<b>Net Profit / (Loss) after tax (3-4)</b>	<b>(113.89)</b>	<b>30.20</b>	<b>265.20</b>	<b>122.76</b>
<b>8</b>	<b>Other Comprehensive Income / (Loss) (net of tax)</b>				
	Items that will not be reclassified to profit or loss				
	Remeasurements of post-employment benefit obligations	(8.25)	8.06	(4.54)	(19.86)
	Tax Remeasurements of post-employment benefit obligations	2.30	(2.24)	1.26	5.53
	<b>Other Comprehensive Income / (Loss)</b>	<b>(5.95)</b>	<b>5.82</b>	<b>(3.28)</b>	<b>(14.33)</b>
<b>9</b>	<b>Total Comprehensive Income / (Loss) (5+6)</b>	<b>(119.84)</b>	<b>36.02</b>	<b>261.92</b>	<b>108.43</b>
<b>10</b>	<b>Paid-up equity share capital (Face value ` 10 per share)</b>	<b>11,550</b>	<b>11,550</b>	<b>10,575</b>	<b>11,550</b>
<b>11</b>	<b>Reserves (excluding Revaluation Reserve) #</b>				<b>2,534.94#</b>
<b>12</b>	<b>Earnings per share (Face value ` 10 per share)</b>				
	Basic (`)	(0.10)*	0.03*	0.25*	0.11
	Diluted (`)	(0.10)*	0.03*	0.25*	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 \*



**Notes:**

- 1 The above unaudited financial results for the quarter ended June 30, 2020 has been reviewed by the Audit Committee and approved by the Board of Directors in their respective meeting held on August 7, 2020. The same has been reviewed by the Statutory Auditors.
- 2 The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year 2019-20 and the published year to date figures upto the third quarter of the financial year ended March 31, 2020 which were subjected to review by Statutory Auditors.
- 3 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.
- 4 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 June 30, 2020 are as under.

(' In lakhs)					
Particulars	Settlement penalties	NCCL Contribution	NCDEX Contribution	Member Contribution	Total
<b>As on April 01, 2020</b>	3,326.10	12,543.86	3,338.69	-	<b>19,208.65</b>
Additional Contribution during the quarter *	33.76	-	-	-	<b>33.76</b>
Interest on Income Tax refund	0.03	0.90	0.24	-	<b>1.17</b>
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)	55.38	201.33	53.24	-	<b>309.95</b>
<b>As on June 30, 2020</b>	<b>3,415.27</b>	<b>12,746.09</b>	<b>3,392.17</b>	-	<b>19,553.53</b>

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.

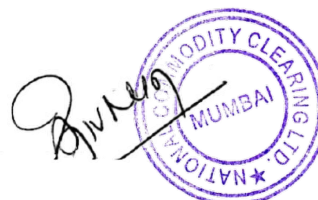
The above Core SGF amounting to ` 19,553.53 lakhs has been considered by the management as a part of equity and is included under "Other Equity".

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'	3,249.37	12,231.18	3,239.78	-	<b>18,720.33</b>
Fixed deposits included under 'Non-current bank balances'	-	-	-	-	-
Accrued Interest on Fixed Deposits	154.33	458.02	137.99	-	<b>750.34</b>
TDS on Interest/Income	2.78	56.89	14.40	-	<b>74.07</b>
Balance with Bank	0.02	-	-	-	<b>0.02</b>
<b>Total</b>	<b>3,406.50</b>	<b>12,746.09</b>	<b>3,392.17</b>	-	<b>19,544.76</b>

\* Includes penalty amounting to ` 8.77 lakhs yet to be collected & invested as on June 30, 2020.

- 5 Exceptional Item for the quarter ended June 30, 2020 represents provision for doubtful debt of ₹ 103.85 lakhs with respect to GST on penalties recoverable from two defaulting members. This was paid out of Core SGF in financial year 2019-20, and has been transferred back to Core SGF in July 2020 along with interest, in compliance with SEBI letter dated July 10, 2020. The exceptional item for the year ended March 31, 2020 includes provision of ₹ 646.40 lakhs (₹ 16.38 lakhs for the quarter ended March 31, 2020) with respect to amounts recoverable from some members and ₹ 21.67 lakhs (₹ 21.67 lakhs for the quarter ended March 31, 2020) representing loss incurred towards liquidation of members open position which cannot be attributed to the member. These provisions have been made in the financial results on conservative accounting principle.
- 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".



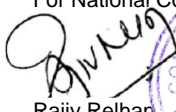
7 The COVID - 19 outbreak is an unprecedented global situation. The World Health Organisation has declared the same as a pandemic on March 11, 2020. During the quarter, the COVID - 19 has partially impacted the business of the Company.

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 impact assessment of COVID – 19 may be different from that presently estimated and the Company will continue to evaluate any significant changes having impact on its financial performance and financial position.

8 During the quarter ended June 30, 2019, the lease transaction for premises was accounted as per the provisions of Ind AS 116 "Leases", as per which the Right to Use asset and corresponding liability for the lease period was recognised. Further, expenses were recognised as finance cost of ` 4.96 lakhs on lease liability and amortisation of ` 17.94 lakhs on Right to Use asset. However, subsequent to the June 30, 2019 financial results, Ind AS Technical Facilitation Group (ITFG) of Ind AS Implementation Committee has issued a clarification stating that Ind AS 116 is not applicable to short term leases, i.e. leases which do not give a right to purchase the leased assets or extend the lease beyond the non-cancellable period without the consent of the lessor. Accordingly, the Company had reversed the effect of Ind AS 116 in the subsequent quarter.

9 Figures for the previous period/year have been regrouped, rearranged and reclassified wherever necessary.

Place: Mumbai  
Date: August 7, 2020

For National Commodity Clearing Limited  
  
Rajiv Relhan  
Managing Director & CEO

