

NSDL is the largest depository in India in terms of number of issuers, number of active instruments, market share in demat value of settlement volume, and value of assets held under custody. Through its subsidiaries, NDML and NPBL, NSDL offers a range of IT-enabled solutions across multiple verticals such as e-governance, payment solutions, collaborative industry solutions, regulatory platforms, KYC solutions, insurance repository services, and digital banking solutions.

As of March 31, 2025, NSDL has over 39.45 million active demat accounts held with 294 registered depository participants, with account holders located in more than 99.34% of pin codes in India and 194 countries globally. During FY25, NSDL records a net increase of 33,758 issuers, reaching a total of 79,773 issuers registered, compared to 46,015 as of March 31, 2024. The average number of demat accounts opened per day during FY25 stands at 15,320.

Investment Rationale:
India's first and leading depository operating a wide range of technology-driven businesses

- NSDL is India's first and largest depository by number of issuers (79,773), active instruments, demat value share, and assets under custody as of March 31, 2025.
- NSDL pioneered direct dematerialization in India, skipping the immobilization phase common in other global markets.
- Played a central role in evolving settlement cycles from T+5 to T+1 (January 2023) and piloted T+0 settlements from March 2024; full rollout for top 500 scrips by Jan 2025.
- Introduced UPI block mechanism and direct payout facility to enhance transparency and reduce risk.
- Asset growth has been rapid: AUC surpassed ₹100 trillion in June 2014, ₹200 trillion in Nov 2020, ₹300 trillion in Dec 2021, and exceeded ₹500 trillion by Sept 2024.
- NSDL's network includes 294 DPs and 65,391 service centers, serving 39.45 million active demat accounts across 99.34% of Indian pin codes and 194 countries.
- Positioned as critical infrastructure for India's capital markets with robust regulatory alignment and consistent tech-led innovation.

Continuous focus on growth potential and increasing market penetration

- Demat accounts in India grew at a CAGR of 21.94% from FY2014 to FY2025, reaching 192.4 million; penetration remains low at 13.4% in FY2025.
- NSDL outperformed CDSL in issuer onboarding, growing from 17,835 to 79,773 issuers (CAGR 20.6%) vs CDSL's growth from 9,887 to 35,922 (CAGR 17.5%) between FY2017 and FY2025.
- Regulatory mandates such as dematerialisation for unlisted public companies (2018) and private companies (2023) are expanding NSDL's addressable market.
- Through NDML and NPBL, NSDL has diversified into KYC, e-governance, digital banking, insurance repositories, and regtech.
- India's GDP is expected to grow at 6.3–6.5% annually till FY2028, benefiting core market infrastructure players like NSDL.
- NSDL is expanding aggressively through fintech broker onboarding, mutual fund dematerialization, region-specific financial literacy programs, and youth-targeted initiatives like YUVaPlan.
- Exploring new demat asset classes including sovereign gold bonds, AIFs, and e-gold; deepening engagement with RTAs and issuers.
- Actively deploying blockchain-based DLT solutions across asset classes following successful Phase I and II.
- Continually enhancing offerings via investor feedback, competitor benchmarking, and cross-subsidiary synergies.

Increase the market share of payments bank business

- NSDL's payments bank (NPBL) offers a wide range of services including zero-balance accounts, digital payments, mutual fund and insurance products.
- Operates 4,382 customer service points as of March 31, 2025, in rural and semi-urban India via business correspondents and inclusive banking partners.
- Developed NSDL Jiffy app for personalized digital banking; focus on 3-in-1 account offerings and launching co-branded credit cards (pending RBI approval).
- Expanding prepaid card portfolio into new categories such as fleet, fuel, and transit cards.
- Merchant services enable UPI, card, and net banking payments; identified as high-potential vertical for growth in digital commerce.
- Cash Management Services launched in July 2023; processed ₹283,921.66 million worth of CMS transactions in FY2025, partnering with MFIs and NBFCs.
- Third-party product distribution expanded via Jiffy and BC networks; distribution tie-ups with 28 AMCs and 13 insurers as of March 31, 2025.

Valuation and Outlook: NSDL stands at the forefront of India's capital market infrastructure, underpinned by its position as the country's first and largest depository. With ₹500,000,000 million in assets under custody, 39.45 million active demat accounts, and a dominant share in issuer onboarding and demat settlement value, NSDL offers a unique blend of scalability, regulatory alignment, and technology-first execution that cements its role as a systemically important institution. The company's long-standing relationships with market intermediaries, superior technology stack, and nation-wide service center footprint reinforce high operating leverage, margin stability, and recurring revenue visibility. In contrast to CDSL's retail-driven scale in number of demat accounts, NSDL's portfolio leans towards high-value, institutional holdings—capturing over 88% share of demat value. While CDSL has grown rapidly in demat account count (reaching 160+ million vs NSDL's 39.45 million), NSDL has consistently led in key value metrics including number of issuers (79,773 vs. 35,922), market value of holdings, and depth of product innovation. With demat penetration still at ~13.4% of the population, and financialization of household savings gaining pace, NSDL is well-positioned to benefit from India's rising capital market participation. NSDL's forward strategy of diversifying into adjacent domains through its subsidiaries—NPBL (payments bank), NDML (e-governance and KYC), and insurance repositories—adds new levers of monetization. The NSDL Jiffy platform, Cash Management Services, and expansion in regtech and blockchain-backed infrastructure further strengthen its ecosystem approach. These initiatives are likely to not only deepen customer stickiness but also elevate revenue intensity per user. We recommend to subscribe to the issue due to NSDL's dominant market share in demat value, strong institutional franchise, regulatory tailwinds, diversified fintech initiatives, and high-quality revenue visibility.

Key Financial & Operating Metrics (Consolidated)								
In INR mn	Revenue	YoY (%)	EBITDA	EBITDA %	PAT	EPS	ROE	ROCE
FY23	10,219.88	34.28	3,755.06	26.44	2,348.10	11.74	17.79	23.25
FY24	12,682.44	24.10	2,846.80	22.45	2,754.45	13.77	17.70	22.94
FY25	14,201.46	11.97	2,556.15	25.01	3,431.24	17.16	18.60	24.80

Issue Snapshot	
Issue Open	30-Jul-25
Issue Close	01-Aug-25
Price Band	INR 760 - 800
Issue Size (Shares)	5,01,45,001
Market Cap (mln)	INR 160000

Particulars	
Fresh Issue (INR mln)	-
OFS Issue (INR mln)	INR 40116
QIB	50%
Non-institutionals	35%
Retail	15%

Capital Structure	
Pre Issue Equity	20,00,00,000
Post Issue Equity	20,00,00,000
Bid Lot	18 Shares
Minimum Bid amount @ 760	INR 13680
Maximum Bid amount @ 800	INR 14400

Share Holding Pattern	Pre Issue	Post Issue
Promoters	-	-
Public	-	-

Particulars	
Face Value	INR 2
Book Value	INR 100.27
EPS, Diluted	INR 17.16

Objects of the Issue	
1. OFS issue- ₹ 40116 million	

SUBSCRIBE

research@smifs.com

National Securities Depository Ltd.

July 29, 2025



NSDL is the largest depository in India in terms of number of issuers, number of active instruments, market share in demat value of settlement volume, and value of assets held under custody. Through its subsidiaries, NDML and NPBL, NSDL offers a range of IT-enabled solutions across multiple verticals such as e-governance, payment solutions, collaborative industry solutions, regulatory platforms, KYC solutions, insurance repository services, and digital banking solutions.

As of March 31, 2025, NSDL has over 39.45 million active demat accounts held with 294 registered depository participants, with account holders located in more than 99.34% of pin codes in India and 194 countries globally. During FY25, NSDL records a net increase of 33,758 issuers, reaching a total of 79,773 issuers registered, compared to 46,015 as of March 31, 2024. The average number of demat accounts opened per day during FY25 stands at 15,320.

Key Products and Services

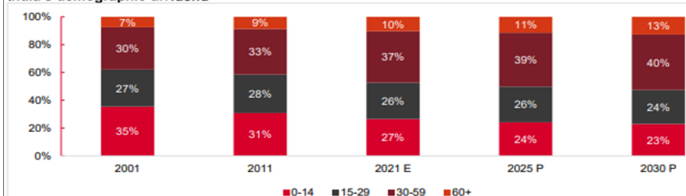


Industry Overview:

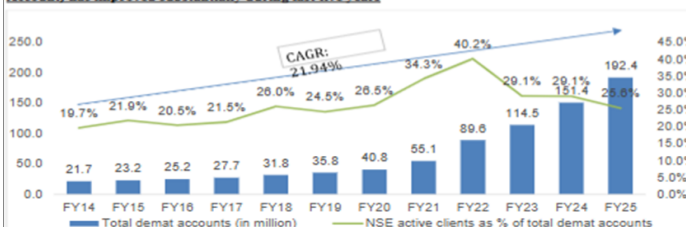
India's population stands at over 1.44 billion as of CY24, with nearly 187 million households, and is expected to reach 1.5 billion by 2031. The number of households is projected to grow from 245 million in 2021 to approximately 385 million by 2031, at a CAGR of 4.6% between FY21 and FY31. Parallel to this demographic expansion, the Indian capital market has emerged as one of the most dynamic and high-growth organised markets globally. Between FY11 and FY25, the market capitalization of the National Stock Exchange (NSE) grew at a CAGR of 13.8%, while the NIFTY 50 index registered a CAGR of 10.5%, with the BSE Sensex following a similar trajectory. The number of companies traded on the NSE rose from 856 in FY05 to 3,784 in FY25. Capital raised through public and rights issues increased from ₹919.5 billion in FY19 to ₹2,181.2 billion in FY25, supported by robust domestic and global investor sentiment, with year-on-year growth of 113% in FY25 and 42% in FY24. As India advances toward becoming a global economic powerhouse, the capital market continues to play a critical role in driving economic development and financial inclusion.

Favourable demographics

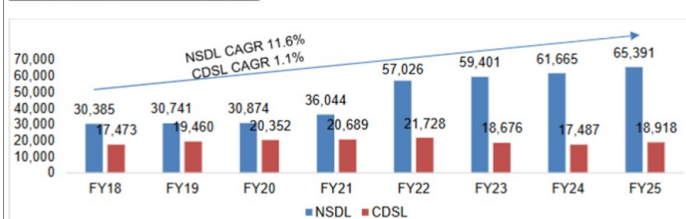
India's demographic dividend



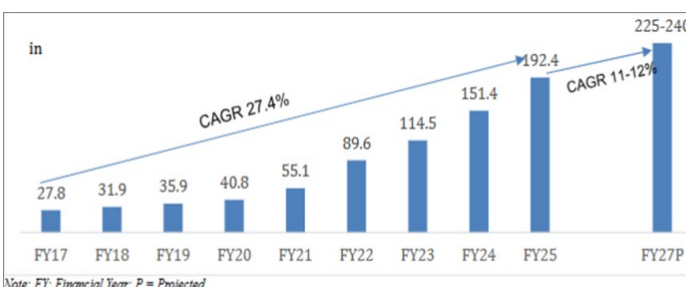
Growth in Demat Accounts since Financial Year 2014 onwards and Active Client Base (as % of Demat Account) has improved substantially during last five years



Number of DP service centres grew at CAGR (Financial Year 2018- Financial Year 2025) of ~11.6% and 1.1% for NSDL and CDSL respectively

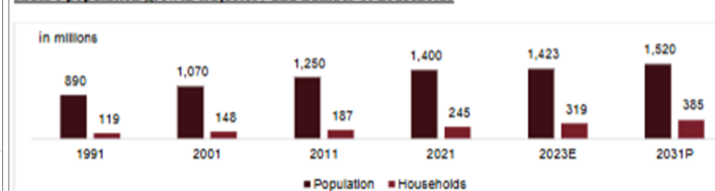


Number of total client accounts to grow at ~11-12% CAGR between Financial Year 2025-Financial Year 2027

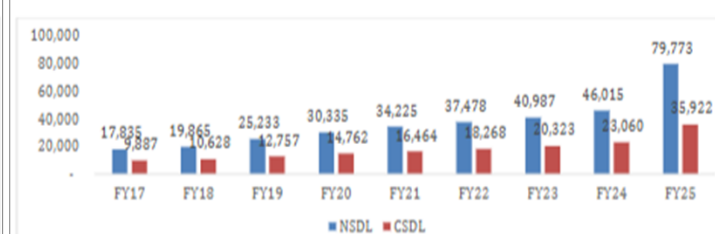


Note: FY: Financial Year, P = Projected

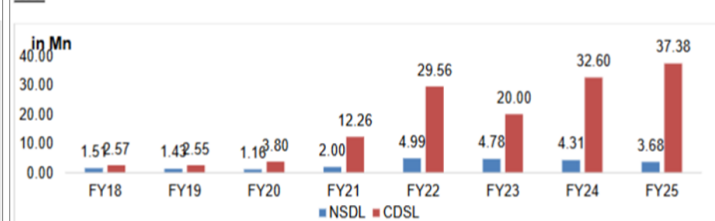
India's population growth trajectory and number of households



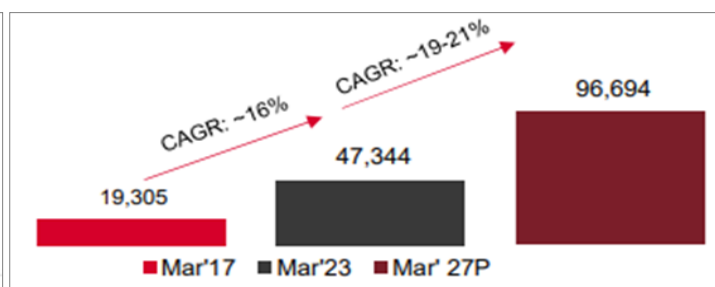
Trend of number of companies signed up and available for demat (listed and unlisted)



New investors' accounts increased rapidly since Financial Year 2021, reaching record in Financial Year 2025



Value of retail investor in all NSE and BSE listed companies to grow at CAGR of 19-21% between Fiscals 2025 and 2027



Trends in new income streams for depositories

Depositories have been diversifying their revenue streams such as facilitating instant LAS, providing platform for conducting e-voting and AGM, database management, etc. These are allied services of depositories' business and can be expanded to earn huge revenue. Additionally, depositories also have set-up insurance repositories to facilitate holding of all types of insurance policies in electronic form in a single e-insurance account. All such services are expected to generate good amount of revenue for depositories

Income streams	Description
Digital LAS	Depositories are facilitating collateral management system for Loan against Securities (LAS) product. The Banks which are DPs of NSDL can avail facility to provide online loan to their customers against securities held by the customers in their respective Demat accounts. NSDL facilitates investors / demat account holders, having demat account with any DP of NSDL, to avail loan against their securities in a digital form with Banks/NBFCs. CDSL provides APIs to DPs to enable demat account holders to pledge shares in their CDSL demat account directly from the website of the DPs.
E-voting and online AGM	The e-Voting platforms of depositories have facilitated many leading companies to offer e-Voting services to their Shareholders and thus, have empowered their Shareholders to exercise voting rights by casting their votes electronically. This has enabled investors to take an active part in the company's overall decision-making process by participating in voting. The platforms offer the companies live-streaming of meeting proceedings and instantaneous results. In addition to this, it also offers tab-based e-Voting services at the AGM venue itself and e-notices service to the companies availing e-Voting platform.
Database management services	Database management services include services like National Skills Registry to IT / ITes industry and transactions services like SEZ Online system on behalf of Ministry of Commerce & Industry, KYC registration agency (KRA) for centralization of the KYC records in the securities market and operations pertaining to the Repository of Insurance Policies.
Payments Bank	NSDL Payments Bank, a subsidiary of National Securities Depository Limited (NSDL), offers depositors a new revenue-generating platform through digital banking services, including zero-balance savings accounts, digital debit cards, and remittance facilities. It promotes financial inclusion and provides depositors access to banking transactions like AePS, and Micro ATMs. This creates opportunities for depositors to earn through transaction fees and partnerships with fintech and government entities.

Investment Rationale:

India's first and leading depository operating a wide range of technology-driven businesses: NSDL is India's first and leading depository and remains the largest in terms of number of issuers, number of active instruments, market share in demat value of settlement volume, and value of assets held under custody as of March 31, 2025. NSDL pioneered the concept of dematerialization of securities in India, fundamentally transforming the securities landscape. It was also one of the initial depositories globally to directly implement dematerialization, bypassing the traditional two-step process of immobilization followed by dematerialization.

The introduction of the depository system by NSDL significantly changed trade settlement practices on Indian stock exchanges and played a pivotal role in the implementation of rolling settlements. Prior to NSDL's incorporation, trades were settled weekly under the account period settlement framework. NSDL's scripless book-entry system enabled a gradual reduction in settlement cycles and supported the eventual transition to rolling settlements. In 1998, SEBI introduced rolling settlements on a T+5 basis, which were gradually shortened. In January 2023, India adopted a T+1 settlement cycle for all traded securities. Further advancing this transition, NSDL implemented a beta version of T+0

settlement with 25 scrips starting March 28, 2024. This was followed by a phased rollout from January 31, 2025, extending T+0 settlement to the top 500 scrips by market capitalization (as of December 31, 2024), across all brokers. This milestone positioned India among a select group of countries with same-day (T+0) settlement capabilities, with NSDL playing a key enabling role.

In line with SEBI's initiatives to strengthen secondary market infrastructure, NSDL implemented the UPI block mechanism and direct payout facility. These innovations improved efficiency, enhanced transparency, and reduced counterparty risk for investors.

The growth of NSDL's depository business has been underpinned by regulatory mandates requiring the compulsory dematerialization of securities for transfer. NSDL's emphasis on security, scalability, and seamless processing has driven strong adoption across domestic and international investor segments.

As of March 31, 2025, NSDL had a total of 79,773 issuers registered on its platform and was supported by a network of 294 Depository Participants (DPs) operating through 65,391 service centers across India. These service centers supported 39.45 million active demat accounts. As of December 31, 2024, 2.35 million accounts were common between NSDL and CDSL. NSDL's account holders were present in over 99.34% of pin codes in India and in 194 countries globally.

In June 2014, NSDL surpassed ₹100,000,000 million in assets under custody after 18 years of operations. It added another ₹100,000,000 million by November 2020 and an additional ₹100,000,000 million by December 2021. As of September 2024, the total value of assets under custody exceeded ₹500,000,000 million.

With its first-mover advantage, consistent regulatory alignment, leadership in demat infrastructure, and expanding national and global reach, NSDL is strategically positioned at the core of India's capital markets. The Company's role in supporting settlement innovations such as T+0, its scalable and secure network of service centers and Depository Participants, and its track record of rapid asset growth reinforce its standing as a critical infrastructure provider—offering long-term investment potential with defensive and structural growth characteristics.

Continuous focus on growth potential and increasing market penetration by leveraging its strengths: The number of demat accounts in India has increased at a robust CAGR of 21.94%, from 21.7 million in FY2014 to 192.4 million in FY2025. Despite this significant growth, the demat account penetration remains at only 13.4% in FY2025 (10.6% in FY2024), indicating substantial headroom for expansion, especially given India's population of over 1,440 million as of CY2024.

NSDL has demonstrated superior performance in expanding its issuer base, with the number of companies having their securities in demat form growing from 17,835 in FY2017 to 79,773 in FY2025, reflecting a CAGR of 20.6%. In comparison, CDSL's count increased from 9,887 to 35,922 during the same period, a CAGR of approximately 17.5%. This indicates NSDL's stronger issuer acquisition momentum.

The regulatory landscape has also become more conducive for dematerialisation. As per a Ministry of Corporate Affairs (MCA) notification in September 2018 (effective from October 2, 2018), all securities issued and transferred by unlisted public companies must be in dematerialised form. Additionally, on October 27, 2023, the MCA mandated compulsory dematerialisation of securities by private companies (excluding small companies), which is expected to further expand the total addressable market for depositories like NSDL.

NSDL has capitalised on these regulatory tailwinds by leveraging its robust technological infrastructure. Through its subsidiaries NDML and NPBL, the company has expanded its service offerings beyond core depository functions to include e-governance solutions, payment platforms, regulatory technology, KYC, digital banking, insurance repository, and collaborative industry solutions.

India's macroeconomic outlook remains positive, with projected real GDP growth in the range of 6.3% to 6.5% annually from 2025 to 2028. NSDL is well-positioned to benefit from this economic expansion due to its role at the heart of the capital market infrastructure.

NSDL's strategic initiatives to increase market penetration include:

- **Strengthening Depository Participant (DP) Relationships:** NSDL is deepening engagement with DPs, particularly banks, by providing API stacks, hosted infrastructure, training, marketing support, and reward programs to drive business growth and loyalty.
- **Expanding Geographic Reach:** Targeting underserved Tier III and Tier IV cities with regional digital literacy programs and tailored financial education, NSDL seeks to onboard early-stage investors and bridge regional disparities in market access.
- **Fintech Broker Integration:** NSDL is actively onboarding new-age fintech brokers to scale rapidly via their digital distribution channels while emphasizing risk mitigation, including avoiding concentration risk.
- **Mutual Fund Dematerialisation:** To streamline mutual fund investments, NSDL is pushing for dematerialisation, which would reduce investor friction, enhance monitoring of corporate actions, and facilitate mutual fund units as collateral for loans or margin trading.
- **Localized Financial Products:** NSDL is exploring region-specific investment products and remains actively engaged with SEBI to align offerings with evolving regulations and market demands.
- **Youth Outreach – YUvaPlan (YUP):** Launched in October 2024, this initiative targets investors under 24 years old with zero settlement fees for the first 36 months, incentivizing youth participation in capital markets.
- **New Asset Classes in Demat:** NSDL is simplifying processes for holding diverse asset classes like sovereign gold bonds, e-gold receipts, government securities, units of AIFs, and mutual funds in demat form.
- **Capital Market Awareness and Digitization:** Initiatives like 'Market Ka Eklavya' aim to raise awareness about capital markets. NSDL also focuses on increasing digital participation from retail and institutional stakeholders.
- **Issuer and RTA Engagement:** The company is strengthening ties with listed and unlisted issuers, as well as Registrar and Transfer Agents (RTAs), to offer seamless dematerialisation and servicing solutions.
- **Blockchain and DLT Integration:** Following the successful rollout of Phase I and II of its blockchain-based Distributed Ledger Technology (DLT) for security and covenant monitoring, NSDL is expanding DLT applications to other asset classes.
- **Subsidiary Synergies:** NSDL is leveraging cross-functional collaboration with its subsidiaries to optimize resources, improve customer experience, and accelerate growth.
- **Market Research and Product Alignment:** Through continuous data analysis, investor feedback, and competitor benchmarking, NSDL is refining its offerings to better align with market needs.

Given its superior growth metrics, diversified product portfolio, technological leadership, strong issuer acquisition engine, and aggressive expansion strategy targeting untapped investor segments and geographies, NSDL appears well-positioned to deliver long-term value. The company's scale, regulatory alignment, and innovation roadmap make it a compelling candidate for inclusion in long-term growth-oriented portfolios.

Increase the market share of payments bank business: NSDL continues to scale its payments bank business, operated through NSDL Payments Bank Limited (NPBL), by offering a diverse range of ancillary products and services. These include zero-balance accounts, digital payment cards, online bill payments and recharges, mutual fund and investment services, and insurance products. To drive growth and support strategic priorities, NSDL is actively executing the following initiatives:

Financial Inclusion

In alignment with the Government of India's financial inclusion agenda, NSDL is focused on expanding the reach of its banking services into remote and underserved regions. This is being achieved through the development and growth of a broad network of inclusive banking partners and business correspondents. As of March 31, 2025, NPBL operated 4,382 customer service points across India. These service points are embedded within neighbourhood shops, local stores, and pharmacies, ensuring accessibility for customers. Services offered at these points include Aadhaar Enabled Payment System (AEPS) transactions, micro-ATM services, and remittance products. Additionally, account opening services are provided at these centers to facilitate equitable and inclusive banking access nationwide.

Digital Banking

NSDL has developed the NSDL Jiffy mobile application with a focus on personalization, user-centric design, and intuitive navigation. This platform aims to deliver a seamless and engaging user experience. To drive adoption, NSDL intends to onboard new customers via business partnerships, the introduction of a 3-in-1 account offering (banking, demat, and trading), and direct acquisition through digital marketing initiatives targeting the Jiffy app. NSDL is also in the process of launching co-branded credit cards, subject to regulatory approval by the Reserve Bank of India (RBI). Moreover, to scale the prepaid card segment, NSDL plans to onboard additional partners and expand into new product categories such as transit cards, multi-wallet cards, fuel cards, fleet management cards, and corporate transit solutions.

Merchant Acquisition

NSDL offers a comprehensive digital payments acceptance platform that enables merchants to collect and process payments from customers through multiple digital channels. This includes payment cards, UPI, and net banking. NSDL has identified this model as a high-potential revenue vertical and is strategically investing in the development of merchant services to capture a larger share of India's growing digital commerce ecosystem.

Cash Management Services (CMS)

In July 2023, NSDL launched its Cash Management Services to support cash-based collections across India. This platform facilitates the collection of loan EMIs and other cash payments through an agent-based model. NSDL collaborates with microfinance institutions (MFIs) and Non-Banking Financial Companies (NBFCs) to streamline these processes using its extensive network of business correspondents. For the financial year ended March 31, 2025, CMS transactions processed by NSDL aggregated to ₹283,921.66 million.

Third-Party Product Distribution

NSDL is expanding its third-party distribution capabilities by enabling the sale of mutual fund schemes and insurance products through its digital platforms and service partner network. As of March 31, 2025, NSDL had established distribution agreements with 28 Asset Management Companies (AMCs) and 13 insurance providers. These products are available through NSDL Jiffy as well as the business correspondent network, enhancing cross-sell opportunities and increasing wallet share per customer.

Valuation and Outlook: NSDL stands at the forefront of India's capital market infrastructure, underpinned by its position as the country's first and largest depository. With ₹500,000,000 million in assets under custody, 39.45 million active demat accounts, and a dominant share in issuer onboarding and demat settlement value, NSDL offers a unique blend of scalability, regulatory alignment, and technology-first execution that cements its role as a systemically important institution. The company's long-standing relationships with market intermediaries, superior technology stack, and nation-wide service center footprint reinforce high operating leverage, margin stability, and recurring revenue visibility. In contrast to CDSL's retail-driven scale in number of demat accounts, NSDL's portfolio leans towards high-value, institutional holdings—capturing over 88% share of demat value. While CDSL has grown rapidly in demat account count (reaching 160+ million vs NSDL's 39.45 million), NSDL has consistently led in key value metrics including number of issuers (79,773 vs. 35,922), market value of holdings, and depth of product innovation. With demat penetration still at ~13.4% of the population, and financialization of household savings gaining pace, NSDL is well-positioned to benefit from India's rising capital market participation. NSDL's forward strategy of diversifying into adjacent domains through its subsidiaries—NPBL (payments bank), NDML (e-governance and KYC), and insurance repositories—adds new levers of monetization. The NSDL Jiffy platform, Cash Management Services, and expansion in regtech and blockchain-backed infrastructure further strengthen its ecosystem approach. These initiatives are likely to not only deepen customer stickiness but also elevate revenue intensity per user. We recommend to subscribe to the issue due to NSDL's dominant market share in demat value, strong institutional franchise, regulatory tailwinds, diversified fintech initiatives, and high-quality revenue visibility.

National Securities Depository Ltd.

July 29, 2025



Peer Comparison

Name of company	Closing price as on July 28, 2025	Total income (in ₹ million)	EPS (₹)Diluted	P/E Ratio	PAT (in ₹ million)
NSDL	800	15,351.87	17.16	46.62	3,431.24
CDSL	1,523.00	11,992.82	25.2	60.44	5,263.26

KPI	Unit	NSDL	NSDL	NSDL	CDSL	CDSL	CDSL
KPI	Unit	FY25	FY24	FY23	FY25	FY24	FY23
Demat custody value	₹ billion	4,64,164.04	4,23,441.88	3,20,188.90	70,564.02	64,266.88	39,711.27
– Individuals & HUF		70,167.65	65,011.86	47,060.06	33,774.96	30,777.66	20,772.98
– Non-Individuals		3,93,996.39	3,58,430.02	2,59,128.84	36,789.06	33,489.22	18,938.29
Issuers	Number	79,773	46,015	41,207	35,921	34,080	31,880
– Listed		7,344	4,974	4,409	-	-	-
– Unlisted		72,429	41,041	36,798	-	-	-
Total quantity of securities held in demat	in billion	4,738.96	4,130.33	3,123.43	1,009.01	864.6	612.85
e-Voting							
– e-Voting Revenue	₹ million	448.94	355.65	328.56	258.2	244	-
– e-Voting events	Number	55,984	51,004	43,302	41,163	38,368	-
Depository Participants	Number	294	289	286	586	588	586
DP Service Centres	Number	65,941	61,665	59,130	19,098	17,857	17,003
Demat Accounts (excluding closed accounts)	million	39.45	33.2	28.03	109.01	83.65	75.83
– Individuals & HUF		38.89	32.53	27.43	107.85	82.84	75.14
– Non-Individuals		0.57	0.67	0.6	1.16	0.81	0.69
Demat custody value per demat account	₹ million						
– Individuals & HUF		1.8	2	1.72	0.31	0.37	0.28
– Non-Individuals		2,191.99	2,239.87	1,721.26	378.25	413.45	274.48
Consolidated Operating Revenue	₹ million						
– Revenue		15,351.87	14,004.16	12,019.96	11,992.82	10,928.08	9,675.42
– Recurring Revenue		7,295.14	7,226.42	7,029.56	9,625.24	8,672.64	8,009.31
– Transaction Revenue		1,275.52	1,144.14	1,214.02	1,382.70	1,252.24	1,089.39
Standalone Operating Revenue	₹ million	6,186.28	4,736.07	4,491.88	6,409.57	5,392.42	4,590.06
– Revenue		6,186.28	4,736.07	4,491.88	6,409.57	5,392.42	4,590.06
– Recurring Revenue		2,799.36	2,741.84	2,828.49	5,506.86	4,975.25	4,393.41
Consolidated EBITDA	₹ million	4,929.43	4,374.25	3,286.04	7,329.75	6,314.36	5,219.13
Consolidated PAT	₹ million	3,431.24	2,946.52	2,348.10	5,263.26	4,474.53	3,533.27
Consolidated Basic and Diluted EPS	₹ per share	17.16	14.74	11.76	25.2	21.42	16.91
Consolidated Net Worth	₹ million	20,053.41	16,804.79	14,141.94	17,603.45	14,651.08	12,252.84
Consolidated Operating Profit Margin	%	48.63%	46.52%	43.92%	61.10%	57.80%	53.92%
– Standalone Operating Profit Margin	%	50.21%	48.73%	48.04%	53.91%	57.85%	55.86%
– NSDL / CDSL							
NSDL / CDSL subsidiary	%	31.67%	37.06%	40.20%	50.31%	52.89%	51.72%
NPBL	%	0.51%	0.31%	1.55%	-	-	-
Consolidated PAT Margin	%	22.53%	20.11%	21.35%	45.63%	46.74%	44.44%
Standalone PAT Margin	%						
NSDL / CDSL	%	43.97%	45.19%	43.42%	46.63%	49.91%	50.01%
NSDL / CDSL subsidiary	%	34.87%	37.59%	37.62%	44.21%	44.12%	38.34%
NPBL	%	0.26%	0.27%	0.23%	-	-	-
Consolidated ROE	%	17.11%	16.35%	16.43%	29.96%	28.67%	22.74%
Standalone ROE	%	17.78%	17.11%	16.58%	33.21%	31.32%	28.17%
NSDL / CDSL subsidiary	%	12.13%	12.72%	12.68%	23.44%	22.17%	14.63%
NPBL	%	1.26%	1.09%	5.61%	-	-	-

National Securities Depository Ltd.

July 29, 2025



IPO Note

Income Statement				Balance Sheet			
Y/E (INR mn)	FY23	FY24	FY25	Y/E (INR mn)	FY23	FY24	FY25
Revenue	10,219.88	12,682.44	14,201.46	Source of funds			
Expenses:				Equity Share Capital	400.00	400.00	400.00
Operating Expenses	5134.70	6950.82	6837.16	Reserves	13887.31	16435.76	19646.17
Employee Cost	1098.07	1231.99	1385.27	Total Share holders funds	14288.61	16840.97	20053.41
Total Expenses	7,663.73	9,835.64	10,446.40	Current Liabilities	6,397.37	5,515.75	9,625.43
EBITDA	2,556.15	2,846.80	3,755.06	Trade Payables	611.85	696.35	892.16
EBITDA Margin %	25.01	22.45	26.44	Total Non-Current Liabilities	248.77	220.63	169.53
Interest	18.73	20.60	40.97	Total Liabilities	20,851.75	22,485.68	29,807.68
Depreciation	216.89	241.23	354.03				
Other Income	778.26	978.16	1150.41	Application of funds			
PBT	3,050.42	3,549.50	4,534.43	Fixed Assets	683.03	2889.06	3215.93
PAT	2,348.10	2,754.45	3,431.24	Cash and Bank	3869.85	2404.73	3742.29
EPS	11.74	13.77	17.16	Current Assets	8354.91	6305.81	12502.70
				Trade Recievables	856.28	831.39	1298.60
				Other current assets	104.18	116.78	313.77
				Total Assets	20,851.75	22,485.68	29,807.68
Cash Flow				Key Ratios			
Y/E (INR mn)	FY23	FY24	FY25	Y/E (INR mln)	FY23	FY24	FY25
Profit Before Tax	3050.42	3549.50	4,534.43	Growth Ratio			
Adjustment	-263.84	-382.07	-316.53	Net Sales Growth(%)	34.28	24.10	11.98
Changes In working Capital	3062.16	-1248.77	2380.64	EBITDA Growth(%)	10.88	14.71	28.25
Cash Flow after changes in Working Capital	5848.74	1918.66	6598.54	PAT Growth(%)	10.45	17.31	24.57
Tax Paid	-769.35	-789.84	-1020.07	Margin Ratios			
Cash From Operating Activities	5079.39	1128.82	5578.47	EBITDA	25.01	22.45	26.44
Cash Flow from Investing Activities	-4417.05	-1775.64	-5023.20	PBT	29.85	27.99	31.93
Cash from Financing Activities	-200.00	-200.00	-163.82	PAT	22.98	21.72	24.16
Net Cash Inflow / Outflow	462.34	-846.82	391.45	Return Ratios			
Opening Cash & Cash Equivalents	1444.60	1906.94	1060.12	ROA	12.45	12.71	13.12
Closing Cash & Cash Equivalent	1906.94	1060.12	1451.57	ROE	17.79	17.70	18.61
				ROCE	23.25	22.94	24.80
				Turnover Ratios			
				Debtors Turnover(x)	10.88	15.03	13.33
				Fixed Asset Turnover (x)	3.83	3.15	2.55
				Solvency Ratios			
				Current Ratio(x)	1.31	1.14	1.3
				Interest Cover(x)	163.86	173.31	111.68
				Valuation Ratios			
				P/E	-	-	46.62
				EV/EBITDA	-	-	41.61
				EV/Sales	-	-	11
				P/B	-	-	2.66
				P/S	-	-	11.27

Analyst Certification:

I, **Saurav Pal**, Research Analyst of SMIFS Limited (in short "SMIFS / the Company"), authors and the names subscribed to this Research Report, hereby certify that all of the views expressed in this Research Report accurately reflect our views about the subject issuer(s) or securities and distributed as per SEBI (Research Analysts) Regulations 2014. I also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this Research Report. It is also confirmed that I, the above mentioned Research Analyst(s) of this Research Report have not received any compensation from the subject companies mentioned in the Research Report in the preceding twelve months and do not serve as an officer, director or employee of the subject companies mentioned in the Research Report.

Terms & Conditions and Other Disclosures:

SMIFS Limited is engaged in the business of Stock Broking, Depository Services, Portfolio Management and Distribution of Financial Products. SMIFS Limited is registered as Research Analyst Entity with Securities & Exchange Board of India (SEBI) with Registration Number – INH300001474.

SMIFS and our associates might have investment banking and other business relationship with a significant percentage of companies covered by our Research Analysts. SMIFS generally prohibits its analysts, persons reporting to analysts and their relatives from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover.

The information and opinions in this Research Report have been prepared by SMIFS and are subject to change without any notice. The Research Report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of SMIFS Limited. While we would endeavour to update the information herein on a reasonable basis, SMIFS is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent SMIFS from doing so. Non-rated securities indicate that rating on a particular security has been suspended temporarily and such suspension is in compliance with applicable regulations and/or policies of SMIFS, in circumstances where SMIFS might be acting in an advisory capacity to this company, or in certain other circumstances.

This Research Report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This Research Report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Securities as defined in clause (h) of section 2 of the Securities Contract Act, 1956, includes Financial Instruments, Currency and Commodity Derivatives. Though disseminated to all the customers simultaneously, not all customers may receive this Research Report at the same time. SMIFS will not treat recipients as customers by virtue of their receiving this Research Report. Nothing in this Research Report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this Research Report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. SMIFS accepts no liabilities whatsoever for any loss or damage of any kind arising out of the use of this Research Report. Past performance is not necessarily a guide to future performance. Investors are advised to see Risk Disclosure Document to understand the risks associated before investing in the securities markets. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice. The information given in this report is as of date of this report and there can be no assurance that future results or events will be consistent with this information. The information provided in this report remains, unless otherwise stated, the copyright of SMIFS. All layout, design, original artwork, concepts and intellectual Properties remains the property and copyright of SMIFS and may not be used in any form or for any purpose whatsoever by any party without the express written permission of the SMIFS.

SMIFS shall not be liable for any delay or any other interruption which may occur in presenting the data due to any reason including network (Internet) reasons or snags in the system, breakdown of the system or any other equipment, server breakdown, maintenance shutdown, breakdown of communication services or inability of SMIFS to present the data. In no event shall SMIFS be liable for any damages, including without limitation direct or indirect, special, incidental, or consequential damages, losses or expenses arising in connection with the data presented by the SMIFS through this report.

Participants in foreign exchange transactions may incur risks arising from several factors, including the following: (a) Exchange Rates can be volatile and are subject to large fluctuations; (b) the value of currencies may be affected by numerous market factors, including world and notional economic, political and regulatory events, events in Equity & Debt Markets and changes in interest rates; and (c) Currencies may be subject to devaluation or government imposed Exchange Controls which could affect the value of the Currency. Investors in securities such as Currency Derivatives, whose values are affected by the currency of an underlying security, effectively assume currency risk.

Since associates of SMIFS are engaged in various financial service businesses, they might have financial interests or beneficial ownership in various companies including the subject company/companies mentioned in this Research Report.

SMIFS and its Associates, Officers, Directors, Employees, Research Analysts including their relatives worldwide may: (i) from time to time may have long or short positions in, and buy or sell the Securities, mentioned herein or (ii) be engaged in any other transaction involving such Securities and earn brokerage or other compensation of the Subject Company/ companies mentioned herein or act as an Advisor or Lender/Borrower to such Companies or have other potential/material Conflict of Interest with respect to any recommendation and related information and opinions at the time of the publication of the Research Report or at the time of Public Appearance.

SMIFS does not have proprietary trades but may at a future date, opt for the same with prior intimation to Clients/ Investors and extant Authorities where it may have proprietary long/short position in the above Scrip(s) and therefore should be considered as interested.

The views provided herein are general in nature and do not consider Risk Appetite or Investment Objective of any particular Investor; Clients/ Readers/ Subscribers of this Research Report are requested to take independent professional advice before investing, however the same shall have no bearing whatsoever on the specific recommendations made by the analysts, as the recommendations made by the analysts are completely independent views of the Associates of SMIFS even though there might exist an inherent conflict of interest in some of the stocks mentioned in the Research Report.

The information provided herein should not be construed as invitation or solicitation to do business with SMIFS.

SMIFS or its subsidiaries collectively or Research Analysts or their relatives do not own 1% or more of the equity securities of the Company mentioned in the Research Report as of the last day of the month preceding the publication of the Research Report.

SMIFS encourages independence in Research Report preparation and strives to minimize conflict in preparation of Research Report. Accordingly, neither SMIFS and their Associates nor the Research Analysts and their relatives have any material conflict of interest at the time of publication of this Research Report or at the time of the Public Appearance, if any.

SMIFS or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

SMIFS or its associates might have received any compensation from the companies mentioned in the Research Report during the period preceding twelve months from the date of this Research Report for services in respect of managing or co-managing public offerings, corporate finance, investment banking, brokerage services or other advisory service in a merger or specific transaction from the subject company.

SMIFS or its associates might have received any compensation for products or services other than investment banking or brokerage services from the subject companies mentioned in the Research Report in the past twelve months.

SMIFS or its associates or its Research Analysts did not receive any compensation or other benefits whatsoever from the subject companies mentioned in the Research Report or third party in connection with preparation of the Research Report.

Compensation of Research Analysts is not based on any specific Investment Banking or Brokerage Service Transactions.

The Research Analysts might have served as an officer, director or employee of the subject company.

SMIFS and its Associates, Officers, Directors, Employees, Research Analysts including their relatives worldwide may have been engaged in market making activity for the companies mentioned in the Research Report.

SMIFS may have issued other Research Reports that are inconsistent with and reach different conclusion from the information presented in this Research Report.

A graph of daily closing prices of the securities/commodities is also available at www.nseindia.com and/or www.bseindia.com, www.mcxindia.com and/or www.icex.com.

SMIFS submit' s that no material disciplinary action has been taken on the Company by any Regulatory Authority impacting Equity Research Analysis activities in last 3 years.

This Research Report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject SMIFS and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

Specific Disclosures

1. SMIFS, Research Analyst and/or his relatives does not have financial interest in the subject company, as they do not have equity holdings in the subject company.
2. SMIFS, Research Analyst and/or his relatives do not have actual/beneficial ownership of 1% or more securities in the subject company.
3. SMIFS, Research Analyst and/or his relatives have not received compensation/other benefits from the subject company in the past 12 months.
4. SMIFS, Research Analyst and/or his relatives do not have material conflict of interest in the subject company at the time of publication of research report.
5. Research Analyst has not served as director/officer/employee in the subject company
6. SMIFS has not acted as a manager or co-manager of public offering of securities of the subject company in past 12 months.
7. SMIFS has not received compensation for investment banking/ merchant banking/brokerage services from the subject company in the past 12 months
8. SMIFS has not received compensation for other than investment banking/merchant banking/brokerage services from the subject company in the past 12 months.
9. SMIFS has not received any compensation or other benefits from third party in connection with the research report.
10. SMIFS has not engaged in market making activity for the subject company

Analyst holding in stock: **NO**

Key to SMIFS Investment Rankings

Buy: Return >15%, Accumulate: Return between 5% to 15%, Reduce: Return between -5% to +5%, Sell: Return < -5%

Contact us:

SMIFS Limited. (<https://www.smifs.com/>)

Compliance Officer:

Sudipto Datta,

5F Vaibhav, 4 Lee Road, Kolkata 700020, West Bengal, India.

Contact No.: +91 33 4011 5401 / +91 33 6634 5401

Email Id.: compliance@smifs.com

Mumbai Office:

206/207, Trade Centre, Bandra Kurla Complex (BKC), Bandra East, Mumbai – 400051, India

Contact No.: (D) +91 22 4200 5508, (B) +91 22 4200 5500

Email Id: institutional.equities@smifs.com

Kolkata Office:

Vaibhav, 4 Lee Road, Kolkata 700020, West Bengal, India.

Contact No.: (D) +91 33 6634 5408, (B) +91 33 4011 5400

Email Id: smifs.institutional@smifs.com