

National Securities Depository Ltd

IPO Note



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Empowering India's Securities Market with Trust and Innovation

National Securities Depository Limited (NSDL), established in 1996, is a prominent player in the Indian financial infrastructure sector, specializing in offering a wide array of services that support the securities market in India. It was the first institution in India to introduce dematerialization of securities and continues to lead in providing depository services for both listed and unlisted securities. As of FY25, NSDL is the largest depository in India, with a significant share in terms of active issuers, assets under custody, and settlement volumes.

NSDL's revenue model is diversified, generating income from core depository services, including custody fees, transaction fees, and annual maintenance charges, which constitute a stable recurring revenue stream. In FY25, consolidated operating revenue reached ₹1,420.1 Cr, marking a significant increase from ₹1,268.2 Cr in FY24. Net profit for FY25 stood at ₹343.1 Cr, with EBITDA of ₹375.5 Cr. The company's robust financial performance is reflected in its 24.2% PAT margin and strong Return on Equity (ROE) of 17.1%.

NSDL's technological infrastructure, focused on innovation and efficiency, underpins its leadership in the market. The company has continually invested in technology, enhancing its depository services and developing value-added services like e-voting, e-AGM platforms, and blockchain-based monitoring systems. Through its subsidiaries, NDML and NPBL, NSDL also offers IT-enabled solutions, including digital banking, payments, and KYC services, which complement its depository operations.

We recommend to SUBSCRIBE this IPO and hold the stock after listing for long term gains.

Key Consolidated Financial Data (INR Cr, unless specified)

	Net Revenue	EBITDA	Net Profit	EBITDA (%)	Net Profit (%)	EPS	BVPS (₹)	RoE (%)	ROCE (%)	P/E (X)	EV/EBITDA (X)
FY23	1,022.0	255.6	234.8	25.0	23.0	11.7	71.4	16.4	12.7	68.1	59.8
FY24	1268.2	284.7	275.4	22.4	21.7	13.8	84.2	16.4	12.0	58.1	54.4
FY25	1,420.1	375.5	343.1	26.4	24.2	17.2	100.3	17.1	12.8	46.6	39.8

Source: Ventura Research & Company update

Industry	Financial Services
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Scrip Details

Listing	BSE
Open Date	July 30, 2025
Close Date	Aug 1, 2025
Price Band	INR 760-800
Face Value	INR 2.00
Market Lot	18 Shares
Minimum Lot	1

Issue Structure

Issue Size (INR cr)	4,011.60
Issue Size (Shares)	5,01,45,001
QIB Share (%)	50%
Non-Inst Share (%)	15%
Retail Share (%)	35%
Pre Issue sh. (cr)	20
Post Issue sh. (cr)	20
Post Issue Market Cap (cr)	16000

Shareholding (%)	Pre (%)	Post (%)
Promoter	100	74.93
Public	0	25.07
TOTAL	100	100

Issue Structure and Offer Details

NSDL IPO is a bookbuilding of ₹4,011.60 crores. The issue is entirely an offer for sale of 5.01 crore shares.

Issue Structure	
Investor Category	Allocation
QIB	Not more than 50.00% of the Offer
NII (HNI)	Not less than 15.00% of the Offer
Retail	Not less than 35.00% of the Offer

Number of shares based on a higher price band of INR 800

*Source: Company
Reports*

Financial Summary

Fig in INR Cr (unless specified)	FY23	FY24E	FY25	Fig in INR Cr (unless specified)	FY23	FY24E	FY25
Income Statement				Per share data & Yields			
Revenue	1,022.0	1,268.2	1,420.1	Adjusted EPS (INR)	11.7	13.8	17.2
YoY Growth (%)	34.3	24.1	12.0	Adjusted Cash EPS (INR)	12.8	15.0	18.9
Raw Material Cost	0.0	0.0	0.0	Adjusted BVPS (INR)	71.4	84.2	100.3
RM Cost to Sales (%)	0.0	0.0	0.0	Adjusted CFO per share (INR)	25.4	5.6	27.9
Employee Cost	109.8	123.2	138.5	CFO Yield (%)	3.2	0.7	3.5
Employee Cost to Sales (%)	10.7	9.7	9.8	Adjusted FCF per share (INR)	23.0	(6.5)	24.3
Other Expenses	656.6	860.4	906.1	FCF Yield (%)	2.9	(0.8)	3.0
Other Exp to Sales (%)	64.2	67.8	63.8	Solvency Ratio (X)			
EBITDA	255.6	284.7	375.5	Total Debt to Equity	0.0	0.0	0.0
Margin (%)	25.0	22.4	26.4	Net Debt to Equity	(0.5)	(0.3)	(0.5)
YoY Growth (%)	6.3	11.4	31.9	Net Debt to EBITDA	(2.8)	(1.8)	(2.8)
Depreciation & Amortization	21.7	24.1	35.4	Return Ratios (%)			
EBIT	233.9	260.6	340.1	Return on Equity	16.4	16.4	17.1
Margin (%)	22.9	20.5	23.9	Return on Capital Employed	12.7	12.0	12.8
YoY Growth (%)	5.6	11.4	30.5	Return on Invested Capital	33.0	22.3	35.9
Other Income	77.8	97.8	115.0	Working Capital Ratios			
Bill discounting & other charges	1.9	2.1	4.1	Payable Days (Nos)	22	20	23
Fin Charges Coverage (X)	124.9	126.5	83.0	Inventory Days (Nos)	0	0	0
Exceptional Item	0.0	0.0	0.0	Receivable Days (Nos)	31	24	33
PBT	309.9	356.3	451.0	Net Working Capital Days (Nos)	9	4	10
Margin (%)	30.3	28.1	31.8	Net Working Capital to Sales (%)	2.4	1.1	2.9
YoY Growth (%)	10.8	15.0	26.6	Valuation (X)			
Tax Expense	70.2	79.5	110.3	P/E	68.1	58.1	46.6
Tax Rate (%)	22.7	22.3	24.5	P/BV	11.2	9.5	8.0
PAT	239.6	276.8	340.7	EV/EBITDA	59.8	54.4	39.8
Margin (%)	23.4	21.8	24.0	EV/Sales	15.0	12.2	10.5
YoY Growth (%)	12.0	15.5	23.1	Cash Flow Statement			
Min Int/Sh of Assoc	(4.8)	(1.4)	2.4	PBT	309.9	356.3	451.0
Net Profit	234.8	275.4	343.1	Adjustments	215.7	(174.9)	244.3
Margin (%)	23.0	21.7	24.2	Change in Working Capital	52.5	10.9	(27.1)
YoY Growth (%)	10.4	17.3	24.6	Less: Tax Paid	(70.2)	(79.5)	(110.3)
Balance Sheet				Cash Flow from Operations	507.9	112.9	557.8
Share Capital	40.0	40.0	40.0	Net Capital Expenditure	(48.8)	(243.9)	(74.2)
Total Reserves	1,388.9	1,644.1	1,965.3	Change in Investments	(392.9)	66.3	(428.1)
Shareholders Fund	1,428.9	1,684.1	2,005.3	Cash Flow from Investing	(441.7)	(177.6)	(502.3)
Long Term Borrowings	0.0	0.0	0.0	Change in Borrowings	1.9	2.1	4.1
Deferred Tax Assets / Liabilities	(8.3)	(9.1)	(4.1)	Less: Finance Cost	(1.9)	(2.1)	(4.1)
Other Long Term Liabilities	24.2	21.3	16.2	Proceeds from Equity	0.0	0.0	0.0
Long Term Trade Payables	0.0	0.0	0.0	Buyback of Shares	0.0	0.0	0.0
Long Term Provisions	0.6	0.7	0.8	Dividend Paid	(20.0)	(20.0)	(16.4)
Total Liabilities	1,445.4	1,697.0	2,018.2	Cash flow from Financing	(20.0)	(20.0)	(16.4)
Net Block	68.3	288.9	321.6	Net Cash Flow	46.2	(84.7)	39.1
Capital Work in Progress	0.2	0.4	14.8	Forex Effect	0.0	0.0	0.0
Intangible assets under development	4.9	12.5	6.7	Opening Balance of Cash	144.5	190.7	106.0
Non Current Investments	1,119.0	1,220.2	1,312.4	Closing Balance of Cash	190.7	106.0	145.2
Long Term Loans & Advances	31.8	55.2	62.7				
Other Non Current Assets	25.5	40.8	12.3				
Net Current Assets	195.8	79.0	287.7				
Total Assets	1,445.4	1,697.0	2,018.2				

Source: Company Reports

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