



100th ANNUAL REPORT 2022-23

The Calcutta Stock Exchange Limited

Corporate Information

Chairman

Deepankar Bose
Public Interest Director

Public Interest Directors

Chacko Joseph
Subash Chandra Misra

Shareholder Director

Samit Ray
Manas Dhar

Registered Office

7, Lyons Range, Kolkata – 700 001
Website: www.cse-india.com

Registrar & Share Transfer Agents

C B Management Services (P) Limited
P-22, Bondel Road, Kolkata – 700 019
Tel. (033) 40116726

Bankers

Axis Bank
HDFC Bank Limited
Punjab National Bank

Auditors

Ray & Ray
Chartered Accountants

Internal Auditors

KGRS & Co.
Chartered Accountants

Solicitors

Avijit Deb Partners LLP
Uttam Kumar Mandal, Advocate

গণপ্রজাতন্ত্রী বাংলাদেশ সরকার
কেন্দ্রীয় সরকারি প্রাথমিক বিদ্যালয়
কেন্দ্রীয় সরকারি প্রাথমিক বিদ্যালয়
কেন্দ্রীয় সরকারি প্রাথমিক বিদ্যালয়

Day	:	Friday
Date	:	September 29th, 2023
Venue	:	Via Video Conference
Time	:	3.30 PM

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Board of Directors
The Calcutta Stock Exchange Limited



Deepankar Bose
Chairman,
Public Interest Director



Subash Chandra Misra
Public Interest Director



Chacko Joseph
Public Interest Director



Samit Ray
Shareholder Director



Manas Dhar
Shareholder Director

**DIRECTORS' REPORT****Dear Shareholders,**

The Board of Directors of The Calcutta Stock Exchange Limited (the 'Exchange / Company / CSE') presents the Company's 100th Annual Report for the Financial Year 2022-23 together with the Audited Financial Statements for the year ended 31st March, 2023. Consolidated financial performance of the Company together with its subsidiaries has been referred to wherever required.

1. Audited Results:**1.1 Financial Summary and Highlights for the year under review:**

The total income of the Exchange on a stand-alone basis stood at Rs.1788.96 lakhs. The profit before tax and contributions to Settlement Guarantee Fund and Investors' Service Fund was Rs. 409.41 lakhs as compared to Rs.486.23 lakhs for the previous year ended 2021-22. After charging the year's contributions to these two funds, the profit for the financial year 2022-23 stood at Rs.10.83 lakhs as compared to a profit of Rs.11.26 lakhs for the previous year 2021-22.

The summary of the Financial Results is as under:

Particulars	2022-23	2021-22
	Rupees In lakhs	Rupees in lakhs
Total Revenue (I)	1788.96	1674.69
Total Expenses (II)	1379.55	1188.46
Profit before Tax (I-II) and contribution to Settlement Guarantee Fund and Investors' Protection Fund	409.41	486.23
Total tax Expense	(76.21)	(100.57)
Profit after Tax and before contribution to Settlement Guarantee Fund, Investors' Service Fund and appropriation to general reserve of pre-demutualisation period	333.20	385.66
Apportion to General Reserve of Pre-Demutualisation period	—	54.76
Contribution to Settlement Guarantee Fund (Net of Tax)	234.67	245.34
Contribution to Stock Exchange Investors' Service Fund (Net of Tax)	87.70	74.29
Total of Contribution to Settlement Guarantee Fund & Investors' Service Fund	322.37	374.40
Profit/(Loss) after tax and contribution to Settlement Guarantee Fund and Investors' Service Fund for the year	10.83	11.26
Profit/(Deficit) brought forward from last year	(281.82)	(293.08)
Surplus /(Deficit) carried forward to the next year	(270.99)	(281.82)

In accordance with the provisions of Rule 8(1) of the Companies (Accounts) Rules, 2014, the financial highlights and other matters are presented on the basis of the Company's stand-alone financial statements. The financial statements for the year ended 31st March, 2023 have been prepared to comply in all material respects with the Accounting Standards notified under section 133 of the Companies Act, 2013 read together with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016.

1.2. Appropriations:**1.2.1 Dividend:**

In view of the marginal profit earned during the year under review, the Board has not proposed any dividend for the financial year ended 31st March, 2023.

1.2.2 Transfer to Reserves:

In view of the marginal profit earned during the year under review, the Board does not propose to transfer any funds to any Reserve contemplated under Section 134 (3) (j) of the Companies Act, 2013.

1.2.3 Consolidated Financial Statements:

Consolidated Financial Statements relating to the Company and its Subsidiaries have been prepared in terms of Accounting Standard AS-21 [Consolidated Financial Statements] on a line by line basis by adding together the



book value of like items of assets, liabilities, income and expenses after fully eliminating intra-group balances, intra-group transactions and any unrealized profit/loss included therein.

2. Operations:

Owing to regulatory policy changes in the past, the Exchange received no application for direct listing during the year under report. However, the Exchange has initiated steps for collection of old listing fee dues from the suspended companies.

The Exchange, during the year under report, approved the Voluntary Delisting of 43 companies from listing on its Stock Exchange under the SEBI (Voluntary Delisting of Equity Shares) Regulations, 2021 and approved Compulsory Delisting of 2 companies as per SEBI laws. The total number of listed companies in the Company is 1842 as of 31st March, 2023.

The hearing of the appeal filed by the company against the Order dated 12th April, 2016, passed by the Hon'ble Single Judge of the Calcutta High Court is in advance stage before the Hon'ble Division Bench of Calcutta High Court.

3. Highlights of the performance of subsidiaries/ associates and their contribution to the overall performance of the Company:

Pursuant to the provisions of Section 134(3)(q) of the Companies Act, 2013 read with Rule 8(1) of the Companies (Accounts) Rules, 2014 highlights of the performance of subsidiaries/associates and their contribution to the overall performance of the Company are as follows:

3.1 Depository Services by CSE Capital Markets Pvt. Ltd.:

CSE Capital Markets Pvt. Ltd. (CCMPL), a wholly owned subsidiary company of the Exchange, is engaged in depository operations with both CDSL and NSDL. At the end of the year under report, the total number of beneficiary accounts at CCMPL stood at 3320 for NSDL and 552 for CDSL respectively. Profit earned after tax for the year amounted to Rs.27.39 lakhs which has been considered for consolidation.

3.2 Clearing Corporation services by Lyons Range Securities Clearing Corporation Ltd. (LRSCCL):

Lyons Range Securities Clearing Corporation Ltd. (LRSCCL) continues as an indirectly wholly owned subsidiary of the Exchange. It will commence commercial operations of a Clearing Corporation after receiving approval from SEBI.

The Profit after tax from LRSCCL was Rs.1.04 lakhs mainly through investment income.

4. Investor Services:

The Exchange, being a Self-Regulatory Organization, continues to work in the interest of investors and

to protect their interests. It is also engaged in the task of educating investors as well as potential investors in stock market operations.

The Investor Services Cell of the Exchange diligently handled complaints received from investors against corporate entities listed on the company and/or against trading members and assisted in the resolution of complaints and other grievances. Additionally, the company took active part in the resolution of investor grievances for complaints uploaded on SEBI's online complaint resolution system "SCORES" in respect of companies listed on the company. Wherever necessary, the company redressed the same and uploaded on SCORES.

5. Code of Conduct for CSE Directors:

In order to emphasize the values and principles of CSE and to set standards for professional and ethical behaviour, a Code of Conduct for Directors, as recommended by SEBI, has been adopted. These are applicable to all Directors. All Directors of the Exchange have affirmed compliance with this Code during the year under report. A copy of this Code is available on the Exchange's website at www.cse-india.com.

6. CSE Board Structure, Key Managerial Personnel and Governance:

Pursuant to the SECC Regulations 2018, the Governing Board of every recognised stock exchange is required to include:

- (a) Public Interest Directors,
- (b) Non-Independent (NID) (Shareholder Director-SHD), and
- (c) Managing Director

Further, the number of Public Interest Directors shall not be less than the number of shareholder directors in a Recognized Stock Exchange. PID's initial appointment is for a term of three years. They are not subject to retirement by rotation and approval of shareholders is not required for their appointment.

As on March 31, 2023, the Governing Board of the Exchange comprised of three Public Interest Directors (PIDs), viz.,

1. Mr. Deepankar Bose (DIN: 09450920),
2. Mr. Chacko Joseph (DIN: 07528693) and
3. Mr. Subash Chandra Misra (DIN: 09830330).

Re-Appointment of Director Retiring by Rotation

Mr. Samit Ray (DIN:03623560), Non-Independent(NID) (Shareholder Director-SHD) of the Company retire by rotation at the ensuing Annual General Meeting to be held in the current financial year 2023-24 and being eligible, offer himself for re-appointment. Resolution seeking shareholders' approval for his re-appointment forms part of the Notice of Annual General Meeting.



The following changes have occurred to the Board of Directors of the Company during the year under review and as on the date of the Report:

1. Mr. Gautam Ganguli (DIN 00871416), ceased to be an Public Interest Director (PID) on the Board, with effect from 17th May, 2022 due to his resignation.
2. With prior approval of Securities Exchange Board of India, Dr. Abhirup Sarkar (DIN: 03585624), was appointed as a Non-Independent (NID) (Shareholder Director-SDH) with effect from 27th May 2022.
3. Mr. Anindo Majumdar, (DIN: 06984371), ceased to be an Public Interest Director (PID) on the Board, with effect from 22nd December, 2022 due to his resignation.
4. Dr. Abhirup Sarkar (DIN: 03585624), ceased to be an Non-Independent (NID) (Shareholder Director-SDH) on the Board, with effect from 22nd December, 2022 due to his resignation.
5. With prior approval of Securities Exchange Board of India, Mr. Deepankar Bose (DIN: 09450920), was appointed as Public Interest Director (PID) with effect from 22nd December, 2022.
6. With prior approval of Securities Exchange Board of India, Mr. Subash Chandra Misra (DIN: 09830330), was appointed as Public Interest Director (PID) with effect from 22nd December, 2022.
7. Based on the nomination received from one of the Shareholder, namely, Aaradhana Investments Limited, Mr. Samit Ray (DIN: 03623560) was appointed as a Non-Independent (NID) (Shareholder Director-SDH) in the Governing Board with effect from 14th July, 2023.
8. Based on the nomination received from one of the Shareholder, namely, West Bengal Infrastructure Development Finance Corporation Limited, Mr. Manas Dhar (DIN: 08651068) was appointed as a Non-Independent (NID) (Shareholder Director-SDH) in the Governing Board with effect from 29th August, 2023.

7. Key Managerial Personnel

Managing Director & CEO:

SEBI had granted exemption relating to appointment of a new MD & CEO.

Company Secretary and Compliance Officer.

Ms. Chandrani Datta, continues to be the Company Secretary and Compliance Officer of the Company as on 31st March, 2023.

During the year under review, there has been no change in the Key Managerial Personnel.

8. Declarations By Public Interest Directors

The Company has received declarations from all the PIDs, under Section 149(7) of the Act that they have met the criteria of independence as laid down under Section 149(6) of the Act. Further, all PIDs have also given the declarations that they satisfy "fit and proper" criteria as stipulated under Regulation 20 of Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018 ("SECC Regulations"). All PIDs have also complied with Code for Independent Directors prescribed in Schedule IV to the Act. They have also given their annual affirmation on compliance with the Code of Conduct for the Board of Directors and Senior Management of the Company. Further, there has been no change in the circumstances affecting their status as PIDs of the Company.

No proposal received from BSE to represent BSE as a Non-Independent Shareholder Director on the Governing Board of the Exchange.

No Director is disqualified under Section 164(2) of the Companies Act, 2013.

9. Changes in Board Committees:

The Board has constituted various Statutory Committees in accordance with the provisions of the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018.

In accordance with the SEBI Circular dated December 13, 2012, read with the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018 as amended on procedural norms for recognition, ownership, and governance of Stock Exchanges and Clearing Corporations, new Board Members have been inducted in the various Board Committees of the Exchange.

The details pertaining to composition, terms of reference, meetings held and attendance thereof of various Statutory Committees for the year have been enumerated in Corporate Governance Report forming part of this Annual Report.

The Exchange is not required to constitute committees envisaged under the provisions of Sections 177 or 178 of the Companies Act, 2013 read with Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014. However, the Company constituted Audit Committee and Nomination and Remuneration Committee.

10. Board Meetings:

During the year under report, seven Board Meetings took place. The details of meetings of the Board,



are provided in the Corporate Governance Report forming part of this Annual Report.

11. Code of Conduct for Prevention of Insider Trading pursuant to the requirements of SEBI (Prohibition of Insider Trading) Regulations, 2015:

Board Members as well as the full-time functionaries of the Exchange owe a fiduciary duty to its members and corporate entities whose securities are listed on its trading platform to conduct their personal securities transactions in a manner that does not create any conflict of interest. The Code of Conduct for Prevention of Insider Trading has been adopted, to serve as a guiding charter in this respect. Individual Board Members as well as each full time functionary have made the requisite disclosures under the said Code of Conduct for the Financial Year under report.

12. Corporate Governance:

As required under Regulation 35 of the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018, disclosure requirements and corporate governance norms as specified for listed companies apply mutatis mutandis to CSE. In accordance with best Corporate Governance practices and in order to comply with the above Regulations, 2018 a report on Corporate Governance as on 31st March, 2023 forms part of the Annual Report. The Exchange is in compliance with the requirements stipulated under Regulation 17 to 27 read with Schedule V and Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [the Listing Regulations] as applicable, with regard to Corporate Governance. As required under Regulation 17(8) read with Schedule II Part B of the Listing Regulations, the CFO of the Exchange has given the required certifications to the Board of Directors.

As required under Regulation 34(3) read with Schedule V(E) of the Listing Obligations and Disclosure Requirements, 2018 (LODR), a Compliance Certificate from a practicing company secretary regarding the compliance of conditions of corporate governance is annexed to this Report.

13. Directors' Responsibility Statement:

The Company is in compliance with various accounting and financial reporting requirements in respect of the financial statements for the year under review. Pursuant to Section 134(5) of the Companies Act, 2013 and in respect of the Annual Accounts for the year under review, the Directors hereby confirm that:

- i. in the preparation of the annual accounts for the financial year ended 31st March, 2023, the applicable accounting standards have been

followed along with proper explanations relating to material departures, if any;

- ii. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company as on 31st March, 2023 and of the profit of the company for the financial year ended 31st March, 2023;
- iii. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 for safeguarding the assets of the company and for the prevention and detection of frauds and other irregularities;
- iv. the directors had prepared the annual accounts on a going concern basis;
- v. the directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- vi. the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14. Public Deposits:

The Exchange has neither accepted nor renewed fixed deposits either from the public or shareholders during the year under report. As such, no amount of principal or interest was outstanding as on 31st March, 2023.

15. Material Changes and Commitments:

There were no material changes or commitments affecting the financial position of the Company from 1st April, 2023 till the date of this Report. BSE vide its letter dated 4th July, 2023 has issued notice of termination relating to Section-13 Agreement effective from 18th July, 2023. Subsequently NSE also vide its letter dated 18th July, 2023 intimated that they will withdraw the facility of section-13 trading platform effective from 19th August, 2023. The Company filed a writ petition before the Hon'ble High Court at Calcutta challenging the notice of termination dated 18th July, 2023 issued by NSE and upon hearing the Hon'ble High Court stayed the notice of NSE dated 18th July, 2023 till the disposal of the writ petition.

16. Holding, Subsidiary, Joint Venture and Associate Companies:

As already stated above, the Exchange has two wholly-owned Subsidiary Companies viz. CSE Capital Markets Private Limited (CCMPL) and Lyons Range Securities Clearing Corporation Limited (LRSCCL). It



has no other associate or Joint Venture Company. During the year under review the company has invested Rs.25 lakhs in LRSCCL as rights share @Re.1/- each in accordance with Section 129(3) of the Companies Act, 2013, the Company has prepared consolidated financial statements of the Company and these form part of this Annual Report. Further, the Report on the performance and financial position of the subsidiaries and salient features of the financial statements of the subsidiary companies in the prescribed Form AOC-1 is annexed to this report as Annexure-1. In accordance with Section 136 of the Companies Act, 2013, the Audited Financial Statements, including the Consolidated Financial Statements and related Company information and Audited Financial Statements of the Subsidiaries are available on the website www.cse-india.com. There are no companies that have become or ceased to be subsidiaries, joint ventures and associates during or at the end of the year under report.

17. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo:

Information as per Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8(3) of the

Companies (Accounts) Rules, 2014 is as below:

A. Conservation of Energy:

The Company is in business as a stock exchange and is engaged in providing listing and related capital market trading services. Its operations do not account for energy consumption of material nature. Accordingly, the Company is not required to furnish information under the head "Conservation of Energy" as per extant requirements. However, CSE continuously strives to optimize its energy usage and efficiency and has adopted several environment-friendly measures to conserve energy such as –

- i) Installation of an environment friendly 10.2 KWP Grid Connected Solar Power Plant at its Registered Office.
- ii) Installation of Thin – Film Transistor (TFT) monitors that can save power.
- iii) Power shutdown of idle monitors.
- iv) Minimizing the usage of air-conditioners.
- v) Shutting off lights when not in use.
- vi) Educating and making employees aware of the need to save power.

B. Technology Absorption:

1	Efforts made towards technology absorption	CSE endeavours to keep itself abreast with technological advancements in its line of operations and ensures continued and sustained efforts towards absorption as well as the development of the same to meet operational needs and objectives.
2	Benefits derived like Product improvement, cost reduction, product development, product substitution, or import substitution	Technological absorption has arguably resulted in CSE being able to further improve its quality of service. These benefits are however not quantifiable.
3	In case of imported technology (imported during the last 3 years, reckoned from the beginning of the financial year) following information may be furnished :	
	(a) Technology imported.	Nil
	(b) Year of import.	Not Applicable
	(c) Has technology been fully absorbed?	Not Applicable
	(d) If not fully absorbed, areas where this has not taken place, reasons thereof	Not Applicable
4.	Expenditure incurred on Research and Development	The Company is primarily engaged in stock exchange related operations. There is therefore no material expenditure incurred on research and development.



C. Foreign Exchange Earnings & Outgo:

During the year under report, there were no foreign exchange earnings. However, an amount of Rs.11,501/- was incurred for application of processing fee paid to Indian INX Global Access IFSC Limited.

18. Particulars of Employees:

There was no employee receiving remuneration in excess of the limits laid down in Rule 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

In accordance with Regulation 27(5) of the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018 compensation admissible to key management personnel as defined under Regulation 5(2)(i)&(ii) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 is disclosed in Corporate Governance Report.

19. Statutory Auditors:

At the 98th Annual General Meeting held on 31st December, 2021 the shareholders of the company appointed M/s Ray & Ray, Chartered Accountants, [FRN: No. 301072E] as Statutory Auditors of the company for a term of five consecutive years from the conclusion of 98th Annual General Meeting to the conclusion of 103rd Annual General Meeting. The requirement to place the matter relating to reappointment of auditors for ratification by Members at every Annual General Meeting has been done away by the Companies (Amendment) Act, 2017 with effect from 7th May 2018. Accordingly, no resolution is being placed for ratification of re-appointment of Statutory Auditors at the ensuing AGM.

20. Auditor's Report:

The notes on Financial Statements of the company for the financial year ended 31st March, 2023, referred to in the Auditor's Report are self-explanatory and do not call for any further explanation. During the year under review, the Auditors did not report any matter under Section 143(12) of the Companies Act, therefore no detail is required to be disclosed under Section 134(3)(ca) of the Act.

The Auditors have mentioned two points as "Emphasis of Matter" i.e., (i) uncertainty in the recoverability of Rs.94,34,22,919/-receivable from defaulting members; and (ii) uncertainties relating to the outcome of the Company's appeal pending against SEBI before the Division Bench of the Hon'ble High Court at Calcutta, that may cast significant doubts about the Company's ability to

continue as a going concern in respect of its stock exchange operations only.

The recoverability of the amount of Rs.94,34,22,919/ on which litigation has been pending for about Rs.93,10,53,245/- and the matter is sub judice. The extent of recoverability of the amount from defaulters cannot be ascertained at this stage. However, the company has recognized an identical amount received from Settlement Guarantee Fund (SGF) as liability. As such, the interests of the Exchange stands fully protected.

As per the relevant Auditing Standards of the Institute of Chartered Accountants of India, the concept of going concern is applicable to the company as a whole and not to any individual segment of operations. The Board believes that irrespective of the continuation of Stock Exchange operations, the company has sufficient resources to meet its obligations. Accordingly, there is no uncertainty relating to its ability to continue as a going concern.

21. Management Discussion & Analysis:

Management Discussion & Analysis forms part of this Annual Report.

22. Cost Audit and Secretarial Audit:

Secretarial Audit, Cost Audit, and maintenance of cost records are not applicable to the Company.

23. Particulars of loans, guarantees or investments:

The Company has not given any loan to any company except loan to its employees. The company's investment in subsidiaries are covered section-186 of the Companies Act, 2013.

24. Related Party Disclosures:

All related party transactions, entered into during the year under report were on arm's length basis and in the ordinary course of business.

Material Transactions entered into by the Company with related parties referred to in Section 188(1) of the Companies Act, 2013 during the year under report, which were in the ordinary course of business and on an arm's length basis are disclosed as required under Section 134(1)(h) of the Companies Act, 2013 in Form AOC-2. This is attached in Annexure -2.

25. Annual Return:

In terms of the provisions of sections 92(3) and 134(3)(a) of the Companies Act, 2013, the Annual Return as on 31st March, 2023 will be placed on the website www.cse-india.com



26. Internal Financial Control:

The Board confirms that the Company has a robust system of Internal Financial Control with reference to the Financial Statements and this is commensurate with the size, scale, complexity and operations of the Company. These are so designed to ensure proper recording of financial and operational information and compliance with various internal control and other regulatory and statutory compliances. The Company's internal control system comprising of policies and procedures are designed to ensure reliability of financial reporting, timely feedback on achievement of operational performance, compliance with policies, procedures, applicable laws and regulations and the safeguarding of all Company assets and other resources. Self-certification exercises are conducted by which senior management certify as to the effectiveness of the Company's internal control system, adherence to code of conduct and laid down corporate policies.

27. Risk Management:

Risks are events, situations or circumstances which may lead to negative consequences on the company's businesses. Risk management is the process of identifying, quantifying and managing the risks that an organization faces. The Company has in place an Enterprise Risk Management framework, based on which the risks are identified and managed. Key business risks and the related key performance indicators, along with the mitigating action plans are reviewed on need-based periodicity to assess the threats and opportunities that will impact the objectives set for the Company as a whole. The Risk Assessment and Minimization Procedures are periodically reviewed to ensure that risk management controls are operating satisfactorily. As on the date of this Report, the Board does not envisage any risk that could jeopardize the very existence of the Company.

28. Employee Relations / Human Resource Development:

The Company continued to maintain cordial personnel relations. The Board expresses its appreciation for the dedication, commitment and sincere services rendered by the employees at all levels throughout the year under report.

29. Corporate Social Responsibility:

The Corporate Social Responsibility Policy [CSR Policy] appears on the Company's website www.cse-india.com. Disclosures, as required under Rule-9 of the Companies (Accounts) Rules, 2014 and the Annual Report on CSR activities is attached in Annexure-3 to this Report.

30. Investor Education And Protection Fund

(a) Transfer of Unpaid/Unclaimed Dividend:

Pursuant to the provisions of Section 124 of the Companies Act, 2013 ("the Act") read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), and relevant circulars and amendments thereto, the amount of dividend remaining unpaid or unclaimed for a period of seven years from the date of transfer of such amount to Unpaid Dividend Account, is required to be transferred to the Investor Education and Protection Fund ("IEPF"), constituted by the Central Government.

The relevant regulatory provisions relating to transfer of un-paid/unclaimed dividend have been duly complied with.

(b) Transfer of shares

Pursuant to the provisions of IEPF Rules, all equity shares in respect of which dividend has not been paid or claimed for last seven consecutive years shall be transferred by the Company to the designated Demat Account of the IEPF Authority ("IEPF Account") within a period of thirty days of such shares becoming due to be transferred.

All equity shares in respect of which dividend has not been paid or claimed for last seven consecutive years has be transferred by the Company to IEPF Authority in accordance with provisions of the Act and IEPF Rules made thereunder.

31. Performance Evaluation:

CSE has laid down the process and criteria for Annual Performance Evaluation of the Public Interest Directors, Performance of the Board and Board Committees pursuant to the provisions of the Act and the SECC Regulations. In terms of the provisions of the Act and SECC Regulations, all the Directors were subjected to peer-evaluation. The criteria applied in the evaluation process are explained in the Corporate Governance Report. The details for the performance evaluation of the Board, Committees and individual Directors is enumerated in the Corporate Governance Report forming part of this Annual Report.

32. Adherence to Secretarial Standards:

Applicable Secretarial Standards issued by The Institute of Company Secretaries of India have been adhered to during the year under report.

33. Covid-19 Impact:

The company operated normally after the Covid period is over. However, restrictions relating to gathering is being followed during the post Covid scenario.



The Board reiterates that the health and safety of the Exchange's employees and their families constitute high priority and the Exchange addresses emerging issues on a continuous basis.

34. General:

The Board is of the opinion that no separate disclosure or reporting is called for in respect of the following items during the year under Report:

- a) No loan has been granted to any employee for the purchase of company's shares under any scheme.
- b) The company has not, during the year under report, issued any equity shares with differential rights as to dividend, voting or otherwise.
- c) There was no issue of shares (including sweat equity shares / ESOP / ESPS) to employees of the Exchange under any Scheme.
- d) No Director receives any remuneration or commission from any of its subsidiaries.
- e) No significant or material orders were passed by the Regulators/ Courts /Tribunals during the year under report that could impact the Company's going concern status.
- f) No application was filed against the Company during the year under report under the Insolvency and Bankruptcy Code, 2016
- g) The company has in place an Internal Complaints Committee in accordance with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The Order constituting such

Committee and the penal consequences of violation has been conspicuously displayed at all workplaces of the Exchange. During the year under Report, no such case has either been reported or filed.

- (h) CSE has formulated a Vigil Mechanism / Whistle Blower Policy pursuant to Section 177(10) of the Act, enabling stakeholders to report any concern of unethical behaviour, suspected fraud or violation
- (i) The Company has not received any loans from its directors during the financial year under review
- (j) 85.54% of the company's paid up equity share Capital is in dematerialized form as on 31st March, 2023 and balance 14.46% is in physical form.

35. Acknowledgement

The Board places on record its sincere appreciation for the continued assistance, co-operation and guidance provided by the Government, Regulators and all other Statutory Bodies during the year under Report. The Board further wishes to put on record its gratitude to all members of the Exchange for their consistent support and confidence in the Exchange's functioning.

For and on behalf of the Board

Deepankar Bose

Chairman

DIN: 09450920

Place: Kolkata

Date: 29th August, 2023

**Form AOC-1**

(Pursuant to first proviso to sub-section (3) of section 129 read with
Rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries/
associate companies/joint ventures**

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No.	Particulars	Details	Details
1.	Name of the subsidiary	CSE Capital Markets Pvt. Ltd.	Lyons Range Securities Clearing Corporation Ltd
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Year ended 31st March, 2023	Year ended 31st March, 2023
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	INR (Rupees)	INR (Rupees)
4.	Share capital	57,750.02	7,500.00
5.	Reserves & surplus	42,770.80	(1,051.40)
6.	Total Assets	103,255.45	6,663.47
7.	Total Liabilities	2,734.63	214.87
8.	Non-Current Investments	27,578.49	0
9.	Turnover	7,252.96	298.98
10.	Profit before taxation	3,858.31	151.62
11.	Provision for taxation	1,119.46	47.97
12.	Profit after taxation	2,738.85	103.65
13.	Proposed Dividend	Nil	Nil
14.	% of Shareholding	100%	100% [Includes 100% subsidiary holding]

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries that are yet to commence operations: Lyons Range Securities Clearing Corporation Ltd
- Names of subsidiaries that have been liquidated or sold during the year: NIL

For and on behalf of the Board

Place: Kolkata
Date: 29th August, 2023

Deepankar Bose
Chairman
DIN: 09450920

**Form No. AOC – 2**

[Pursuant to clause (h) of sub-section (3) of section 134 of the act and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms' length transactions under third proviso thereof.

1. Details of contracts or arrangements or transactions not at arm's length basis:- NIL

Sl. No.	Name(s) of the related Party and nature of relationship	Nature of Contract /arrangements /transactions	Duration of the contracts/ arrangements /transactions	Salient terms of the contract or arrangements or transactions, including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. Details of material contracts or arrangement or transactions at arm's length basis:-

Sl. No.	Name(s) of the related Party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient features of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
1.	Stock Exchange Investors' Protection Fund	As per SEBI guidelines	Ongoing [Throughout the year]	Not applicable	N.A.*	No
2.	CSE Capital Markets Private Limited	Reimbursement Transactions/ Depository Payment	Ongoing [Throughout the year]	Depository Payment		Not ascertainable
3	Lyons Range Securities Clearing Corporation Ltd	Reimbursement Transactions	Ongoing [Throughout the year]	Not applicable		No

* No Board approval is required since Sec 188 of the Companies Act, 2013 is not applicable

For and on behalf of the Board

Deepankar Bose
Chairman
DIN: 09450920

Place: Kolkata
Date: 29th August, 2023



Annual Report on CSR Activities of the Company for the Financial Year ended 31st March, 2023

[Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility) Rules, 2014]
[Format for Annual Report on CSR Activities to be Included in the Board's Report for Financial Year commencing on or After 1st Day of April, 2020]

1. Brief outline on CSR Policy of the Company:

The Calcutta Stock Exchange Ltd formulated its Corporate Social Responsibility as an integral part of our vision. It is the endeavor of the company to function as a responsible corporate entity and work for the communities and society at large in and around its area of operations with an objective to energize, involve and enable them to realise their potential.

2. Composition of CSR Committee:

Sr. No.	Name of Director	Designation / Nature of Directorship	Number of Meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Chacko Joseph	Chairman	Nil	Nil
2	Mr. Deepankar Bose	Member	Nil	Nil
3	Mr. Subash Chandra Misra	Member	Nil	Nil

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company: Details of CSR Policy and CSR activities have been stated in the website of the Company www.cse-india.com

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report). Not Applicable.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any - Not Applicable.

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
1	2018-19	NIL	NIL
2	2019-20	NIL	NIL
3	2020-21	NIL	NIL
4	2021-22	NIL	NIL
	Total	NIL	NIL

6. Average net profit of the company as per section 135(5) of the Companies Act, 2013: Nil

Rs. in lacs

7.	(a) Applicable contribution based on profits	N.A.
	(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years:	N.A.
	(c) Amount required to be set off for the financial year, if any:	N.A.
	(d) Total Applicable contribution for the financial year (7a+7b-7c):	N.A.

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year(in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Nil	Nil	N.A.	N.A.	Nil	N.A.



(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project. State District	Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency Name CSR Registration number.
	Total						NIL			

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.	Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.

(d) Amount spent in Administrative Overheads – Nil

(e) Amount spent on Impact Assessment, if applicable - Nil

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) – Nil

(g) Excess amount for set off, if any – Nil

Sl. No.	Particulars	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	-
(ii)	Total amount spent for the Financial Year	-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	-



9. (a) Details of Unspent CSR amount for the preceding three financial years:
Not Applicable for the current year.

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (In Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years (In Rs.)
				Name of the Fund	Amount (In Rs)	Date of transfer	
1.	Nil	Nil		Nil	Nil	Nil	Nil
2.							
3.							
Total							

- (b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed / Ongoing.
1.								
2.								
3.								
Total								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details):

- (a) Date of creation or acquisition of the capital asset(s): NIL
(b) Amount of CSR spent for creation or acquisition of capital asset: NIL
(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: NIL
(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): NIL

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):

Not Applicable

For and on behalf of the Board

Deepankar Bose
Chairman
DIN: 09450920

Place: Kolkata
Date: 29th August, 2023



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Economic Environment:

The Indian economy has achieved a sound recovery, post Covid, and is one among the fastest-growing large economies. It may be noted that in the current fragile global environment, policymakers prioritise balancing policy trade-offs, maintaining stability, and supporting sustainable growth.

Some major policy initiatives include : tripling of public capex, best-in-class public digital infrastructure, the PLI scheme to attract private investment in focus sectors, establishing strong Farmer Producer Organisations supported by a multi-stakeholder integrated Agri-Stack to empower farmers, targeted welfare spending leading to impactful delivery of grassroot benefits and many more. Aligned with the overarching vision, the government has unveiled path-breaking budgets with substantial outlays towards each of the policy measures to usher in green and inclusive growth. Prudent fiscal and monetary policies, extensive reforms of the financial sector, together with stronger corporate balance sheets and better capacity utilisation augur well for higher levels of investment required to raise the growth trajectory.

However, rising inflation in the country is likely to have adverse impact on economic growth, purchasing power and consequently the stock markets. Moreover, with rising inflation, increasing interest rates is impacting the rate sensitive sectors like housing, consumer durables and renewable energy. The ongoing Russia-Ukraine conflict has further aggravated the situation and has led to severe global disruptions in supply of food and fuel and spiraling of commodity prices.

Industry Structure & Development:

The economy underwent a gamut of wide-ranging structural and governance reforms that strengthened the economy's fundamentals by enhancing its overall efficiency. With an underlying emphasis on improving the ease of living and doing business, the reforms were based on the broad principles of creating public goods, adopting trust-based governance, co-partnering with the private sector for development and improving agricultural productivity.

In an economic environment that concentrates on all round growth of all means of production and services, financial intermediaries such as the stock exchange play a vital role. For instance, they help in usefully channelizing funds for more effective deployment.

The capital market in India has generally been on a growth mode ever since the Securities and Exchange Board of India (SEBI) as the Capital Markets Regulator came into existence and began introducing codified regulations for orderly functioning of the capital market and security of the retail investors.

The Government appears to be keen to maximize the benefits of three separately developing economic activities i.e., the upcoming economic corridors, revitalization of domestic manufacturing activities with import substitution, innovative technology with digitized transparent transactions Current Market Developments.

The Indian capital market is going through qualitative as well as quantitative changes. Reforms in the securities market, has resulted in enhanced investor awareness and protection, screen-based nationwide trading including derivative trading, dematerialisation and electronic transfer of securities etc. These initiatives have enhanced efficiencies in trading and settlement. Sophisticated risk management has greatly supported the regulatory framework and efficiency of trading and settlement.

Few initiatives in line with the above objectives introduced by SEBI in recent times are - Guidelines relating to brokers from using one client's collateral to fund another's margins. Effective from May 2, 2022, brokers have to segregate and report collateral at client level, failing which they will be levied with heavy penalties.

- SEBI introduced a block mechanism in the DEMAT account of the clients who are undertaking sale transactions. The concept was introduced to ease the clearing corporation's operations of the Early Pay-in mechanism and the process of movement of shares back to the client's demat account in case the trade is not executed
- SEBI also came out with new guidelines on settlement of running accounts of clients' funds lying with stockbrokers, which were applicable from 1st October, 2022. Under the guidelines, the settlement of the running account of funds of the client will be done by the trading member after considering the End of the day (EOD) obligation of funds as on the date of settlement across all the exchanges on the first Friday of the quarter for all the clients.



- T+1 settlement: A revolutionary move which changed the settlement cycle to 'T+1' from 'T+2' settlement. The move to shift to T+1 settlement came after two decades. Most major developed markets around the world still follow the T+2 system, with India taking the lead and setting the trend.

The Calcutta Stock Exchange (CSE) continued to function by providing to its members facilities to trade on the National Stock Exchange (NSE) under Section-13A of the SCRA, despite its own trading platform being non-operational since April 2013. CSE also allows its eligible listed companies to be traded in NSE without being required to be separately listed at those Exchange. CSE members have been availing the benefit of depository services through its wholly owned subsidiary viz. CSE Capital Markets Pvt. Limited.

Competitive Strength and Opportunities:

CSE is one of the premier stock exchanges in the country, having been established over a century back, has certain inherent strengths. With 1842 listed companies and around 600 registered trading members, CSE has always an important role to play in the Indian capital market and maintains a net worth in tune with the regulatory requirements. The Governing Board of the company comprises of eminent professionals having rich experience in corporate governance. The company has a team of experienced professional and competent staff who are capable of successfully meeting the challenges that lie ahead. CSE has a strong brand value, strong links with investors, issuers and intermediaries and an extensive network of brokers. There is considerable business potential in Eastern and North Eastern India, particularly in the SME segment. CSE is capable of leveraging its strengths to channelize the substantial

financial resources that are available in the region for meeting the investment needs of industry. It can thereby contribute significantly for development of the Eastern and North Eastern states and the country as a whole.

Threats:

CSE operations today are critically dependent on the volume and value of trades executed by its trading members on the trading platforms of NSE under Section 13A of the Securities Contracts (Regulation) Act, 1956. This severely limits the role of CSE on a broader landscape. For example, CSE cannot at present participate in Initial Public Offers or even offer direct listing.

KEY STRATEGIES GOING FORWARD :With a rich legacy of 115 years, CSE is today well poised to scale greater heights. CSE will leverage its strengths and pursue a focused strategy for growth in close consultation with SEBI. With the approval of the SEBI and subject to the decision of the Hon'ble High Court, Calcutta, CSE expects to resume its trading and settlement functions on its own platform in the near future with state-of-the-art technology and to also expand its portfolio to include currency and commodity trading. CSE also proposes to strengthen its ongoing Investor Awareness, Research and Capacity building programmes and to also provide advisory support for promoting a startup culture.

For and on behalf of the Board

Deepankar Bose

Chairman

DIN: 09450920

Place: Kolkata

Date: 29th August, 2023



REPORT ON CORPORATE GOVERNANCE

The Calcutta Stock Exchange Limited (CSE) is a Public Limited Company whose securities are not listed on any Stock Exchange. Regulation 33 of The Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018 ("SECC Regulations, 2018") provides that the Corporate Governance norms are applicable to The Calcutta Stock Exchange Limited.

1. The Company's philosophy on Code of Governance

The philosophy of CSE in relation to Corporate Governance is to ensure transparency, disclosures and reporting that conforms fully with the laws and regulations of the country.

2. Board of Directors

2.1 Composition and Category of Directors

At the end of the Financial Year ended on 31st March 2023 the Governing Board of the Exchange comprised of three Public Interest Directors (PIDs) viz.

- (1) Mr. Deepankar Bose [DIN: 09450920] ,
- (2) Mr. Subash Chandra Misra [DIN: 09830330] and
- (3) Mr. Chacko Joseph [DIN: 07528693].

Changes during the year under review:

1. Mr. Deepankar Bose [DIN: 09450920], and Mr. Subash Chandra Misra [DIN: 09830330] Public Interest Directors (PID) have joined the Board on 22nd December, 2022 with prior approval of SEBI.
2. Mr. Gautam Ganguli [DIN 00871416] who joined as a Public Interest Director on 8th September, 2021, resigned on 17th May, 2022 citing his personal reason.
3. Mr. Anindo Majumdar, [DIN: 06984371] who joined the Governing Board of Exchange on 8th September 2021, resigned on 22nd December, 2022 citing personal grounds.
4. Dr. Abhirup Sarkar [DIN: 03585624] who had joined on 27th May 2022, resigned on 22nd December, 2022 citing personal reasons.

Consequent upon resignation of Mr. Anindo Majumdar and Dr. Abhirup Sarkar, after inclusion of Mr. Deepankar Bose and Mr. Subash Chandra Misra, the Governing Board of the Exchange now comprises of three Public Interest Director (PIDs).

The Board of the Company confirms that all the Public Interest Directors fulfill the conditions specified in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [hereinafter referred to as 'Listing Regulations'] and are independent of the Management.

All the Directors are Non-Executive.

Being a Recognized Stock Exchange, appointment of all the categories of Directors of the Company have been approved by the Securities and Exchange Board of India (SEBI). Pursuant to Regulation 20 of SECC Regulations, 2018 all the Directors of the Company ensured to be fit and proper persons at all times during the FY 2022-23.

2.2 Attendance of Directors at Board meetings and last Annual General Meetings

Sl. No.	Name and Designation of Director	Board Meetings in 2022-23		Attendance in last AGM
		Held	Attended	
1	Mr. Anindo Majumdar* DIN: 06984371	5	5	YES
2	Mr. Chacko Joseph DIN: 07528693	7	7	YES
3	Mr. Gautam Ganguli* DIN: 00871416	1	1	N.A.
4	Dr. Abhirup Sarkar** DIN : 03585624	5	5	YES
5	Mr. Deepankar Bose*** DIN : 09450920	2	2	N.A.
6	Mr. Subash Chandra Misra*** DIN : 09830330	2	2	N.A.

*Resigned during F.Y. 2022-23

**Joined during FY 2022-23 and resigned during FY 2022-23

*** Joined during the year

2.3 Number of other Board of Directors or Committees in which a Director is a Member or Chairperson and the category of Directorships:

Name of the Director	Category of Directorship	Number of Directorships held in other Public Limited Companies incorporated in India	Directorship in other listed entity(Category of Directorships)	Number of shares held in the company*
Mr. Anindo Majumdar DIN: 06984371	Non-Executive Public Interest Director	Nil	Nil	Nil
Mr. Chacko Joseph DIN: 07528693	-Do-	2	1 Non-Executive Director	Nil
Mr. Gautam Ganguli DIN: 00871416	-Do-	Nil	Nil	Nil
Dr. Abhirup Sarkar DIN : 03585624	Non-Executive Shareholder Director	1	1 Non-Executive Director	Nil
Mr. Deepankar Bose DIN: 09450920	Non-Executive Public Interest Director	3	1 Non-Executive Director	Nil
Mr. Subash Chandra Misra DIN: 09830330	-Do-	Nil	Nil	Nil

* The company has not issued any Convertible Debentures.

2.4 Number of Meetings of the Board of Directors held and dates thereof during FY 2022-23:

During the Financial Year ended 31st March 2023, Seven (7) meetings of the Board were convened and held on 29th April 2022, 17th May 2022, 27th May 2022, 15th July 2022, 12th November 2022, 22nd December 2022 and 14th March 2023.



None of the Directors were related with each other and there was no inter-se relationship in any manner. None of the Directors hold any shares in the Company.

2.5 Confirmation of Independence

All the Public Interest Directors have submitted their declaration of independence during the year of joining in 2022-23 and carried out due assessment of the veracity of the same, noting that the Public Interest Directors of the Exchange fulfilled the conditions specified under Section 149(6) of the Act, 2013 and are independent of the Management.

2.6 Code of Conduct and Code of Ethics

The Company has formulated and implemented a comprehensive Code of Conduct for the Board of Directors and Senior Management of the Company as per SEBI guidelines. A copy of the Code has been put on the Company's website: www.cse-india.com

The Board Members and the Senior Management Personnel affirm compliance with the Code of Conduct on an annual basis. The Company, being a Recognized Stock Exchange, requires every Director and Key Management Personnel to affirm compliance with the Code of Ethics as prescribed by SEBI under Regulation 26 of SECC Regulations, 2018. The Code of Ethics is aimed at maintaining professional and ethical standards in functioning of the Company.

The necessary declaration by the Chairman of the Exchange

as required under Regulation 34(3) read with Schedule V(D) of the Listing Regulations, 2015 regarding adherence to the Code of Conduct has been obtained for FY 2022-23 and is attached as Annexure -A.

2.7 Familiarization Programmes

The management conducts familiarization programmes for its Directors which includes discussion on industry outlook and updates on various matters viz. Regulatory, Business, Stock Exchange Operations, Finance, Internal Control, Information Technology etc. Details of familiarisation programmes imparted to Public Interest Directors (Independent Directors) been put on the Company's website: www.cse-india.com

2.8 Matrix setting out skills / expertise / competence of the Board of Directors:

The Board has identified the skills/expertise/competencies fundamental for the effective functioning of the Company. The eligibility of a person to be appointed as a Director of the Exchange is dependent on whether the person possesses the requisite skill sets identified by the Board as above or is a proven academician in the field relevant to the Company's business or civil servants. The Directors so appointed are drawn from diverse backgrounds and possess special skills with regard to the capital market operations / listing/ delisting and / or similar fields from where they come. Names of Directors having identified skill / expertise are as stated in the Table below::

Sl. No.	Names of Directors	Areas of Expertise							
		Legal & Administrative	Stakeholder relationship	Strategy development	Finance	Corporate Governance	Leadership	Capital Market Understanding	Technology
a.	Mr. Anindo Majumdar	✓	✓	✓	✓	✓	✓	✓	
b.	Mr. Chacko Joseph	✓	✓	✓	✓	✓	✓	✓	✓
c.	Mr. Gautum Ganguli	✓	✓	✓	✓	✓	✓	✓	
d.	Dr. Abhirup Sarkar	✓	✓	✓	✓	✓	✓	✓	
e.	Mr. Subash Chandra Misra	✓	✓	✓	✓	✓	✓	✓	
f.	Mr. Deepankar Bose	✓	✓	✓	✓	✓	✓	✓	

3. Audit Committee:

3.1 Brief description and terms of reference:

The provisions of Section 177 of the Companies Act, 2013 are not applicable for the composition of the Audit Committee. The Audit Committee meetings are attended by Statutory Auditors, Internal Auditors and other Officials from the Finance function of the Company. The minutes of the meetings of the Committee are placed before the Board for noting. The present terms of reference of Audit Committee includes the power as laid down in Regulation 18 and Part C of Schedule II of the Listing Regulations. The Audit Committee also reviews information as per the requirement of Part C of Schedule II of the Listing Regulations.

Terms of Reference: The terms of reference of Audit Committee are as follows:

1. Review and monitor the auditors' independence and performance and effectiveness of audit process.
2. Approval or any subsequent modification of transactions of the company with related parties.
3. Scrutiny of inter-corporate loans and investments.
4. Valuation of undertakings or assets of the company wherever it is necessary.
5. Evaluation of internal financial control and risk management system.
6. Monitoring the end use of the funds raised through public offer and related matters.
7. The Audit Committee has authority to investigate into any matter in relation to the items above or referred to it by the Board and for this purpose shall have power to obtain professional advice from external sources and have full access to information containing the records of the company.

**Review of Information**

The Committee mandatorily reviews the following information:

1. Management discussion and analysis of financial condition and results of operations;
2. Statement of significant related party transactions (as defined by the Audit Committee), submitted by management;
3. Management letters / letters of internal control weaknesses issued by the statutory auditors;
4. Internal audit reports relating to internal control weaknesses, if any; and
5. The appointment, removal and terms of remuneration of the Internal Auditor shall be subject to review by the Committee.

3.2 Composition, name of members and Chairperson:

The composition of the Audit Committee is in accordance with the requirements of Regulation 18(1) of the Listing Regulations, 2015. As on 31st March 2023, the Committee comprised of three Public Interest Directors viz. (1) Mr. Chacko Joseph, (2) Mr. Deepankar Bose and (3) Mr. Subash Chandra Misra. Mr. Chacko Joseph, the Chairman of the Committee is a Public Interest Director (PID). All the members of the Audit Committee are financially literate and have relevant finance or audit exposure.

3.3 Audit Committee Meetings and Attendance Details:-

Four Audit Committee Meetings were held on 30th June 2022, 23rd September 2022, 22nd December 2022 and 14th March 2023 respectively.

Sl. No.	Name of Director	Position	No. of Meetings attended
1.	Mr. Chacko Joseph	Chairman	4
2.	Mr. Anindo Majumdar*	Member	2
3.	Mr. Abhirup Sarkar*	Member	2
4.	Mr. Subash Chandra Misra*	Member	2
5.	Mr. Deepankar Bose*	Member	2

* part of the year

4. Nomination, Remuneration, Compensation and HR Committee:**4.1 Brief description and terms of reference:**

The provisions of Section 178 of the Companies Act, 2013 are not applicable for the composition of the Nomination and Remuneration Committee. The Nomination, Remuneration, Compensation and HR Committee is vested with all the necessary powers and authority to identify persons who are qualified to become Directors and who may be appointed in senior management capacity in accordance with the criteria laid down, recommend to the Board their appointment and removal, and shall carry out evaluation of every Director's performance. The Committee invites those executives, as it considers appropriate. The minutes of the meetings of the Committee are placed before the Board for noting.

Terms of Reference: The terms of the Nomination, Remuneration, Compensation and HR Committee are as under:

The Committee is vested with powers to:

- Lay down the policy for employee compensation
- Selecting the Managing Director
- Determine the tenure of Managing Director & CEO and operational heads
- Deal with HR issue of selection, recruitment, promotion, termination and training of employees
- Finalize and amend service manual
- Deal with and approve Employees' Governing Rules
- To frame suitable policy and system to ensure that there is no violation of SEBI regulations
- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of performance of independent directors and the board of directors;
- devising a policy on diversity of board of directors;
- identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment, extension and removal.
- Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors. Besides the above, it will discharge the function as Nomination & Remuneration Committee under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015 as amended from time to time.

4.2 Composition, name of members and Chairperson:

As at 31st March, 2023, the Committee consisted of three Public Interest Directors viz. Mr. Deepankar Bose, Mr. Chacko Joseph and Mr. Subash Chandra Misra. Mr. Deepankar Bose was the Chairman of the Committee.

4.3 Meeting and attendance during the year:

One meeting of the Committee was held during the Financial Year 2022-23 that is on 14th September 2022. During that relevant period, the Committee consisted of two Public Interest directors viz., Mr. Anindo Majumdar and Mr. Chacko Joseph.

4.4 Performance Evaluation criteria for Independent Directors:

Pursuant to the relevant SEBI regulations, a policy on performance review of individual Public Interest Director has been framed by the Board's Remuneration and Compensation Committee and this has Board approval. In respect of the year under report, the performance of existing Public Interest Directors on the Board has been evaluated in a fair and objective manner.

4.5 Disclosures as prescribed under SEBI Circular dated February 5, 2019 are given below:

- (i) Observations of Board evaluation carried out for the year: No observations.
- (ii) Proposed actions based on current year observations: Since no observations were received, no actions were taken.

4.6 Public Interest Directors Meetings:

The Company has complied with Regulation 26 read with Part A and Part B of Schedule-II of SECC Regulations,



2018. As per the aforesaid Regulations, Public Interest Directors shall meet separately, at least once in six months to exchange views on critical issues.

Composition and Attendance

During the FY 2022-23, two meetings of Public Interest Directors were held on 31st May 2022 and 28th March, 2023. All the PIDs were present in the meetings and formed quorum.

5. Risk Management Committee:

(a) Brief description of terms of reference:

The provisions of Listing Regulations relating to constitution and other terms of Risk Management Committee are not applicable to the Exchange. The Committee invites those executives / outside experts, as it considers appropriate. The minutes of the meetings of the Committee are placed before the Board for noting. The present terms of reference of Risk Management Committee are as under:

1. Review and oversight with regards to identification, evaluation and mitigation of the strategic, operational, technology and compliance risks

2. Reviewing and approving risk related disclosures
3. Monitoring and approving the risk management framework and associated practices of the Company
4. To review the Annual plan for Risk Management Presentations by various departments.
5. To review the action taken report of Risk Management committee meetings.

(b) Composition, Name of Members and Chairperson:

The Committee comprised of two Public Interest Directors viz. Mr. Chacko Joseph, Mr. Subash Chandra Misra, both are PIDs, and Mr. Chanchal Mukherjee (OutsideExpert).

Mr. Chacko Joseph is the chairman of the Committee. No meeting of the Risk Management Committee was held during the financial year.

6. Remuneration of Directors

6.1 Criteria / Details of remuneration and sitting fees of Directors & KMPs:

As per Regulation 24(9) of SECC Regulations, Public Interest Directors shall be remunerated only by way of sitting fees. The following table setout the details of sitting fees paid [In Rupees] to the Directors for FY 2022-23

Particulars of Remuneration	Mr. Anindo Majumdar	Mr. Chacko Joseph	Mr. Gautam Ganguli	Mr. Abhirup Sarkar	Mr. Subash Chandra Misra	Mr. Deepankar Bose
Sitting Fees for attending meetings of the Board / Committees	1,62,500/-	2,60,000/-	17,500/-	90,000/-	1,10,000/-	1,10,000/-

- 6.2 Apart from payment of sitting fees, there was no other pecuniary relationship or transactions of the non-executive directors vis-à-vis the Exchange requiring any disclosure in the annual report. Additional disclosures with respect to remuneration under Companies Act, 2013 in the nature of elements of remuneration package of individual directors summarized under major groups - such as salary, benefits, bonus, stock option, pension etc; details of fixed component and performance linked incentives, along with the performance criteria; service contracts, notice period, severance fees; stock option details are not applicable for the Financial Year 2022-23.

- 6.3 None of the Directors were in receipt of any Commission from the Company or any remuneration from its subsidiaries.

- 6.4 As per SECC Regulations, Managing Director is a key managerial personnel of the Exchange. SEBI has exempted the appointment of Managing Director in the Exchange.

7. Stakeholders' Relationship Committee:

At the end of the Financial Year, i.e. on 31st March 2023 the Stakeholders' Relationship Committee of the Exchange comprised of three Public Interest Directors (PIDs) i.e., Mr. Deepankar Bose, Mr. Chacko Joseph and Mr. Subash Chandra Misra.

One meeting of Stakeholders' Relationship Committee was held during the financial year on 31st May, 2022.

- 7.1 Name of Non-Executive Director heading the Stakeholders Relationship Committee: Mr. Deepankar Bose

- 7.2 Name of Compliance Officer: Mr. Dhiraj Chakraborty

- 7.3 Details of shareholders' complaint

Number of shareholders' complaint received during the financial year	Number not solved to the satisfaction of shareholders	Number of pending complaints
Nil	Nil	Nil

7.4. Corporate Social Responsibility Committee:

The Company has in place a Corporate Social Responsibility [CSR] Committee constituted as per the requirements of Section 135 of the Companies Act, 2013 At the end of the Financial Year, i.e. on 31st March 2023 the Corporate Social Responsibility Committee of the Exchange comprised of three Public Interest Directors (PIDs) i.e., Mr. Deepankar Bose, Mr. Chacko Joseph and Mr. Subash Chandra Misra.



Mr. Chacko Joseph is the Chairman of the Committee.

No contribution was required to be made during the FY 2022-23 as per Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility) Rules, 2014.

8. General Body Meetings:

8.1 The last three Annual General Meetings with details of special resolutions passed:

Details of General Meetings	Date	Time	Venue
97th Annual General Meeting for FY 2019-20	31st December, 2020	4.00 P.M.	7, Lyons Range, Kolkata-1
98th Annual General Meeting for FY 2020-21	31st December, 2021 [Virtually]	4.00 P.M.	7, Lyons Range, Kolkata-1
Extra Ordinary General Meeting during FY 2021-22	7th March, 2022 [Virtually]	4.00 P.M.	7, Lyons Range, Kolkata-1
99th Annual General Meeting for FY 2021-22	16th September, 2022 [Virtually]	5.30 P.M.	7, Lyons Range, Kolkata-1

8.2 Passing of Resolution by Postal Ballot: No special resolution was passed in last year through postal ballot.

9. Means of Communication:

9.1 Relevant information and details of The Calcutta Stock Exchange Ltd., are posted on the Company's website: www.cse-india.com.

Name of the Company Secretary: Chandrani Datta

Email id - secretary@cse-india.com

9.2 Whenever the Company issues any notice, it is posted on the Company's website. The Company's website contains two separate dedicated sections viz Information Centre and Statutory Documents besides information of the Company. These contain comprehensive database of information of interest to its members / investors including the Annual Report of the Company.

10. General Shareholder Information:

(a) 100th Annual General Meeting

Day & Date	29th September, 2023 (Friday)
Time	3:30 P.M.
Venue	The Company is conducting meeting through Video Conferencing/Other Audio Visual Means pursuant to the MCA Circular dated 28th December, 2022. For details, please refer Notice of this AGM. The proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company located at The Calcutta Stock Exchange Limited, 7, Lyons Range, Kolkata -700001, which shall be the deemed venue of AGM.
Financial Year	1st April, 2022 to 31st March, 2023
Registrar & Share Transfer Agent	C B Management Services Pvt. Limited. P-22, Bondel Road, Kolkata-700019 Ph.No.: 033-40116726
Share Transfer System	Transfer of the shares is done through depository with no involvement of the company. With effect from 2nd October, 2018 pursuant to Companies (Prospectus and Allotment of Securities) Third Amendment Rules, 2018 securities of all unlisted public companies shall be transferred only in dematerialized form and, therefore, members holding shares in physical form are advised to dematerialize their holding as early as possible. Further pursuant to Regulation 46 of Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018, the securities of a Recognized Stock Exchange are required to be maintained in Demat Form.
ISIN	INE 510I01013
Dematerialization of shares and liquidity	85.54% of shares of the company are in electronic form / dematerialized. The Exchange being an unlisted public company, its shares are considered illiquid.
Address for correspondence	The Calcutta Stock Exchange Limited. 7, Lyons Range, Kolkata - 700001 Phone: .033-4025-3000 Email: cseadm@n@cse-india.com Website : www.cse-india.com



Other information like listing details with stock exchanges, payment of listing fees, stock code, market price data, performance in comparison to broad base indices, securities suspended for trading, outstanding global depository receipts or any other convertible instruments, commodity price risk, foreign exchange risk, hedging activities, plant locations and credit ratings of the entity for all debt instruments are not applicable.

(b) Distribution of Shareholding as on 31st March, 2023

Range of shares	Share	Folio	%Share	%Folios
1-500	226765	1137	37.10	94.44
501-1000	16260	21	2.66	1.75
1001-2000	21000	14	3.44	1.17
2001-3000	14551	6	2.38	0.50
3001-4000	7000	2	1.14	0.16
4001-5000	8776	2	1.44	0.16
5001-10000	80440	11	13.16	0.91
10001-50000	236458	11	38.68	0.91
TOTAL	611250	1204	100.00	100.00

(c) Category of Shareholders as on 31st March, 2023

Category	No. of shareholders	No. of shares	%
Resident Individual	991	2,50,228	40.93
Bodies Corporate	209	2,95,235	48.30
HUF			
Trust			
Bank/Financial Institution	1	20,907	3.42
Non-Resident Indians	2	255	0.04
Foreign Bodies Corporate			
Foreign Institutional Investor			
Venture Capital			
IEPF	1	44,625	7.30
Total	1,204	6,11,250	100.00

(d) List of top 10 Shareholders as on 31st March, 2023

Sl. No	FOLIO_NO	NAME	SHARES	%
1	1301190300069932	BSE LIMITED	30875	4.99
2	0001090	WEST BENGAL INFRASTRUCTURE DEV FIN CORPN LTD	20907	3.37
3	IN30125028422773	PATTON INTERNATIONAL LTD	20907	3.37
4	IN30002011740499	KIRTIVARDHAN FINVEST SERVICES LIMITED	20907	3.37
5	IN30302852108896	MANNAKRISHNA INVESTMENTS PVT LTD	20907	3.37
6	IN30032710224535	EAST INDIA SECURITIES LTD.	20907	3.37
7	IN30297810029846	Deevee Commercials Limited	20607	3.33
8	IN30292710025324	Aradhana Investments Ltd	14907	2.41
9	IN30009510125005	Kesoram Industries Limited	10455	1.69
10	IN30355910022020	Savitri Devi Chowdhary	10454	1.69



(e) Bifurcation of the category of shares in physical and electronic mode as on March 31, 2023 is given below:

MODE	FOLIO	SHARES	Shares %
PHYSICAL	249	88412	14.46
N S D L	663	381077	62.34
CDSL	292	141761	23.20
TOTAL	1204	611250	100.00

11. Other Disclosures:

- Disclosure on materially-significant related party transactions of the Company that may have potential conflict with the interests of the Company at large : The Company does not have any material-related party transactions, which may have potential conflict with its interests at large. In any case, disclosures regarding the transactions with related parties are given in the Notes to the Accounts.
- Details of non-compliance by the Company, penalties, and strictures imposed on the Company by the Stock Exchanges or SEBI or any statutory authority, on any matter related to Capital Markets during the last three years:
There have been no penalties or strictures imposed by SEBI or any statutory authority on any matter related to the capital markets during the last three years.
- Details of establishment of vigil mechanism, whistle blower policy, and affirmation that no personnel has been denied access to the audit committee:
The Company's code of conduct encourages all its employees who have concerns about their work or the business of the Company, to discuss these issues with their line managers. The employees also have free access to Human Resource and Internal Audit for resolving their concerns.
Your Company has in place a whistle blower policy with a view to provide a mechanism for its Directors/ employees/customers to approach the Chairman of Audit Committee, in case of any grievance or concern.

Compliance with mandatory requirements

The Company has complied with all the mandatory requirements prescribed under the Listing Regulations related to Corporate Governance read with SECC Regulations 2018 to the extent these are applicable for an unlisted public limited company.

Disclosure on non-mandatory requirements:

- The Board has a Non-Executive Chairman. The Chairman and other PIDs receive sitting fees only for attending meetings.
- Shareholders Rights: Annual Accounts are circulated through email to the shareholders who have registered email ids and also published in the website of the company after passing by the shareholders in the Annual General Meeting.
- Audit qualifications: There is no audit qualification on the financial statement for the year ended 31st March, 2023.
- Training of Board members: The Directors are also appraised of all important changes in applicable legislation, enactment, guidelines, accounting standards, etc. to enable them to take informed decisions.
- Disclosures of web-link for disclosing policy for determining 'material' subsidiaries, policy on dealing with related party transactions, disclosure of commodity price risks and commodity hedging activities and

disclosure of details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32(7A) are published in the website of the Company.

Practicing Company Secretary Certification

A certificate from practicing company secretary confirming that none of the Directors on the Board of the Company were debarred or disqualified from being re-appointed under retirement by rotation and/or continuing as Directors of the Company by SEBI, Ministry of Corporate Affairs or any other statutory authorities is attached as Annexure - B. It is confirmed that the Board had accepted all recommendations of all Committees of the Board.

Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part.

Statutory & Tax Audit Fee::Rs.10,00,000/-

Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

- number of complaints filed during the financial year: Nil
- number of complaints disposed of during the financial year: Nil
- number of complaints pending as on end of the financial year: Nil

12. Compliance With The Conditions of Corporate Governance:

The Company is in compliance with the requirements stipulated under Regulation 17 to 27 read with Schedule V and clauses (b) to (i) of Regulation 46(2) of the Listing Regulations, to the extent as applicable, with regards to Corporate Governance.

Chief Executive Officer/Chief Financial Officer Certificate

In terms of Regulation 17(8) of the Listing Regulations, the CFO made a certification to the Board of Directors in the prescribed format for the year at the review, which has been reviewed by the Audit Committees and taken on record by the Board. The same is attached as Annexure - C.

COMPLIANCE CERTIFICATE

Certificate from CS Hansraj Jaria, Practicing Company Secretary (Membership No. - FCS 7703), confirming compliances with the conditions of Corporate Governance as stipulated under the Listing Regulations is attached as **Annexure -D**.

Equity Shares in the Suspense Account: NIL

Annual Report

Annual Report containing, inter alia, Audited Financial Statement, Auditor's Report, Boards' Report, Corporate Governance Report, Business Discussions and Analysis Report and other material and related matters / information is circulated by email to the Shareholders and others entitled thereto. The copy of Annual Report is also available on Company's website at www.cse-india.com.



Certificate of Compliance with Code of Conduct Policy

To
The Members of
The Calcutta Stock Exchange Limited

This is to declare that to the best of my knowledge and belief, all the members of the Board and Senior Management Personnel of the Company have affirmed their respective compliance with the Code of Conduct as laid down by the Company for the Year ended 31st March, 2023.

For and on behalf of the Board

Place: Kolkata
Dated: 29th August, 2023

Deepankar Bose
Chairman
DIN 09450920

Note:

- (a) In this report 'the company' or 'the Exchange' or 'CSE' has been used to denote The Calcutta Stock Exchange Limited.
- (b) 'Members' has been used to denote shareholders of The Calcutta Stock Exchange Limited

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to Regulation 34(3) and Schedule V, Para C, Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members of
The Calcutta Stock Exchange Limited
7, Lyons Range,
Kolkata – 700 001

1. This certificate is issued in accordance with the terms of our engagement letter dated 15th July, 2022.
2. We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of The Calcutta Stock Exchange Limited having CIN: U67120WB1923PLC004707 and having its Registered Office at 7, Lyons Range, Kolkata – 700 001 [hereinafter referred to as 'the Company'], produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V, Para - C, sub-clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. In our opinion and to the best of our information and according to the verifications (including Directors Identification Number(s) [DIN] status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2023 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority:

Sl. No.	Name of Director	DIN	Date of appointment in the Company
1.	Mr. Chacko Joseph	07528693	8th September, 2021
2.	Mr. Deepankar Bose	09450920	22nd December, 2022
4.	Mr. Subash Chandra Misra	09830330	22nd December, 2022

4. Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification.
5. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For CS Hansraj Jaria
Practising Company Secretaries

(CS Hansraj Jaria)
Proprietor
FCS-7703

Place: Kolkata
Date: 29th August, 2023

C.P. No. 19394
UDIN: F007703E000883886



CEO/ CFO COMPLIANCE CERTIFICATE

The Board of Directors
The Calcutta Stock Exchange Limited
7, Lyons Range,
Kolkata 700001

I, Prosenjit Dutta, Chief Financial Officer do hereby certify the following:

- a) I have reviewed financial statements and the cash flow statement for the year ended 31st March, 2023 and that to the best of my knowledge and belief:
 - i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2023 which are fraudulent, illegal or in violation of the Company's code of conduct.
- c) I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting, and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or proposed to take, to rectify these deficiencies.
- d) I have indicated to the auditors and the Audit Committee:
 - i) significant changes, if any, in internal control over financial reporting during the year;
 - ii) significant changes, if any in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii) that there was no instances of fraud.

Place: Kolkata

Dated: 29th August, 2023

Prosenjit Dutta
Chief Financial Officer



Certificate on Corporate Governance

To
The Members of
The Calcutta Stock Exchange Limited

1. This certificate is issued in accordance with the terms of our engagement letter dated 29th August, 2023.
2. We, have examined the compliance of conditions of Corporate Governance by The Calcutta Stock Exchange Limited ('the Company') for the year ended on 31st March, 2023 as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and Para C and D of Schedule V of the of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ['the Listing Regulations'] as amended upto date and applicable for the time being in force with Stock Exchanges in India.
The Company is not listed on any Stock Exchange. As per Regulation 33 of the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018 [SECC Regulations]; 'the disclosure requirements and corporate governance norms as specified for listed companies shall mutatis mutandis apply to a recognised stock exchange'. CSE being a recognised stock exchange is required to adhere to the corporate governance norms.

Management's Responsibility:

3. The compliance of conditions of Corporate Governance is the responsibility of the Company's management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of Corporate Governance stipulated in the Listing Regulations read with SECC Regulations.

Practicing Company Secretary's Responsibility:

4. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. We state that such compliance is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
6. We have examined the extract of relevant records and documents maintained by the Company and communicated to us for the purposes of providing reasonable assurance on the compliance with corporate governance requirements by the Company.
7. We have carried out examination of the relevant records and documents of the Company in accordance with the Guidance Note on Corporate Governance Certificate issued by the Institute of Company Secretaries of India (the ICSI), in so far as applicable for the purpose of this certification, and as per the Guidance Note on Non-Financial Disclosures and Guidance Note on Code of Conduct for CS issued by the ICSI requiring us to combine ethical standards with the performance of technical skills.
8. We have complied with the relevant applicable requirements of the Guidance Manual on Quality of Audit & Attestation Services issued by ICSI for the related service engagement.

Opinion:

9. Based on our examination of the relevant records and according to information and explanations provided to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and Para C and D of Schedule V of the of the Listing Regulations read with Regulation 33 of the SECC Regulations, 2018 during the financial year ended 31st March, 2023.

For CS Hansraj Jaria.
Practising Company Secretaries

(CS Hansraj Jaria)
Proprietor
FCS-7703

Place: Kolkata
Date: 29th August, 2023

C.P. No. 19394
UDIN: .F007703E000883930



INDEPENDENT AUDITOR'S REPORT

To The Members The Calcutta Stock Exchange Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying standalone Financial Statements of Calcutta Stock Exchange Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and Statement of Cash Flows for the year then ended and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 and its profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Emphasis of Matter

- (i) Attention is drawn to note 31(i) regarding aggregate amount of Rs 94,34,22,919/- recoverable from members on account of default in settlement pay-in during 2000-01. Out of this, money suits have been filed against the defaulters for recovery to the extent Rs. 93,10,53,245/-. As the matter is sub-judice, the extent of recoverability of the amount from defaulters cannot be ascertained at this stage. However, as referred to in Note 31(ii), liabilities side of the Exchange Balance Sheet includes an identical amount of 94.34 crores already received from Settlement Guarantee Fund. Hence no impact on the financial position of the Exchange is foreseen

and as such in the opinion of the management, Exchange's interest stands fully protected.

- (ii) We draw attention to note 38 in the standalone financial statements which fully describes the uncertainties relating to the outcome of the Company's appeal pending before the Division Bench of the Hon'ble High Court of Calcutta. This indicates the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern in respect of its stock exchange operations only. However management has made an internal evaluation and concluded that irrespective of the Hon'ble High Court's decision the Company has sufficient resources to meet its current obligation including those arising from past events. In view of the aforesaid matters, management has considered it appropriate to prepare these financial statements on a going concern basis.

Our opinion is not qualified in respect of these matters.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's information, but does not include the financial statements and our auditor's report thereon. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the standalone financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under section 133 of the Act, read with relevant rules issued there under, as amended.



This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the standalone financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion

on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease as a going concern.
- Evaluate the overall presentation, structure and content of the standalone Financial Statements, including the disclosures and whether the standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable those economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure-A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Act, we report that:



- a) we have sought and 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 it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read with relevant rules issued thereunder.
- e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure-B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended by the Companies (Audit & Auditors) Amendment Rules, 2021, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company has disclosed the impact of pending litigations against the Company on its financial position in its standalone Financial Statements. Refer Note 26, 31, 36, 37 and 38 of the financial statements.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts that are required to be transferred to the Investor Education and Protection Fund by the Company.
- iv) (a) The management has represented that, to the best of its knowledge and belief, other than

as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on audit procedures we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

- v) No dividend is declared or paid by the Company during the year.
- vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the year ended March 31, 2023.

For **RAY & RAY**

Chartered Accountants

(Firm's Registration No. 301072E)

(Abhijit Neogi)

Partner

Membership No. 061380

UDIN: 23061380BGXMCS6801

Place: Kolkata

Date: 29th August, 2023



Annexure A to the Independent Auditor's Report

Referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

- i) a) (A) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment (PPE).
(B) The Company is maintaining proper records showing full particulars of intangible assets.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, Property, Plant and Equipment of the Company are physically verified by management once every financial year which in our opinion reasonable having regard to the size of the Company and nature of the assets. No material discrepancies as compared to book records was noticed in respect of the fixed assets physically verified during the year.
- c) According to the information, representation and explanations given to us and on the basis of our examination of the title deeds of all the immovable properties disclosed in the financial statements and as provided to us, the same appeared to be held in the name of the Company.
- d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment and Intangible Assets during the year.
- e) According to the information, representation and explanations given to us and on the basis of our examination of the records of the Company as provided to us, no proceedings were initiated during the year or pending against the Company as on March 31, 2023 for holding any benami property under the Benami Transaction (Prohibition) Act, 1988 as amended and rules made thereunder.
- ii) a) The Company's business does not involve any inventory. Accordingly, provision of clause 3 (ii) (a) of the Order is not applicable to the Company.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not obtained any working capital limits in excess of five crores rupees from banks or financial institution during the year on the basis of the security of current assets. Accordingly, provision of clause 3 (ii) (b) of the Order is not applicable to the Company.
- iii) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has made investments in companies and other parties during the year. The Company has not provided any guarantee or security or granted any loans or advances in the nature of loan, secured or unsecured, during the year to companies, firms or limited liability partnerships and other parties. Accordingly clauses 3(iii)(a), 3(iii)(c) to 3(iii)(f) are not applicable to the Company.
- b) The terms and conditions of investments made during the year, in our opinion, prima facie, are not prejudicial to the Company's interest.
- iv) According to the information and explanations given to us, provisions of Section 186 of the Companies Act, 2013 in respects of investments made have been complied with by the Company. There are no loans guarantees or securities in respect of which provisions of Section 185 and 186 are applicable and hence not commented upon.
- v) According to the information and explanations given to us, the Company has not accepted any deposit, in terms of the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.
- vi) As informed to us, the Central Government has not been prescribed the maintenance of cost record under Section 148(1) of the Companies Act, 2013. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.
- vii) a) According to information and explanations provided to us, to the records of the Company, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues, including provident fund, employees' state insurance, income-tax, custom duty, excise duty, goods and service tax, cess and other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, sales tax, value added tax, custom duty, excise duty, goods and service tax, income tax, service tax and cess were outstanding, as at March 31, 2023 for a period of more than six months from the date they became payable.



- b) According to the information and explanations given to us, the disputed statutory dues as on March 31, 2023, which have not been deposited by the Company is stated below.

Name of the statute	Nature of dues	Amount (Rs)	Period to which it relates	Forum where dispute is pending
Income Tax Act, 1961	Certain receipts considered by the Company as capital receipts, but treated as revenue receipt by the Income Tax department	3,66,74,684	A.Y-1991-92 & 1992-93	Hon'ble High Court of Kolkata
Income Tax Act, 1961	Non-allowable income as per section 14A	10,49,464 including penalty of 4,99,745	A.Y 2009-10	Income Tax officer.
Income Tax Act, 1961	Interest on late deposit of dividend distribution tax.	35,277	A.Y 2018-19	Commissioner of Income Tax, (Appeals)

- viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961, as income during the year.
- ix) a) According to the records of the Company examined by us and as per the information and explanation given to us, the Company has not taken any loans from banks, government, or issued any debentures during the year. Accordingly, clauses 3(ix) (a), (b), (c) and (d) are not applicable to it.
- e) According to the information, representation and explanations given to us and on the basis of our examination of the records of the Company, the Company did not raise any money from any person or entity for the account of or to pay the obligations of its subsidiary or associate or joint venture during the year.
- f) According to the information, representation and explanations given to us and on the basis of our examination of the records of the Company, the Company did not raise any loans during the year by pledging securities held in their subsidiary or associate or joint venture.
- x) a) According to the information, representation and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under paragraph 3(x)(a) of the Order is not applicable to the Company.
- b) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.
- xi) a) To the best of our knowledge and according to the information, representation and explanations given to us, no fraud by the Company or no material fraud on the Company has been noticed or reported during the year.
- b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by us or others in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanations given to us, no cases were received by the Company under Whistle Blower Policy of the Company.
- xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- xiii) On the basis of our examination of the books of account of the Company and according to the information and explanations given to us, the transactions entered into with the related parties are in compliance with section 177 and 188 of the Act where applicable and the same has been disclosed in the Notes to the financial statements as required by the applicable Accounting Standards.
- xiv) a) Based on information and explanations provided to us, the Company has an internal audit system commensurate with the size and nature of its business.
- b) We have been provided and have considered the internal audit reports of the Company for the year 2022-23.
- xv) According to the information and explanations given to us, the Company has not entered



into any non-cash transactions during the year with its Directors or persons connected to its Directors and hence the provisions of Section 192 of the Companies Act, 2013 is not applicable to the Company.

- xvi) a) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- b) According to the information and explanations given to us, the Company is not carrying on non-Banking financial activities and hence clause 3 (xvi)(b) is not applicable to it.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Therefore, clause (xvi) (c) and (d) of paragraph 3 of the Order is not applicable to the Company.
- d) The Group does not have any CIC as part of the Group and accordingly reporting under clause (xvi) (d) of the Order is not applicable.
- xvii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii) There has not been any resignation of statutory auditor during the year. Hence clause (xviii) of Para 3 of the order is not applicable.
- xix) According to the information, representation and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other

information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the relevant evidence, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report and that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx) a) Clause 3(xx) is not applicable to the Company for this financial year.

For **RAY & RAY**
Chartered Accountants
(Firm's Registration No. 301072E)

(Abhijit Neogi)
Partner
Membership No. 061380
UDIN: 23061380BGXMCS6801
Place: Kolkata
Date: 29th August, 2023



Annexure- B" TO INDEPENDENT Auditor's report

(Referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date on standalone Financial statements)

Report on the Internal Financial Control over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Calcutta Stock Exchange Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our

audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

According to the information and explanations given to us and based on our audit, in our opinion, the Company has generally maintained in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI

For RAY & RAY

Chartered Accountants
(Firm's Registration No. 301072E)

(Abhijit Neogi)

Partner
Membership No. 061380
UDIN: 23061380BGXMCS6801
Place: Kolkata
Date: 29th August, 2023

**BALANCE SHEET AS AT 31st MARCH, 2023**

Particulars	Notes	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
I. EQUITIES AND LIABILITIES			
1. SHAREHOLDERS' FUND			
A. Share Capital	3	619	619
B. Reserves and Surplus	4	1,936,568	1,903,247
2. NON CURRENT LIABILITIES			
A. Other Long Term Liabilities	5	943,423	943,423
3. CURRENT LIABILITIES			
A. Trade Payables	6		
i) Total outstanding dues of micro enterprises and small enterprises	-		-
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		10,247	8,953
B. Other Current Liabilities	6	970,775	1,011,804
C. Short Term Provisions	7	21,130	20,626
		3,882,762	3,888,672
II. ASSETS			
1. NON CURRENT ASSETS			
A. Property, Plant, Equipment and Intangible Assets			
i) Property, Plant and Equipment	8A	279,597	279,030
ii) Intangible Assets	8B	836	491
B. Non Current Investments	9	707,081	324,477
C. Deferred Tax Assets (net)	10	5,461	6,206
D. Long Term Loans and Advances	11	1,013,667	1,016,341
E. Other Non Current Assets	15	876,865	832,381
2. CURRENT ASSETS			
A. Current Investments	12	57,824	111,938
B. Trade Receivables	13	12,965	10,930
C. Cash and Bank Balances	14	442,453	811,282
D. Short Term Loans and Advances	11	11,338	13,875
E. Other Current Assets	15	474,675	481,721
		3,882,762	3,888,672
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the standalone financial statements.

As per our Report of even date

For and on behalf of the Board of Directors

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2023

Particulars	Notes	2022-23		2021-22	
		(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Income :					
Revenue from Operations	16		55,001		42,689
Other Income	17		123,895		124,780
Total (I)			178,896		167,469
Expenses :					
Employee Benefits Expense	18		94,551		83,500
Other Expenses	19		28,470		25,512
Depreciation and Amortization Expense	20		2,078		1,966
Contribution to SEBI			3,010		2,141
Contribution to Stock Exchange Investors' Protection Fund			9,846		5,727
Total (II)			137,955		118,846
Profit before Tax and contribution to Settlement Guarantee Fund and Investors' Service Fund (III = I-II)			40,941		48,623
Tax Expenses :					
Total Current Tax (Net)					
Pertaining to profit for the current year		10,678		7,310	
Adjustment of tax relating to earlier years		(74)		-	
MAT Credit utilised during the year (Refer Note no - 35)		(3,728)	6,876	(2,024)	5,286
Deferred Tax			745		4,771
Total Tax Expense (IV)			7,621		10,057
Profit after tax before contribution to Settlement Guarantee Fund, Investors' Service Fund and apportioned to General Reserve of Pre-Demutualisation period (V = III-IV)			33,320		38,566
Apportioned to General Reserve of Pre-Demutualisation period		-		7,587	
Less: Tax on above		-		(2,111)	
Contribution to Settlement Guarantee Fund (net of tax)	21		23,467		24,535
Contribution to Investors' Service Fund (net of tax)	22		8,770		7,429
Total of Contributions to Settlement Guarantee Fund, Investors' Service Fund and apportioned to General Reserves of Pre-Demutualisation Period (net of tax) [VI]			32,237		37,440
(Loss) / Profit after tax for the year (V-VI)			1,083		1,126
Earnings per equity share					
Basic and Diluted (Rs.)	23		1.77		1.84
Nominal value of share (Re.)			1		1
Summary of significant accounting policies	2				

The accompanying notes are an integral part of the Standalone financial statements.

As per our Report of even date

For and on behalf of the Board of Directors

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

	Particulars	2022-23	2021-22
		(INR in Thousand)	(INR in Thousand)
A.	Cash Flow from Operating Activities		
	Profit before Tax and contribution to Settlement Guarantee Fund and Investors' Service Fund	40,941	48,623
	Adjustment to reconcile profit before tax to net cash flows :-		
	Depreciation and Amortization expense	2,078	1,966
	(Profit)/Loss on sale/discard of property, plant and equipment	(130)	4
	Provision for Doubtful Debts and Advances	299	1,196
	Bad Debts (net of provision)	387	-
	Sundry balance written off	332	164
	Liabilities/Provisions no longer required, written back	(9,434)	(15,087)
	Interest on Fixed Deposits	(81,208)	(85,326)
	Interest on Bonds	(13,042)	(1,101)
	Interest on Income Tax Refunds	(1,336)	-
	Dividend Income from Investments	(5,888)	(4,235)
	Profit on sale of Investments	(5,263)	(10,837)
	Operating profit before working capital changes	(72,264)	(64,633)
	Movements in working capital:		
	Increase / (Decrease) in Long Term Liabilities	-	(6,194)
	Increase / (Decrease) in Short Term Provisions	503	(3,054)
	Increase in Trade Payables	1,294	(4,955)
	Decrease in Other Current Liabilities	(16,417)	6,315
	Decrease in SGF - Other Current Liabilities on account of Shares and Fixed Deposits	(14,087)	632,444
	(Increase) in Trade Receivables	(2,721)	(2,098)
	(Increase) in Long Term Loans & Advances	(7,030)	(1,661)
	(Increase) / Decrease in Short Term Loans & Advances	2,205	(4,515)
	Increase in SGF - Other Assets on account of Shares	8,820	(464,171)
	Decrease in Other Current Assets	735,091	901,529
	Cash used in operations	635,394	989,007
	Payment of direct taxes (net)	2,829	(850)
	Net Cash used in Operating Activities	638,223	988,157
B.	Cash Flow from Investing Activities		
	Proceeds from sale of property, plant and equipment	160	83
	Purchase of property, plant and equipment	(2,516)	(349)
	Proceeds from Sale of Current Investments (net)	5,263	10,837
	Dividend income from Investments	5,888	4,235
	Investment in SGF - Fixed Deposits	55,110	(98,024)
	Investment in SGF - Other Assets on account of Fixed Deposits	(49,844)	(70,249)
	Investment in Fixed Deposits	(1,169,723)	(807,216)
	Proceeds from maturity of Fixed Deposits	406,417	(143,193)
	Interest on Fixed Deposits	81,208	85,327
	Interest on Income Tax Refunds	1,336	1,101
	Interest on Bonds	13,043	—
	Net cash flow from investing activities	(653,658)	(1,017,448)

Contd. in next page

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023 (Contd.)**

Particulars		2022-23	2021-22
		(INR in Thousand)	(INR in Thousand)
C.	Cash Flow from Financing Activities		
	Dividend Paid on equity shares	(1,091)	(1,000)
	Tax on equity dividend paid	-	-
	Net Cash used in Financing Activities	(1,091)	(1,000)
	Net (Decrease) / Increase in Cash and Cash Equivalents (A+B+C)	(16,526)	(30,291)
	Cash and Cash Equivalents as at the beginning of the year	80,967	111,258
	Cash and Cash equivalents as at the end of the year	64,441	80,967

Components of Cash & Cash Equivalents

	2022-23	2021-22
Cash on hand	12	12
Balance with Scheduled Banks on Current Account		
Own Fund	63,952	78,859
Investors' Service Fund *	276	787
Settlement Guarantee Fund *	201	1,309
	64,441	80,967

* These can be utilised only towards the purpose of the respective funds (Refer Note no.14)

Summary of significant accounting policies (Refer Note 2)

The accompanying notes are an integral part of the Standalone financial statements.

As per our Report of even date

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

For and on behalf of the Board of Directors

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 1 : Basis of preparation of Financial Statements

The standalone financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these standalone financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the Companies (Accounting Standards) Amendment Rules, 2016. The standalone financial statements have been prepared on an accrual basis, under the historical cost convention and on going concern basis.

In accordance with clause 7 of the Chapter-XVII of the Bye-Laws of the Company on Composition of Settlement Guarantee Fund (SGF) and directions received from the Security Exchange board of India (SEBI), the Company is required to transfer all the income earned from the investments from the corpus of the Company's Settlement Guarantee fund net of certain permitted expenses to that fund. Similarly, in accordance with directions received from SEBI, the Company is also required to transfer income earned from investments from the corpus of the Investor Service Funds (ISF) net of permitted expenses to that fund. Taking into consideration the Company's obligation to transfer such net income to those funds, such transfers have been recognized as charge in the Profit & Loss Account.

The accounting policies adopted in the preparation of standalone financial statements are consistent with those of previous years.

NOTE – 2: Summary of Significant Accounting Policies

i) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liability in future periods.

ii) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably

measured. The Company collects goods and services tax (GST) on behalf of the government and, therefore, it is not an economic benefit flowing to the company. Hence, it is excluded from revenue. Revenue in respect of services rendered is recognized when the service is rendered and there is certainty of realization.

Revenue from Listing Fees and Subscription Fees are recognized when there is reasonable certainty of its ultimate realization/collection.

Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "Other Income" in the statement of profit and loss.

Dividend

Dividend income is recognized when the Company's right to receive payment is established by the reporting date.

iii) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price and directly attributable cost of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Gains or losses arising from de-recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized. The Company identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset.

iv) Depreciation on property, plant and equipment

Depreciation on property, plant and equipment is calculated on a written down value method as per the rates derived from Schedule – II of the Companies Act, 2013, on the basis of useful lives specified therein, which is in accordance with management estimates for the useful life of the underlying assets. Depreciation on property, plant and equipment added/disposed-off during the year is provided on pro-rata basis with reference to the date of addition/disposal. Asset costing less than or equivalent to Rs.5,000/- are depreciated fully



during the year of acquisition and recorded at a residual value of Re.1/-.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

v) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any.

Software costs related to computers are amortized on written down value basis over a period of six years from the date the asset becomes available for use.

vi) Impairment of property, plant and equipments and intangible assets

The carrying amount of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the higher of the net selling price and value in use of the assets. The estimated future cash flows considered for determining the value in use, are discounted to their present value using a pre-tax discount rate that reflects the current market assessment of the time value of money and risk specific to the asset.

vii) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments. On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal

proceeds is charged or credited to the statement of profit and loss.

Investment Property:

An investment in land, which is not intended to be occupied substantially for use by, or in the operations of, the Company, is classified as investment property. Investment properties are stated at cost, net of accumulated amortization and accumulated impairment losses, if any.

The cost comprises purchase price and directly attributable cost of bringing the investment property to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Investment Property comprising of the leasehold land is amortized over the period of lease, i.e. 99 years.

On disposal of an investment property, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

viii) Taxes

Tax expense comprises current and deferred tax. Current income tax is measured as the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss. Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forwarded tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.



At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

ix) Foreign currency transactions and balances

Foreign currency transactions are recorded at the exchange rate prevailing on the date of transaction. All foreign currency current assets/liabilities are translated at the rates prevailing on the date of the Balance Sheet. Foreign Exchange rate differences arising on settlement(s) / conversion(s) are recognised in the Statement of Profit and Loss.

x) Retirement and other Employee Benefits

a) Retirement benefit in the form of provident fund and superannuation fund are defined contribution scheme. The Company has no

obligation, other than the contribution payable to such funds. The Company recognizes contribution payable to these funds as an expenditure, when an employee renders the related service. If the contribution payable to the funds for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the funds are recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

b) The Company operates two defined benefit plans for its employees, viz., Gratuity and leave liability. The costs of providing benefits under these plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out for each plan using the projected unit credit method. Actuarial gains and losses for both defined benefit plans are recognized in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The company presents the leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

c) Expenses incurred towards voluntary retirement scheme are charged to the statement of profit and loss immediately.

xi) Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.



For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to the equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

xii) Provisions

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the reporting date. These are reviewed at each reporting date and adjusted to reflect to current best estimates.

xiii) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize the contingent liability but discloses its existence in the financial statements.

xiv) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and on hand.



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 3 : Share Capital

Particulars	As at 31st March, 2023	As at 31st March, 2022
	INR in thousand	INR in thousand
a) AUTHORISED SHARES : 10,00,00,000 (31st March 2022 : 10,00,00,000) equity shares of Re.1 each	100,000	100,000
b) ISSUED SHARES : 6,18,750 (31st March 2022 : 6,18,750) equity shares of Re.1 each	619	619
c) SUBSCRIBED & PAID UP SHARES : 6,11,250 (31st March 2022 : 6,11,250) equity shares of Re.1 each fully paid up	611	611
Add : Forfeited Shares: 7,500 (31st March 2022 : 7,500) equity shares paid up of Re.1 each	8	8
	619	619

A. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year :

	31st March, 2023		31st March, 2022	
	Number	Rs.	Number	Rs.
Equity Shares	6,11,250	611	6,11,250	611
Issued during the year	-	-	-	-
Shares outstanding at the end of the year	6,11,250	611	6,11,250	611

A. Terms / rights attached to equity shares :

The Company has only one class of equity shares having par value of Re.1 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

B. There are no individual shareholders who are holding more than 5% shares in the Company.

NOTE – 4 : Reserve and Surplus

Particulars	As at 31st March, 2023	As at 31st March, 2022
	INR in thousand	INR in thousand
I. Own Reserves		
Capital Reserve - Pre-Demutualisation period	619	619
Securities Premium Account		
Pre-Demutualisation period	3,015	3,015
Post-Demutualisation period	631,778	631,778
Total Securities Premium Account	634,793	634,793
Development Fee Reserve - Pre-Demutualisation period	134,050	134,050
General Reserve		
Pre-Demutualisation period		
Opening balance as on April 1	507,876	502,400
Addition during the year	-	5,476
Closing balance as on March 31	507,876	507,876
Post-Demutualisation period		
Opening balance as on April 1	51,415	51,415
Addition during the year	-	-
Deduction during the year	-	-
Closing balance as on March 31	51,415	51,415
Total General Reserve	559,291	559,291



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 4 : Reserve and Surplus (Contd.)

Particulars	As at 31st March, 2023	As at 31st March, 2022
	INR in thousand	INR in thousand
Surplus in the Statement of Profit and Loss - Post-Demutualisation period		
Profit for the year	(28,182)	(29,308)
	1,083	1,126
Net surplus in the Statement of Profit and Loss	(27,099)	(28,182)
Total of own Reserves	1,301,654	1,300,571
II. Investors' Service Fund - Post-Demutualisation period		
Opening balance as on April 1	113,711	106,282
Addition during the year (Refer Note no.-22)	8,782	7,443
Deductions/adjustments during the year (Refer Note no.-22)	(12)	(14)
Total of Investors' Service Fund	122,481	113,711
III. Settlement Guarantee Fund - Post-Demutualisation period		
Settlement Guarantee Fund for CSE-NSE Cash Segment		
Opening balance as on April 1	10,335	10,301
Addition during the year (Refer Note no. 21)	27	34
Closing balance as on March 31	10,362	10,335
Settlement Guarantee Fund for CSE-NSE Future and Option Segment		
Opening balance as on April 1	10,591	10,548
Addition during the year (Refer Note no. 21)	41	43
Closing balance as on March 31	10,632	10,591
Settlement Guarantee Fund for CSE-BSE Cash Segment		
Opening balance as on April 1	10,272	10,261
Addition during the year (Refer Note no. 21)	8	11
Closing balance as on March 31	10,280	10,272
Settlement Guarantee Fund for CSE-BSE Future and Option Segment		
Opening balance as on April 1	10,007	10,007
Closing balance as on March 31	10,007	10,007
Settlement Guarantee Fund Initial Membership Fees		
Opening balance as on April 1	260	260
Closing balance as on March 31	260	260
Settlement Guarantee Fund (Governed by the Bye-Laws of the Settlement Guarantee Fund of the Exchange)		
Opening balance as on April 1	447,500	381,689
Addition during the year (Refer Note no. 21)	21,117	25,655
Dividend on members' security deposits transferred	4,250	41,364
Deductions/adjustments during the year (Refer Note no. 21)	(1,975)	(1,208)
Closing balance as on March 31	470,892	447,500
Total of Settlement Guarantee Fund	512,433	488,965
Total of I+II+III	1,936,568	1,903,247

NOTE – 5 : Long Term Liabilities

	As at 31st March, 2023			As at 31st March, 2022		
Particulars	Pre-Demutualisation Period	Post Demutualisation Period	Total	Pre-Demutualisation Period	Post Demutualisation Period	Total
	INR in thousand	INR in thousand	INR in thousand	INR in thousand	INR in thousand	INR in thousand
Sundry Deposits						
[Refer Note no.31(ii) & 31 (iii)]	943,423	-	943,423	943,423	-	943,423
	943,423	-	943,423	943,423	-	943,423



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 6 : Trade Payables and Other Current Liabilities

Particulars	As at 31st March, 2023			As at 31st March, 2022		
	Pre-Demutalisation Period	Post Demutalisation Period	Total	Pre-Demutalisation Period	Post Demutalisation Period	Total
	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand
Trade Payables						
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	10,247	10,247	-	8,953	8,953
	-	10,247	10,247	-	8,953	8,953
Other Liabilities :						
Sundry Deposits	11,611	10,737	22,348	11,667	20,462	32,129
Members' Security Deposits for Base Capital Requirements [Refer Note no.32]						
Settlement Guarantee Fund:						
In cash	-	194,365	194,365	-	196,666	196,666
In fixed deposits (Refer Note-32)	-	163,006	163,006	-	168,273	168,273
In shares (Refer Note-32)	-	455,350	455,350	-	464,171	464,171
Members' deposit for additional base capital requirement and margin in Cash	-	129,688	129,688	-	140,661	140,661
Payable to related party: [Refer Note no.34]						
Stock Exchange Investors' Protection Fund	-	-	-	-	2,013	2,013
Statutory Dues	-	1,298	1,298	-	2,080	2,080
Unclaimed Dividend	-	4,720	4,720	-	5,811	5,811
	11,611	959,164	970,775	11,667	1,000,137	1,011,804
	11,611	969,411	981,022	11,667	1,009,090	1,020,757

Annexure to Note - 6:

- I. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under to the extent the Company has received intimation from the suppliers regarding their status under the Act.
As per information available with the Company, the Company does not have any dues to any party covered under the Micro, Small and Medium Enterprises Development Act, 2006.

II. Trade Payables Ageing Schedule

INR in thousand

Particulars	Outstanding for following periods from the due date of payments				
	6 mths - 1 year	1-2 years	2-3 years	> 3 years	TOTAL
(i) MSME					
As at March 31, 2023	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-
(ii) Others					
As at March 31, 2023	9,647	-	-	600	10,247
As at March 31, 2022	6,165	50	618	2,120	8,953
(iii) Disputed Dues - MSME					
As at March 31, 2023	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-
(iii) Disputed Dues - Others					
As at March 31, 2023	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-
Total as at March 31, 2023	9,647	-	-	600	10,247
Total as at March 31, 2022	6,165	50	618	2,120	8,953

NOTE – 7 : Short Term Provisions

Particulars	As at 31st March, 2023	As at 31st March, 2022
	INR in Thousand	INR in Thousand
Provision for Employee Benefits:		
Leave	8,600	7,259
Provision for Gratuity [Refer Note no. 33]	795	2,033
Other Provisions:		
CSR Expenses	1,434	1,434
Property Tax [Refer Note. - 36]	10,301	9,900
	21,130	20,626



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

(NOTE - 8A : Property, Plant and Equipment)									
(INR in Thousand)									
Cost or Valuation	Freehold Land	Building	Electrical Equipments	Furniture & Fixtures	Office Equipments	Vehicles	Computers	Total	
ASSETS OF PRE-DEMUTUALISATION PERIOD :									
At 1st April 2021	415	2,157	12,701	6,813	8,389	-	162,279	192,754	
Disposals/Adjustment	-	-	-	-	1,347	-	-	1,347	
At 31st March 2022	415	2,157	12,701	6,813	7,042	-	162,279	191,407	
Additions	-	-	-	-	-	-	-	-	
Disposals/Adjustment	-	-	-	-	-	-	-	-	
At 31st March 2023	415	2,157	12,701	6,813	7,042	-	162,279	191,407	
Depreciation									
At 1st April 2021	-	1,675	12,086	6,521	8,034	-	161,560	189,876	
Charge For the Year	-	21	-	-	-	-	-	21	
Disposals/Adjustment	-	-	-	-	1,279	-	-	1,279	
At 31st March 2022	-	1,696	12,086	6,521	6,755	-	161,560	188,618	
Charge For the Year	-	20	-	-	-	-	-	20	
At 31st March 2023	-	1,716	12,086	6,521	6,755	-	161,560	188,638	
Net Block									
At 31st March 2022	415	461	615	292	287	-	719	2,789	
At 31st March 2023	415	441	615	292	287	-	719	2,769	
ASSETS OF POST-DEMUTUALISATION PERIOD :									
At 1st April 2021	269,000	11,729	6,966	5,604	3,054	1,824	21,592	319,769	
Additions	-	-	22	-	35	-	106	163	
Disposals/Adjustment	-	-	54	-	91	-	173	318	
At 31st March 2022	269,000	11,729	6,934	5,604	2,998	1,824	21,525	319,614	
Additions	-	-	2	-	131	-	1,867	2,000	
Disposals/Adjustment	-	-	-	-	-	-	594	594	
At 31st March 2023	269,000	11,729	6,936	5,604	3,129	1,824	22,798	321,020	
Depreciation									
At 1st April 2021	-	6,441	6,146	5,193	2,882	1,453	20,269	42,384	
Charge For the Year	-	515	219	109	20	117	309	1,289	
Disposals/Adjustment	-	-	48	-	87	-	165	300	
At 31st March 2022	-	6,956	6,317	5,302	2,815	1,570	20,413	43,373	
Charge For the Year	-	464	143	31	45	80	620	1,383	
Disposals/Adjustment	-	-	-	-	-	-	564	564	
At 31st March 2023	-	7,420	6,460	5,333	2,860	1,650	20,469	44,192	
Net Block									
At 31st March 2022	269,000	4,773	617	302	183	254	1,112	276,241	
At 31st March 2023	269,000	4,309	476	271	269	174	2,329	276,828	
Total Net Block									
At 31st March 2022	269,415	5,234	1,232	594	470	254	1,831	279,030	
At 31st March 2023	269,415	4,750	1,091	563	556	174	3,048	279,597	



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 8B : Intangible Assets

(INR in Thousand)

Particulars Computer Softwares	Total	
ASSETS OF PRE-DEMUTUALISATION PERIOD :		
Gross Block		
At 1st April 2021	30,036	30,036
Disposals/Adjustment	-	-
At 31st March 2022	30,036	30,036
Disposals/Adjustment	-	-
At 31st March 2023	30,036	30,036
Amortization		
At 1st April 2021	30,036	30,036
Charge For the Year	-	-
Disposals/Adjustment	-	-
At 31st March 2022	30,036	30,036
Charge For the Year	-	-
Disposals/Adjustment	-	-
At 31st March 2023	30,036	30,036
Net Block		
At 31st March 2022	-	-
At 31st March 2023	-	-
ASSETS OF POST-DEMUTUALISATION PERIOD :		
Gross Block		
At 1st April 2021	5,710	5,710
Additions	186	186
Disposals/Adjustment	-	-
At 31st March 2022	5,896	5,896
Additions	516	516
Disposals/Adjustment	-	-
At 31st March 2023	6,412	6,412
Amortization		
At 1st April 2021	5,253	5,253
Charge For the Year	152	152
Disposals/Adjustment	-	-
At 31st March 2022	5,405	5,405
Charge For the Year	171	171
Disposals/Adjustment	-	-
At 31st March 2023	5,576	5,576
Net Block		
At 31st March 2022	491	491
At 31st March 2023	836	836
Total Net Block		
At 31st March 2022	491	491
At 31st March 2023	836	836



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 9 : Non Current Investments (At Cost)

Particulars	As at 31st March, 2023	As at 31st March, 2022
	INR in Thousand	INR in Thousand
INVESTMENT PROPERTY (at cost less accumulated amortization) (Refer Note No.- 37)		
Pre-Demutualisation Period		
Cost of leasehold land	49,667	49,667
Less : Accumulated amortization	(11,099)	(10,595)
Net Block	38,568	39,072
INVESTMENTS OF PRE-DEMUTUALISATION PERIOD		
Non-trade (valued at cost unless stated otherwise)		
Debentures - Quoted		
117 (31st March 2022 : 117) debentures of Rs.100 each fully paid up of 15% Bengal Paper Mills Co Ltd *	-	-
INVESTMENTS OF POST-DEMUTUALISATION PERIOD		
I. Investment of Own Fund		
Trade (valued at cost unless stated otherwise)		
Equity shares - Unquoted		
Investment in Subsidiaries		
57,75,000 (31st March 2022: 57,75,000) equity shares of Rs.10 each fully paid up of CSE Capital Markets Private Limited	64,575	64,575
50,00,000 (31st March 2022: 25,00,000) equity shares of Re.1 each fully paid up of Lyons Range Securities Clearing Corporation Limited **	5,000	2,500
Non-Trade (valued at cost unless stated otherwise)		
Equity shares - Quoted		
400 (31st March 2022: 400) equity shares of Rs.10 each fully paid up of Beeyu Overseas Ltd	7	7
Non-Trade (valued at cost unless stated otherwise)		
Investments in fixed maturity mutual funds - Unquoted		
Nil (31st March 2022: 5,00,000) units of Rs.10 each fully paid up of Aditya Birla Sun Life Fixed Term Plan -Series SN (1099 days) - Direct Growth	-	5,000
Trade (valued at cost unless stated otherwise)		
Investments in Government of India Securities - Quoted		
3,00,000 (31st March 2022 : Nil) units of Rs.100 each Government of India (NI) GS 2051-15.12.2051 ***	28,822	-
5,00,000 (31st March 2022 : Nil) units of Rs.100 each Government of India (NI) GS 2061-16.12.2061 ***	46,693	-
Non-Trade (valued at cost unless stated otherwise)		
Investments in Bonds and Trust - Quoted		
2 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.40% Punjab National Bank perpetual bonds	20,030	-
30 (31st March 2022 : Nil) units of Rs.10,00,000 each of 8.73% Union Bank perpetual bonds	30,285	-
9 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.57% Bank of India perpetual bonds	90,127	-
4 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.74% Bank of Maharashtra perpetual bonds	39,781	-
35,400 (31st March 2022 : Nil) units of Rs.140.50 each of India Grid Trust	4,974	-
Non-Trade (valued at cost unless stated otherwise)		
Investments in Fixed Deposits with Financial Institution - Unquoted		
PNB Housing Finance Ltd	298,500	193,500
II. Investment of Settlement Guarantee Fund		
Non-Trade (valued at cost unless stated otherwise)		
Investments in Government of India Securities - Quoted		
2,00,000 (31st March 2022 : 2,00,000) units of Rs.100 each Government of India (NI) GS 2051-15.12.2051	19,823	19,823
Non-Trade (valued at cost unless stated otherwise)		
Investments in Bonds - Quoted		
1 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.74% Bank of Maharashtra perpetual bond	9,940	-
10 (31st March 2022 : Nil) units of Rs.10,00,000 each of 7.80% Housing Development Finance Corporation Ltd bonds	9,956	-
	668,513	285,405
	707,081	324,477

* Since the market value is not available, the same has been valued at Re.1.

** Including investment of Rs.25,00,000/- in 25,00,000 Rights Shares during the year @ Re.1/- each.

*** Lien with Indian Clearing Corporation Ltd.

Aggregate cost of Investments:

Quoted	300,438	19,830
Unquoted	368,075	265,575
Value of investment property	38,568	39,072
Market value of quoted investments	300,902	19,823
Net asset value of mutual fund units	-	6,235



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 10 : Deferred Tax Assets (Net)

Particulars	As at 31st March, 2023	As at 31st March, 2022
	INR in Thousand	INR in Thousand
Deferred Tax Liability		
Impact of expenditure allowed for tax purposes on payment basis in the current year	-	-
Gross Deferred Tax Liability	-	-
Deferred Tax Asset		
Provision for doubtful debts and advances	1,592	1,586
Property, Plant and Equipment: Impact of difference between tax depreciation and depreciation / amortization charged for the financial reporting	204	437
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	3,665	4,183
Gross Deferred Tax Asset	5,461	6,206
Net Deferred Tax Asset	5,461	6,206

NOTE – 11 : Loans and Advances (Unsecured, considered good unless stated otherwise)

Particulars	Non Current		Current	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand
Receivable from defaulting members [Refer Note No.- 31(i)]	943,424	943,424	-	-
Advances to related parties: [Refer Note No.- 34]				
CSE Capital Markets Private Limited	-	-	1,278	6,022
Lyons Range Securities	-	-	189	84
Clearing Corporation Limited	-	-	51	-
Stock Exchange Investors' Protection Fund	-	-	-	-
	943,424	943,424	1,518	6,106
Advance Income Tax and Tax Deducted at Source				
Considered good [Net of provision Rs. 105,414(31st March 2022 : Rs.1,04,638 thousand)]	55,090	64,794	-	-
Considered doubtful	3,391	3,311	-	-
	58,481	68,105	-	-
Less : Provision for doubtful advance	(3,391)	(3,311)	-	-
	55,090	64,794	-	-
Prepaid expenses	-	-	3,478	3,059
Loan to employees- Interest bearing	13,306	7,776	3,398	2,693
	68,396	72,570	6,876	5,752
Receivable from others				
Considered good [Refer Note no.31(iii)]	1,847	347	2,944	2,017
Considered doubtful	905	1,183	-	-
	2,752	1,530	2,944	2,017
Less : Provision for doubtful advances	(905)	(1,183)	-	-
	1,847	347	2,944	2,017
	1,013,667	1,016,341	11,338	13,875



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 12 : Current Investments

Particulars	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
INVESTMENTS OF POST-DEMUTUALISATION PERIOD (Valued at lower of cost and fair value)		
I. Investment of Own Fund		
Investments in mutual funds - Unquoted		
9,99,950 (31st March 2022: 9,99,950) units of Rs.10 each fully paid up of Aditya Birla Sun Life Nifty SDL April 2027 Index Fund - Direct Growth	10,000	10,000
60,548 (31st March 2022: 60,548) units of Rs.19.64 each fully paid up of Aditya Birla Sun Life Interval Income Fund - Qrtly Plan- Series 1 Growth- Direct Plan *	1,189	1,189
37.46 (31st March 2022: Nil) units of Rs.1,210.50 each fully paid up of Aditya Birla Sun Life Overnight - Direct Growth	45	-
1,55,804 (31st March 2022: 1,55,804) units of Rs.10.51 each fully paid up of Baroda BNP Paribas Banking and PSU Bond Fund - Direct Plan Growth*	1,638	1,638
24,894 (31st March 2022 : 20,032) units of Rs.1,185.32 each fully paid up of Axis Overnight Fund - Direct Growth	29,508	22,500
6,591.57 (31st March 2022: 20,085) units of Rs.1,129.26 each fully paid up of BOI-AXA Overnight Fund - Direct Plan - Growth	7,444	21,611
1,180 (31st March 2022: Nil) units of Rs.2,542.37 each fully paid up of BOI-AXA Liquid Fund - Direct Plan - Growth	3,000	-
Investments in Fixed Deposits with Financial Institution - Unquoted		
LIC Housing Finance Ltd	-	45,000
PNB Housing Finance Ltd	5,000	5,000
II. Investment of Settlement Guarantee Fund		
Investments in Fixed Deposits with Financial Institution - Unquoted		
PNB Housing Finance Ltd	-	5,000
	57,824	111,938

*Investment out of Investors' Service Fund

Aggregate cost of Investments:

Unquoted	57,824	111,938
Net asset value of mutual fund units	54,303	57,542



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 13 : Trade Receivables

Particulars	As 31st March, 2023		As at 31st March, 2022	
	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand
Secured, Considered good	1,958		1,078	
Unsecured Considered good	11,007		9,852	
Unsecured, Considered doubtful	4,232		4,012	
	17,197		14,942	
Less: Provision for Doubtful Debts	(4,232)	12,965	(4,012)	10,930
		12,965		10,930

Ageing of Trade Receivables

(INR in Thousand)

Particulars	Outstanding for following periods from the due date of payments					
	< 6 mths	6 mths - 1 year	1-2 years	2-3 years	> 3 years	TOTAL
Undisputed – considered good						
As at March 31, 2023	1,318	3,807	4,414	2,908	518	12,965
As at March 31, 2022	801	5,682	3,817	590	40	10,930
Undisputed – considered doubtful						
As at March 31, 2023	-	201	200	3	3,828	4,232
As at March 31, 2022	-	-	-	1,196	2,816	4,012
Disputed - considered good						
As at March 31, 2023	-	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-	-
Disputed - considered doubtful						
As at March 31, 2023	-	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-	-
As at March 31, 2023	1,318	4,008	4,614	2,911	4,346	17,197
As at March 31, 2022	801	5,682	3,817	1,786	2,856	14,942



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 14 : Cash and Bank Balances

Particulars	Non-Current		Current	
	As at 31st March, 2023 (INR In Rupees)	As at 31st March, 2022 (INR In Rupees)	As at 31st March, 2023 (INR In Rupees)	As at 31st March, 2022 (INR In Rupees)
a. CASH AND CASH EQUIVALENTS				
Balance with Scheduled Banks on current accounts:				
Own Fund	-	-	63,952	78,859
Investors' Service Fund	-	-	276	787
Settlement Guarantee Fund	-	-	201	1,309
Cash on hand	-	-	12	12
	-	-	64,441	80,967
b. OTHER BANK BALANCES				
Balance with Scheduled Bank on Unpaid Dividend Accounts	-	-	4,720	5,811
Fixed deposits with remaining maturity of not less than 12 months : Pre-Demutualisation Period				
Own Funds *	11,611	11,667	-	-
Post-Demutualisation Period				
Own Funds	168,488	277,241	-	-
Earmarked Funds:				
Settlement Guarantee Fund	320,364	277,900	-	-
Investors' Service Fund	114,998	43,250	-	-
Fixed deposits with remaining maturity for less than 12 months : Post-Demutualisation Period				
Own Funds	-	-	163,275	363,615
Earmarked Funds:				
Settlement Guarantee Fund	-	-	158,453	187,967
Investors' Service Fund	-	-	8,650	74,898
	615,461	610,058	335,098	632,291
Members deposits for Base Capital Requirement Settlement Guarantee Fund				
Fixed deposits with remaining maturity of not less than 12 months :				
In Fixed Deposits (Refer Note-32)	120,092	70,249		
Fixed deposits with remaining maturity for less than 12 months :				
In Fixed Deposits (Refer Note-32)			42,914	98,024
	120,092	70,249	42,914	98,024
	735,553	680,307	378,012	730,315
Amount disclosed under Non-current assets (Refer Note 15)	(735,553)	(680,307)	-	-
	-	-	442,453	811,282
*Appropriated out of total year end fixed deposits to the extent of year end net liabilities pertaining to pre-demutualisation period.				
Details of fixed deposits lien marked (included above)				
Deposits with remaining maturity of not less than 12 months pledged with :				
Indian Clearing Corporation Limited (ICCL)*	253,600	70,400	-	-
HDFC Bank Ltd **	68,944	63,299	-	-
BSE Ltd *	1,500	1,500	-	-
Deposits with remaining maturity for less than 12 months pledged with :				
Indian Clearing Corporation Limited (ICCL)*	-	-	38,000	196,000
HDFC Bank Ltd **	-	-	-	21,352
	324,044	135,199	38,000	217,352
Deposits with remaining maturity of not less than 12 months	3,541	-	-	-
Deposits with remaining maturity for less than 12 months	-	-	14,175	17,716
	3,541	-	14,175	17,716

* The aforesaid fixed deposits are under lien with indicated entity.

** Against sanctioned credit limit yet to be utilized



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 15 : Other Assets (Unsecured, considered good unless stated otherwise)

Particulars	Non-Current		Current	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Non-current bank balances (Refer Note no. 14)	735,553	680,307	-	-
Security Deposits				
Considered good	136,700	148,901	-	-
Considered doubtful	506	506	-	-
	137,206	149,407	-	-
Less : Provision for doubtful deposits	(506)	(506)	-	-
	136,700	148,901	-	-
Other receivables				
Secured, Considered good				
Rent & Electricity	-	-	3,783	3,874
Others	-	-	105	104
	-	-	3,888	3,978
Members deposits for Base Capital Requirement Settlement Guarantee Fund				
In shares (Refer Note-32)	-	-	455,350	464,171
	-	-	455,350	464,171
Interest accrued on fixed deposits:				
Own Funds	2,199	2,469	1,905	6,213
Settlement Guarantee Fund	1,463	103	5,521	6,413
Investors' Service Fund	950	601	566	571
Interest accrued on investments in Government Securities / Bonds:				
Own Funds	-	-	6,363	375
Settlement Guarantee Fund	-	-	1,082	-
	4,612	3,173	15,437	13,572
	876,865	832,381	474,675	481,721

NOTE – 16 : Revenue from Operations

Particulars	2022-23	2021-22
	INR in Thousand	INR in Thousand
SALE OF SERVICES :		
Turnover charges on other trading platform	3,264	3,941
Listing fees	25,123	18,283
Subscriptions	1,470	1,501
Processing charges	11,231	11,149
Commission on PAN services	15	-
Other operating revenue :		
Bad debts recovered		
- Listing	2,977	1,632
Recovery of penal charges from clients	8,931	4,933
Income from NISM Operation	1,990	1,225
Technology charges from new members	-	25
	55,001	42,689



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 17 : Other Income

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Interest on fixed deposits of Investors' Service Fund	6,796	6,550
Interest on fixed deposits of Settlement Guarantee Fund	26,753	27,361
Interest on Government Securities and PSU Bonds of Settlement Guarantee Fund	1,742	-
	35,291	33,911
Interest income on own fund:		
Fixed deposits	47,659	51,415
PSU Bonds	4,590	726
Government Securities	6,501	375
India Grid Trust	209	-
Security deposit with CESC Ltd	155	152
Security deposit with WBSEDCL	38	-
Income Tax refunds	1,336	-
Security deposit with Indian Clearing Corporation Ltd	1,553	1,302
Interest on delayed payment of listing fees	1,933	3,026
Others	1,690	1,262
	65,664	58,258
Profit on sale of Current investments	4,004	8,031
Profit on sale of Current investments of Investors' Service Fund	-	80
Profit on sale of Long term investments	1,260	2,726
	5,264	10,837
Dividend income from investments:		
Dividend from equity shares pledged by members for Settlement Guarantee Fund	5,888	3,481
Current investments of own fund	-	4,235
	5,888	7,716
Other Income:		
Rent	1,243	1,329
Miscellaneous receipts	981	1,124
Profit on sale of property, plant and equipment	130	-
Liabilities/Provisions no longer required, written back	9,434	11,605
	11,788	14,058
	123,895	124,780

NOTE – 18 : Employee Benefits Expense

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Salaries, bonus etc.	77,648	68,046
Contribution to provident and other funds [Refer Note no.33(iii)]	12,010	10,872
Gratuity Expense [Refer Note no.33]	2,009	1,841
Staff welfare Expense	2,884	2,741
	94,551	83,500



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 19 : Other Expenses

Particulars	2022-23		2021-22	
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Advertisement		60		68
Electricity charges	6,072		5,696	
Less : recovered from tenants	(704)	5,368	(548)	5,148
Rates & Taxes [Refer Note - 36]		1,283		1,279
Insurance		159		156
Printing & Stationary		212		154
Telephone charges		514		502
Travelling & Conveyance		132		22
Motor car expenses		222		187
Repairs & Maintenance:				
Building	387		317	
Computer	6,473		6,519	
Others *	1,679	8,539	2,047	8,883
Expenses for Other Trading Platform:				
BSE		132		132
NSE		145		112
Interest on delayed payment of statutory dues		33		49
Security Expenses		911		902
Legal & Professional Fees		6,375		3,092
Auditor's Remuneration:				
Audit Fee	900		900	
Tax Audit Fee	100		100	
In other capacity	160	1,160	-	1,000
Investors' Service Expenses		12		14
Directors Sitting Fee		750		1,102
CSR Expenditure		-		225
Provision for Doubtful Debts and Advances		299		1,196
Bad Debts	387		18,052	
Less : Adjusted against Provision for Doubtful Debts	-	387	18,052	-
Miscellaneous Expenses		1,777		1,289
		28,470		25,512

NOTE – 20 : Depreciation and Amortization Expense

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Depreciation of property, plant and equipment	1,403	1,310
Amortization of Intangible Assets	171	152
Depreciation on Investment Property	504	504
	2,078	1,966



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 21 : Contribution to Settlement Guarantee Fund

Particulars	2022-23		2021-22	
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Interest on Fixed Deposits of Settlement Guarantee Fund		26,753		27,361
Interest on Government Securities and Bonds of Settlement Guarantee Fund		1,742		-
Dividend on shares of Base Capital Requirement under SGF		5,888		7,717
Less : Expenses of Settlement Guarantee Fund				
Legal & Professional expenses	1,696		930	
Audit expenses	250		250	
Other expenses	29	1,975	29	1,209
Less : Tax expenses (Net of above expenses)		9,016		9,422
		23,392		24,447
Add : Contribution to Settlement Guarantee Fund on Turnover				
Exchange's contribution to CSE-NSE SGF on turnover for Cash Segment	26		34	
Exchange's contribution to CSE-NSE SGF on turnover for FO Segment	41		43	
Exchange's contribution to CSE-BSE SGF on turnover for Cash Segment	8	75	11	88
		23,467		24,535

NOTE – 22 : Contribution to Investors' Service Fund

Particulars	2022-23		2021-22	
	(INR In Thousand)	(INR In Thousand)	(INR In Thousand)	(INR In Thousand)
Interest on fixed deposits of Investors' Service Fund	6,796		6,550	
Profit on sale of Current investments of Investors' Service Fund	-		80	
20% Listing fees contribution on collection	5,366	12,162	3,676	10,306
Less : Expenses of Investors' Service Fund				
Service Charges for ISC	12		-	
Miscellaneous Expenses	-	12	14	14
Less : Tax expenses (Net of above expenses)		3,380		2,863
		8,770		7,429

NOTE – 23 : Earning Per Share (EPS)

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Net (Loss) / Profit after Tax as per Statement of Profit and Loss	1,083	1,126
Weighted average number of equity shares	611,250	611,250
Earnings per share - Basic & Diluted (Rs.)	1.77	1.84
Nominal Value of share (Re.)	1	1



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

24. The Company is a Small and Medium Sized Company (SMC) as defined in the General Instruction in respect of Accounting Standards specified under section 133 of the Act, read together with Paragraph 7 of the Companies (Accounts) Rules, 2014. Accordingly, the Company has complied with the Accounting Standards as applicable to a small and medium sized company. In particular, Accounting Standard-17, "Segment Reporting" and disclosure requirements of Para-119 to 123 of Accounting Standard 15(Revised), "Employee Benefits", in respect of accounting for defined benefit plans, are not applicable to the Company.
25. The Securities and Exchange Board of India (SEBI) vide its order dated 29.08.2005, had approved the Demutualisation Scheme ("the Scheme") for conversion of The Calcutta Stock Exchange Association Ltd to The Calcutta Stock Exchange Limited and it was notified in the official Gazette on the same date. Pursuant to the aforesaid Scheme, a trading member may or may not be a shareholder of the Company and vice versa, it was directed to the Company that it shall not use its assets and reserves as on the date of publication of the scheme or the proceeds from disposal of such assets or the proceeds from disposal of successive assets acquired from the proceeds of disposal of such assets for any purpose other than discharging the current liabilities outstanding as on the date of publication of the Scheme or for the business operations of the Company. Accordingly, the reserves and surplus, liabilities, property, plant and equipment and investments have been segregated between pre-demutualisation and post-demutualisation period and have been disclosed accordingly in the standalone financial statements.
26. **Contingent Liabilities not provided for:**
Claims against the Company not acknowledged as debts.
- Taxation matters:**
- a) In respect of Assessment Years 1991-92 and 1992-93, total demands aggregating Rs.36,675 Thousand raised by the Assessing Officer due to development fees received from members was considered revenue receipt instead of capital receipt. The aforesaid demand had been vacated by the Income Tax Appellate Tribunal vide its Order dated 28.02.2006. However, the Income Tax Department filed an application before the Hon'ble High Court at Calcutta for condonation of delay in filing an appeal against the order of the Income Tax Appellate Tribunal which is pending disposal.
- b) In respect of Assessment Year 2001-02, the Assessing Officer raised a demand for Rs.26,922 thousand on the Company. The Income Tax Appellate Tribunal had given an Order allowing contribution to Settlement Guarantee Fund as application of income and referred back the other matters to Assessing Officer. The Assessing Officer, while giving effect of the Order of the Income Tax Appellate Tribunal dated 16.06.2006 reversed the demand and confirmed that Rs.35,770 thousand including interest of Rs.8,849 thousand is refundable vide Order dated 29.08.2006. However, the Income Tax Department filed an application for condonation of delay for filing an appeal before the Hon'ble High Court at Calcutta against the above Order of the Income Tax Appellate Tribunal. The Company has received the refund for the aforesaid amount along with applicable interest in June 2017 from the office of the Deputy Commissioner of Income Tax, after deducting Rs.1,288 thousand being outstanding demand for various years which is pending resolutions.
- c) In respect of Assessment Year 2009-10, the Assessing Officer has raised a demand of Rs.550 thousand under section 14A of the Income Tax Act, 1961 and have also imposed a penalty of Rs.500 thousand. The Company filed an appeal before the Commissioner of Income Tax (Appeals) against the aforesaid demand by the Income Tax Authorities, however the same was dismissed on July 19, 2016 due to technical ground. The Company has further filed an application to the Assessing Officer on June 21, 2017 to reconsider the case.
- d) In respect of Assessment year 2018-19, the Assessing Officer has raised a demand of Rs.35 thousand on account of interest on late deposit of dividend distribution tax. The Exchange has filed an appeal before Id. Commissioner of Income Tax (Appeals) against the said Assessment Order on 28.04.2021, which is pending disposal as on date.



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

Other matters:

- e) Stock Holding Corporation of India Limited (SHCIL) was registered on the online trading system of the Calcutta Stock Exchange (CSE) as a "Custodian" for settling the Institutional Trades. In 2001, SHCIL introduced a scheme "Sell n Cash" (payment on sale of securities) Scheme for the benefit of investors. The "Sell n Cash" scheme allowed a seller to receive payment on the day of sale through SHCIL's registered broker after delivering the shares to SHCIL. On 2nd March 2001 Harish Chandra Biyani, a CSE Broker, sold certain shares of DSQ Industries Ltd., amounting to Rs.2,44,548 thousand through Biyani Securities Pvt. Ltd. (another broker of CSE). On finding that the transaction between Harish Chandra Biyani and Biyani Securities Pvt. Ltd., was a malafide and fund accommodation in nature and was at an artificial price created through circular trading, CSE expunged/annulled the trade and informed the same. SHCIL, being aggrieved by the decision of the CSE for expunge of those transactions for which the consideration was already paid to Harish Chandra Biyani, filed the instant Civil Suit in Hon'ble High Court of Calcutta against CSE and Harish Chandra Biyani. The principal sum

of such claim is Rs.2,44,548 thousand and interest of Rs.1,61,402 thousand which is pending disposal by Hon'ble High Court of Calcutta.

- f) The office premises taken by the Company on rental together with furniture fixtures etc., from Turner Morrison Limited was vacated by the Company on 31.01.2013. There is a disputed amount of property taxes related to the rental property amounting to Rs.27,418 thousand. During an earlier year, the Division Bench of High Court of Calcutta directed the company to pay a sum of Rs.10,000 thousand to Turner Morrison Limited on account of property tax in respect of 5100 sq. ft. and to reinvest the amount of Rs.17,716 thousand by way of fixed deposit to be kept with the concerned lawyer on record till further order or disposal of the case. During the current year, the fixed deposit was renewed after maturity and hence this renewed fixed deposit was lying with the Company as on March 31, 2023. The Company is in the process of complying with the directions of the Division Bench of High Court of Calcutta as regards to placement of fixed deposit with the concerned lawyer on record. These fixed deposits are separately disclosed as part of the Cash and bank balance in the Note 14.

- g) Other miscellaneous claims not acknowledged as debts:

(INR in Thousand)

Particulars	As at March 31, 2023	As at March 31, 2022
Demand of penalty from HIDCO for non-utilisation of land at New Town, Kolkata	50,000	50,000

27. Settlement Guarantee Fund (SGF):

- (a) In 1998, the Company had set up Settlement Guarantee Fund (SGF) to guarantee the settlement of bonafide transactions of members of the Company, so as to ensure timely completion of settlement of trades and thereby protect the interest of investors and the members of the Company. The Fund and its rules and byelaws were set up by the Company and duly approved by the Securities and Exchange Board of India (SEBI). Every member contributes a fixed sum at the time of commencement of business and the Company contributes thereafter a percentage of the gross turnover as prescribed in the bye-laws of the SGF. In accordance with clause 7 of the Chapter-XVII of the Bye-Laws of the Company on Composition of Settlement Guarantee Fund (SGF) and directions received from the Security Exchange board of India (SEBI), the Company is required to transfer all the income earned from the investments from the corpus of the Company's Settlement Guarantee fund net of certain permitted expenses to that fund. Taking into consideration the Company's obligation to transfer such net income to those funds, such transfers have been recognized as charge in the statement of Profit & Loss.

The amount to the extent which is refundable to the members are disclosed under "Current Liabilities" and non-refundable amount is disclosed as "Reserve and Surplus" of the Settlement Guarantee Fund. Accordingly, the assets pertaining to the SGF has also been disclosed in the respective note as indicated in Note 27(d) below.



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

- (b) Additional contribution of Rs.1,99,355 thousand made by the Company to the Settlement Guarantee Fund during 2000-01 was charged off to the Profit and Loss Account in the said year in accordance with the decision of the erstwhile Board of Directors taken at its meeting dated 03.10.2001. In the same meeting it was also decided to adjust the additional contribution against the future contribution payable to Settlement Guarantee Fund. Accordingly, a sum of Rs.13,035 thousand which would have accrued since 2001-02 to 2013-14 towards annual contribution payable by the Company to its Settlement Guarantee Fund has not been recognized in these financial statements for year commencing after March 31, 2001.

Similarly, the balance additional contribution of Rs.1,86,321 thousand has not been carried forward towards adjustment against annual contribution in subsequent year since the aforesaid amount has already been charged off to Statement of Profit and Loss.

As directed by the Securities and Exchange Board of India, the Company had suspended trading operation w.e.f. April 3, 2013. In view of all trading transactions being settled till that date in accordance with the applicable regulations of the Company, no additional contributions to the Settlement Guarantee Fund after the aforesaid date was considered necessary.

- (c) Settlement Guarantee Fund at the year-end comprises of the following: (INR in Thousand)

Sl No	Particulars	As at March 31, 2023	As at March 31, 2022
	Under Reserves & Surplus (Settlement Guarantee Fund):		
I	Settlement Guarantee Fund of the Exchange	4,34,995	4,15,777
II	Members' Ad-hoc contribution to SGF	23,992	23,992
III	Dividend on Members Security Deposit	53,446	49,196
	Total	5,12,433	4,88,965
	Under Other Current Liabilities (Settlement Guarantee Fund):		
IV	Members BMC/SGF in Cash	1,83,919	1,86,133
V	Interest Adjustable with BMC/ABMC	8,728	8,760
VI	Members' deposit towards BSE/NSE-SGF	1,718	1,773
	Total	1,94,365	1,96,666
VII	Members BMC/SGF in Fixed Deposits	1,63,006	1,68,273
VIII	Members BMC/SGF in Shares	4,55,350	4,64,170
	Total	6,18,356	6,32,443
	Grand Total	13,25,154	13,18,074

- (d) The aforesaid fund is represented by the followings which has been included in the respective schedules. (INR in Thousand)

Sl No	Particulars	As at March 31 2023	As at March 31 2022
I	Investments in Fixed Deposits	4,78,817	4,65,867
II	Investments in Fixed Deposit with Financial Institution/PSU/Govt. Securities	39,719	5,000
III	Balances in Current Account	200	1,309
IV	Interest accrued on Fixed Deposits	8,066	6,516
V	Deposit with BSE Ltd	58,125	58,125
VI	Deposit with Indian Clearing Corporation Ltd	1,875	1,875
VII	Members BMC/SGF in Fixed Deposits	1,63,006	1,68,273
VIII	Members BMC/SGF in Shares	4,55,350	4,64,171
IX	Receivable/(Payable) to the Exchange	1,19,996	1,46,938
	Total	13,25,154	13,18,074

- (e) In terms of the decision taken by the erstwhile administrator, appointed by the Securities and Exchange Board of India, dividend on Members' security Deposits, in respect of shares/securities lodged with the Company by members towards security deposit was not required to be distributed to the members and hence, Rs.42.50 thousand (2021-22 - Rs.55.70 thousand) was transferred to Settlement Guarantee Fund during the year under the head "Reserve & Surplus".



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

28. Transfer of Profit:

As per the notification issued by the Securities and Exchange Board of India (SEBI) dated June 20, 2012, every stock exchange is required to credit twenty five percent of its profit every year to the fund of a recognized clearing corporation(s), which clears and settles trade executed on that stock exchange.

As directed by SEBI, the Company had suspended trading operations w.e.f. April 3, 2013. Till then the Company had settled all trading transactions through its own clearing/settlement mechanism. Consequently, the aforesaid order of SEBI is not applicable to the Company after April 3, 2013.

25. Investors' Services Fund (ISF):

As required by the bye-laws of the Company, a separate fund called the Investors' Services Fund ("the Fund") was established in a prior year by setting aside twenty percent of the annual listing fee collections as prescribed by SEBI. The Fund is being used for the purposes of providing different kind of services to the investing public as stated in bye-laws and to create awareness among the investors. All expenses incurred in providing such services are borne by the Investors' Service Fund.

26. As per the policy framed by the Company in accordance with the requirement of SEBI, expenses are allocated to Settlement Guarantee Fund and Investors' Service Fund as stated below:

Particulars	2022-23	2021-22
Settlement Guarantee Fund Expenses:		
- Telephone Charges	25	25
- Computer Maintenance and Service Charges	4	4
- Audit Expenses	250	250
- Legal & Professional Fees	1,696	929
	1,975	1,208
Investors' Service Expenses	12	14

31. i) Receivables from defaulting members in Note 11 "Loans and Advances" includes Rs.9,43,423 Thousand (Rs.9,43,423 Thousand) due from Members on account of settlements in prior years comprising Rs.9,36,065 Thousand (Rs.9,36,065 Thousand) towards Hand Delivery Settlement, Rs.2,637 Thousand (Rs.2,637 Thousand) for Cash Settlement and Rs.4,722 Thousand (Rs.4,722 Thousand) on account of Demat Settlement as on 31.03.2023. Out of the above, the Company has filed recovery suits amounting to Rs.9,31,053 Thousand (Rs.9,31,053 Thousand) from 15 defaulting members. As the matter is sub-Judice, the extent of recoverability of the aforesaid amounts is presently not ascertainable.
- ii) Sundry Deposits as at 31.03.2023, in Note-5, under the head "Long Term Liabilities" includes Rs.9,43,423 Thousand (Rs.9,43,423 Thousand) being contribution received from Settlement Guarantee Fund on account of payment crisis in earlier years which is refundable on receipt of settlement amount from defaulting members. The above balance of Rs.9,43,423 Thousand was partially contributed by part of corpus in members' base minimum capital amounting to Rs.2,39,081 Thousand as well as ad-hoc contribution from certain members amounting to Rs.2,80,690 Thousand. Such contribution by members are refundable only out of the money recovered by the Company from the defaulters and such refund shall be subject to resolution of specific issues, which are sub-judice in certain cases.
- During an earlier year an amount of Rs.13,684 Thousand, being realization of settlement dues, net of legal expenses, has been distributed on pro-rata basis to the aforesaid contributories, including Settlement Guarantee Fund, excluding Rs.5,030 payable to ad-hoc contributories, which has been kept on hold as per decision taken by the Board.
- iii) The Company had further received ad-hoc non-refundable contributions aggregating Rs.23,992 Thousand to the Settlement Guarantee Fund from certain members in earlier years. These had not been utilized for any purpose until date. The amount so contributed is lying in reserves and surplus of Settlement Guarantee Fund.
32. i) Fixed Deposits and shares are being received by the Company from the members as security deposits. The fixed deposits and shares are deposit of the Settlement Guarantee Fund. The value of such shares of Rs. 4,55,350 Thousand (Rs. 4,64,171 thousand) and fixed deposits of Rs.1,63,006 Thousand (Rs.1,68,273 Thousand) as at 31.03.2023, have been included in the financial statements under the head of "Other Current Liabilities" and "Other Assets". Out of the fixed deposits for Rs.1,63,006 Thousand, Rs.19,152 Thousand (Rs.18,933 Thousand) are belongs to members under litigation.



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

- ii) The value of pledged shares for Rs. 61,722 thousand (Rs.60,176 thousand) have not been included in the financial statements and has been disclosed by way of Notes to the financial statement.

33. Employee Benefits:

The Company has a defined benefit gratuity plan for its employees. Every employee who has completed five years or more of services is entitled to gratuity on departure @ 15 days of last drawn salary for each completed year of service. The scheme is funded with the Life Insurance Corporation of India.

Disclosures in accordance with the requirements of Accounting Standard 15 (Revised) are given below.

The principle actuarial assumptions are as follows:

- i) The principle actuarial assumptions are as follows:

Particulars	2022-23	2021-22
Discount rate	7.16%	7.00%
Salary escalation rate (Inflation rate)	6.50%	6.50%
Withdrawal rates	1.00% - 3.00%	1.00% - 3.00%

- ii) Amount incurred as expenses for defined contribution plans: (INR in Thousand)

Particulars	2022-23	2021-22
Contribution to Provident/Pension Fund	7,170	6,461
Contribution to Superannuation Fund	3,011	3,029
Contribution to National Pension Scheme	1,767	1,369
Contribution to Employees State Insurance Scheme	62	13

34. Related party disclosures:

Name of related parties and related party relationship

Following are the transactions with related parties and the year-end balances:

Related parties where control exists

Subsidiaries (wholly owned)

CSE Capital Markets Private Limited

Lyons Range Securities Clearing Corporation Limited

Trust set-up by the Company

Stock Exchange Investors' Protection Fund

Following are the transactions with related parties and the year-end balances:

Trust set-up by the Company

(INR in Thousand)

Name	Particulars	2022-23	2021-22
Stock Exchange Investors' Protection Fund	Contribution to Stock Exchange Investors' Protection Fund	(9,867)	(5,757)
	Expenses recoverable / incurred on behalf related party	6,373	101
	Amount paid / (Received)	5,558	6,000
	Amount (payable) / receivable outstanding	51	(2,013)

Subsidiaries

(INR in Thousand)

Name	Particulars	2022-23	2021-22
CSE Capital Markets Private Limited	Expenses incurred on behalf of Subsidiary	1,567	5,554
	Received from Subsidiary	(5,512)	(59)
	Expenses payable to subsidiary	(799)	(855)
	Amount (payable) / receivable outstanding	1,278	6,022

(INR in Thousand)

Name	Particulars	2022-23	2021-22
Lyons Range Securities Clearing Corporation Limited	Expenses incurred on behalf of Subsidiary	105	63
	Received from Subsidiary	—	—
	Amount receivable outstanding	189	84



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

There is no loans or advances in the nature of loan granted to promoters, directors, KMPs and related parties.

35. The Company has paid taxes as per provisions of section 115JB of the Income Tax Act, 1961 in the year 2017-18. However, the Company had not recognized Minimum Alternative Tax (MAT) Credit entitlement of Rs.Nil (after adjusting MAT credit utilized during the current year Rs.3,728 thousand) in the absence of convincing evidence to claim the above tax credit in future years.

36. In an earlier year, the demand towards property tax from Kolkata Municipal Corporation in respect of The Calcutta Stock Exchange Building was shown as contingent liability. The Company has made a representation to Kolkata Municipal Corporation to re-assess the property tax payable to them for the said property. Pending re-assessment, the management, during the year, has estimated a liability of Rs.10,301 thousand (Rs.9,900 thousand) provided in the standalone financial statements.

37. **Reclassification of Property, Plant and Equipment to Investment Property:**

The original lease deeds of E.M. Bypass land has been deposited in the Alipore Court in respect of the Title Suit No. 298 of 2011 filed by the Company against Chittaranjan Prasad & Others. This title suit 298 of 2011 was subsequently withdrawn by the Company and an application was filed for withdrawal of original lease deeds submitted to the court. However, various other cases were filed by Chittaranjan Prasad & Others claiming to be owner of a portion of those land and on few other matters. In terms of the order received from the learned court, the documents filed by the Company including original lease deeds has been kept under safe custody of the court until the disposal of the case. Based on the management assessment and duly supported with a legal opinion obtained by the management, the outcome of this matter is expected to be in favour of the Company.

The Company in an earlier year had decided to sub lease its lease hold land situated at E.M. Bye-pass and has also received approval from SEBI in this regard. Accordingly, since the above lease hold land is not intended to be occupied substantially for use by, or in the operations of, the Company, this had been reclassified from "Property, Plant and Equipment" disclosed under Note 8A to "Non-Current Investment" as investment property disclosed under Note 9 of these standalone financial statements in an earlier year, in terms of AS-13: Accounting for Investments.

38. a) In an earlier year, the Company had received intimation from Securities & Exchange Board of India (SEBI) regarding initiation of the process of the Compulsory exit of the Company from operating as a stock exchange. Accordingly, the Company had suspended its own stock market including clearing operations with effect from April 3, 2013 and has made arrangements with NSE and BSE to enable its members to trade on those exchanges and thereby earn turnover charges from members who are engaged in such trading.

The Company had filed a petition with the Hon'ble High court at Calcutta against the aforesaid decision. In accordance to the directions issued by the Hon'ble High Court at Calcutta, meetings were held between the Company and the SEBI to work out the various matters of concerns. However, such meeting did not yield any result and on May 18, 2015, the Company received another intimation from SEBI informing that the process of compulsory exit has been initiated and a valuation agency would be appointed by SEBI for verification and valuation of assets and liabilities of the Stock Exchange.

Pursuant to SEBI's decision to proceed with the process of compulsory exit, the Company had filed a supplementary petition with the Hon'ble High Court at Calcutta seeking relief from such exit. The Company's supplementary petition was dismissed by the Hon'ble High Court at Calcutta, vide order dated April 12, 2016. Being aggrieved by the aforesaid order, the Company filed appeal before a Division Bench of the Hon'ble High Court at Calcutta (the Division Bench) seeking a stay against the exit process initiated by SEBI and other reliefs. The Division Bench vide order dated March 29, 2017 has stayed the exit process initiated by SEBI till the appeals are heard. The hearings are under process in a Division Bench of the Hon'ble High Court at Calcutta.

Management believes that the Company's appeal pending before the Division Bench has merits and considers it probable that the decision will be in favour of the Company which is duly supported by a legal opinion obtained.

As per the Standard of Auditing (SA) 570 (Revised), 'Going Concern' issued by The Institute of Chartered



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

Accountants of India (ICAI), the concept of going concern is applicable to company as a whole and not to any individual segment of operations. The Board is considering the plan that stock exchange operations will continue and will also intend to further invest around Rs.50 Crores in the Clearing Corporation out of the proceeds of sub-leasing of around 2 acres of E. M. Bypass land. Moreover, the company has lot of business opportunities relevant to securities market, either through its own wing or its subsidiary route and the company has sufficient resources to meet its future obligations/requirements.

Furthermore, Board in its meeting held on 14th July, 2023 considered a plan for future outlook of the Exchange by obtaining membership of BSE, NSE and Metropolitan Stock Exchange of India (MSEI), through its subsidiary route viz. CSE Capital Markets Private Limited for providing trading platform to its broker-members and availing the currency segment membership by way of utilizing the proceeds of sub-leasing of the 2 acres land situated and lying at E. M. Bye pass, out of CSE's possession of 3 acres of land. The above plan has been drawn in addition to the efforts being made for resumption of trading in its own platform i.e., C-STAR.

In this regard it is pertinent to note that SEBI vide letter dated 31st October 2014 had approved the sub-lease of E M Bye-pass land for five specific purposes when CSE sought permission from SEBI vide its email 11th May, 2014. The purposes are – (1) Enhancement of Net Worth of CSE itself ; (2) Enhancing the Net Worth of CSE Subsidiary viz. CSE Capital Markets Private Limited (CCMPL) ; (3) Expanding the Business Operations including acquisition ; (4) Acquiring Stake in Clearing Corporations ; and (5) Capital Cost required for Revamping of CSE trading platform.

In accordance of the plan of Sub-Leasing of 2 acre of land situate at E M Bye pass, notification had been made in CSE website to appoint International Property Consultants (IPC) for bidding process with reserve price through Legal and Premises Committee under intimation to Board. However, final decision of Sub-lease of land will be taken by the Board.

In view of the fact stated above and aforesaid plan of Board of Directors, management has considered it appropriate to prepare these financial statements on a going concern basis

- b) The Management has tested the recoverable value of its assets in order to ascertain the existence of impairment, if any, as on the Balance Sheet date in accordance with the requirement of AS-28 and as such no impairment loss exists as on the date of the Balance Sheet.
- c) BSE vide its letter dated 4th July, 2023 has issued notice of termination relating to the Section-13 Agreement effective from 18th July, 2023. Subsequently NSE also vide its letter dated 18th July, 2023 intimated that they will withdraw the facility of section-13 trading platform effective from 19th August, 2023. The Company filed a writ petition before the Hon'ble High Court at Calcutta challenging the notice of termination dated 18th July, 2023 issued by NSE and upon hearing the Hon'ble High Court stayed the notice of NSE dated 18th July, 2023 till the disposal of the writ petition. The arrangements under Section-13 of SCRA have marginal impact on the revenue of the Company and on going concern status.

39. Expenditure in Foreign Currency:

(INR in thousand)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Application Processing Fees paid to INDIA INX GLOBAL ACCESS IFSC LTD (Included in Legal & Professional Fees)	12	Nil

40. The Board is of the opinion that any of the assets of the Company other than Property, Plant and Equipment, Intangible assets and non-current investments are stated at a value at which they are realizable in the ordinary course of business.
41. Title deeds of all immovable properties are held in the name of the Company. (Refer Note – 37)
42. The Company has not revalued its Property, Plant and Equipment during the year.
43. Disclosures related to advances given by the Company during the year are stated below:



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters	Nil	Nil
Directors	Nil	Nil
KMPs	Nil	Nil
Related Parties	Nil	Nil

44. Capital-Work-in Progress (CWIP) : Nil
45. Intangible Assets under development : Nil
46. The Company does not hold any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.
47. The Company has no borrowings from banks or financial institutions on the basis of security of current assets.
48. The company is not declared as wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by Reserve Bank of India.
49. The Company has not entered any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
50. No charges are yet to be registered with Registrar of Companies.
51. The Company has complied with number of layers of companies as prescribed under clause (87) of section 2 of the Companies Act read with Companies (Restriction on Number of Layers) Rules, 2017.
52. **Ratio Analysis**

The following are analytical ratios for the year ended March, 31 2023 and March 31, 2022.

Sr No	Ratio	Numerator	Denominator	31.03.2023	31.03.2022	% Change
1	Current ratio	Current Assets	Current Liabilities	1.00	1.37	-27.39
2	Debt-Equity ratio	Total Debt	Shareholder's Equity	NA	NA	NA
3	Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + non cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	NA	NA	NA
4	Return on Equity ratio %	Net Profits after taxes-Preference Dividend (if any)	Average Shareholder's Equity	0.093	0.096	-3.13
5	Inventory Turnover ratio	Cost of goods sold	Average Inventory	NA	NA	NA
6	Trade Receivable Turnover ratio	Net Credit Sales	Average Accounts Receivable	4.04	2.20	83.76
7	Trade Payable Turnover ratio	Net Credit Purchases	Average Trade Payables	3.46	2.51	37.95
8	Net Capital Turnover Ratio	Net sales	Working Capital	-18.98	0.11	-17350.91
9	Net Profit ratio %	Net Profit after tax	Net Sales	1.97	2.64	-25.39
10	Return capital Employed %	Earnings before interest and taxes	Capital Employed = Tangible Net Worth	0.75	0.96	-22.23
11	Return on Investment %	Investment Income	Average Investment	6.86	6.00	14.26

Note:

1. Decrease in current ratio due to part of current investments have been invested with long term bonds.



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

2. Increase in trade receivable turnover ratio is due to decrease in average debtors, after debtors written off in the previous year.
 3. Trade Payables Turnover Ratio is not comparable due to change in disclosures of members security deposits in fixed deposits and in shares, incorporated to 'NOTE - 6 : Trade Payables and Other Current Liabilities' in the previous year.
 4. Decrease in net capital turnover ratio is due to part of current investments have been invested with long term bonds.
 5. Decrease in net profit ratio and return on capital employed % are due to decrease in net profit after tax in respect to income from operation.
53. The Company does not have any Scheme(s) of Arrangements and hence, Compliance in relation to the same is not applicable.
54. i) The Company has no borrowed fund. The funds received by the Company, on account of Share Premium during the 2007-08 has not been advanced or loaned or invested to any person(s) or entity(ies) including foreign entities.
- ii) The Company has not received any funds from any person(s) or entity(ies) including foreign entities.
55. The Company does not have any undisclosed income.
56. **Contribution to Corporate Social Responsibility**

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Amount required to be spent	Nil	Rs.201 thousand
Amount of expenditure incurred	Nil	Rs.942 thousand
Shortfall at the end of the year	Nil	Nil
Total of the previous years' shortfall	Nil	Nil
Reasons for shortfall	Not Applicable	Nil
Nature of CSR activities	Not Applicable	Promoting livelihood enhancement projects as well as education among children.

57. The Company has not invested or traded in the Crypto Currency or Virtual Currency during the financial year.
58. Previous year's figures including those given in brackets, have been regrouped/reclassified wherever considered necessary to conform to current year's classification. The following major regrouped / reclassification have been made in the previous year's figures.



NOTES TO THE STANDALONE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

Note No	Presentation in the year 2022-23	Amount	Description
NOTE - 17 : Other Income	Dividend from equity shares pledged by members for Settlement Guarantee Fund	Rs.34,81,989	In the previous year (2021-22) the amount was disclosed under "Liabilities/Provisions no longer required, written back" in the same note. In the current year (2022-23) the same has been re-classified for better disclosure. There is no impact of the profitability of the previous year for the same.
NOTE - 14 : Cash and Bank	Balances Balance with Scheduled Bank on Unpaid Dividend Accounts	Rs.58,10,925	In the previous year (2021-22) the amount was disclosed under "CASH & CASH EQUIVALENTS". In the current year (2022-23) the same has been re-classified under "OTHER BANK BALANCES". There is no impact of the profitability of the previous year for the same.

As per our Report of even date

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

For and on behalf of the Board of Directors

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



INDEPENDENT AUDITOR'S REPORT

To

The Members of

The Calcutta Stock Exchange Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of Calcutta Stock Exchange Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2023, and the consolidated statement of Profit and Loss and the consolidated cash flow statement for the year then ended, and notes to the Consolidated Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 (hereinafter referred to as the 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of their consolidated state of affairs of the Group as at March 31, 2023, of consolidated profit and its consolidated cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Act. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

- a) Attention is drawn to note 31(i) regarding aggregate amount of Rs 94.34 crore recoverable from members on account of default in settlement pay-

in during 2000-01. Out of this, money suits have been filed against the defaulters for recovery to the extent Rs. 93.11 crore. As the matter is sub-judice, the extent of recoverability of the amount from defaulters cannot be ascertained at this stage. However, as referred to in Note 31(ii), liabilities side of the Exchange Balance Sheet includes an identical amount of 94.34 crores already received from Settlement Guarantee Fund. Hence no impact on the financial position of the Exchange is foreseen and as such in the opinion of the management, Exchange's interest stands fully protected.

- b) We draw attention to note 38 in the Consolidated Financial Statements which fully describes the uncertainties relating to the outcome of the Holding Company's appeal pending before the Division Bench of the Hon'ble High Court of Calcutta. This indicates the existence of material uncertainty that may cast significant doubt about the Holding Company's ability to continue as a going concern in respect of its stock exchange operations only. However, management has made an internal evaluation and concluded that irrespective of the Hon'ble High Court's decision the Holding Company has sufficient resources to meet its current obligation including those arising from past events. In view of the aforesaid matters, management has considered it appropriate to prepare these financial statements on a going concern basis.

Our opinion is not modified in respect of these matters.

Other Matters

- 1) We did not audit the financial statements of two subsidiaries included in the Consolidated Financial Statements, whose financial statements reflect total assets of Rs. 10.99 crore as at March 31, 2023, total revenues of Rs. 0.76 crore, total net profit after tax of Rs 0.28 crore and net cash flows of Rs. (0.71) crore for the year ended on March 31, 2023, as considered in the Consolidated Financial Statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management up to March 31, 2023 and our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors after considering the requirements of Standard of Auditing (SA 600) on 'using the work of another auditor including materiality' and the procedures performed by us as already stated above.



Other information

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's report including Annexures to Board's report, Corporate Governance and Shareholder's information, but does not include the Consolidated Financial Statements and our auditor's report thereon.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and in doing so, consider whether such other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Financial Statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Group has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of the Holding Company included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Statements.

We communicate with those charged with governance of the Holding Company included in the Consolidated Financial Statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

- 1) As required by Section 143(3) of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Financial Statements;
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books of account and reports of the other auditors;
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements;
 - (d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act read with the relevant rules issued thereunder.
 - (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors of the Holding Company, and the reports of the statutory auditors of its subsidiaries incorporated in India, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in **"Annexure – A"**.
 - (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended by the Companies (Audit & Auditors) Amendment Rules, 2021, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditors in case of subsidiaries as noted in the "Other Matters" paragraph:



- (i) The Consolidated Financial Statements disclose the impact of pending litigations on the consolidated financial position of the Group. Refer Note 26, 31, 36, 37 and 38 to the Consolidated Financial Statements.
- (ii) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India.
- (iv) (a) The management of the respective companies included in the Group has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management of the respective companies included in the Group has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on audit procedures respective auditors have considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause(a) and (b) contain any material mis-statement.
- (v) No dividend is declared or paid by the Holding Company or any of its subsidiaries during the year. Accordingly, compliance with Section 123 of the Act does not arise.
- (vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Holding Company and its subsidiaries with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the year ended March 31, 2023.
- 2) None of the separate auditors has expressed modified opinion in their report under Companies (Auditor's Report) Order, 2020 on standalone financial statements.

For **RAY & RAY**

Chartered Accountants

(Firm's Registration No. 301072E)

(Abhijit Neogi)

Partner

Membership No. 061380

UDIN: 23061380BGXMCU4036

Place: Kolkata

Date: 29th August, 2023



“Annexure- A” TO INDEPENDENT Auditor’s report

(Referred to in paragraph 1(f) under the heading “Report on Other Legal and Regulatory Requirements” of our report of even date on Financial statements)

Report on the Internal Financial Control over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Calcutta Stock Exchange Limited (“the Company”) as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The respective Board of Director’s of the companies included in the group, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on “the internal financial control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Holding Company’s internal financial controls with reference to Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Internal Financial Controls over Financial Reporting (the “Guidance Note”) issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to Consolidated Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors in terms of their reports referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls with respect to Consolidated Financial Statements.

Meaning of Internal Financial Controls with reference to Consolidated Statements

A company’s internal financial control with reference to Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control with reference to Consolidated Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Consolidated Financial Statements.

Because of the inherent limitations of internal financial controls with reference to Consolidated Financial Statements, including the possibility of collusion or



improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Consolidated Financial Statements to future periods are subject to the risk that the internal financial control with reference to Consolidated Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

According to the information and explanations given to us and based on the reports issued by other auditors on internal financial controls over financial reporting with reference to Consolidated Financial Statements, in our opinion, the Company has generally maintained in all material respects, an adequate internal financial controls system over financial reporting with reference to Consolidated Financial Statements and such internal financial controls over financial reporting with reference to Consolidated Financial Statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of

internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to Consolidated Financial Statements insofar as it relates to these 2 subsidiaries, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

For **RAY & RAY**

Chartered Accountants

(Firm's Registration No. 301072E)

(Abhijit Neogi)

Partner

Membership No. 061380

UDIN: 23061380BGXMCU4036

Place: Kolkata

Date: 29th August, 2023



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2023

Particulars	Notes	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
I. EQUITIES AND LIABILITIES			
1. SHAREHOLDERS' FUND			
A. Share Capital	3	619	619
B. Reserves and Surplus	4	1,971,462	1,935,299
2. NON CURRENT LIABILITIES			
A. Other Long Term Liabilities	5	943,423	943,423
B. Deferred Tax Liability	10	20	-
3. CURRENT LIABILITIES			
A. Trade Payables	6		
i) Total outstanding dues of micro enterprises and small enterprises	-		-
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		10,429	9,278
B. Other Current Liabilities	6	971,567	1,012,600
C. Short Term Provisions	7	21,618	20,649
		3,919,138	3,921,868
II. ASSETS			
1. NON CURRENT ASSETS			
A. Property, Plant, Equipment and Intangible Assets			
i) Property, Plant and Equipment	8A	279,823	279,064
ii) Intangible Assets	8B	843	498
B. Non Current Investments	9	662,584	272,480
C. Deferred Tax Assets	10	5,461	6,197
D. Long Term Loans and Advances	11	1,013,667	1,016,341
E. Other Non Current Assets	15	922,239	863,381
2. CURRENT ASSETS			
A. Current Investments	12	57,853	111,966
B. Trade Receivables	13	17,322	14,997
C. Cash and Bank Balances	14	470,853	864,716
D. Short Term Loans and Advances	11	10,181	8,103
E. Other Current Assets	15	478,312	484,125
		3,919,138	3,921,868
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the consolidated financial statements.

As per our Report of even date

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

For and on behalf of the Board of Directors

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2023

Particulars	Notes	2022-23		2021-22	
		(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Income :					
Revenue from Operations	16		56,636		44,380
Other Income	17		129,812		130,271
Total (I)			186,448		174,651
Expenses :					
Employee Benefits Expense	18		97,080		85,174
Other Expenses	19		29,434		28,937
Depreciation and Amortization Expense	20		2,127		2,015
Contribution to SEBI			3,010		2,141
Contribution to Stock Exchange Investors' Protection Fund			9,846		5,727
Total (II)			141,497		123,994
Profit before Tax and contribution to Settlement Guarantee Fund and Investors' Service Fund (III = I-II)			44,951		50,657
Tax Expenses :					
Total Current Tax (Net)					
Pertaining to profit for the current year		11,730		7,840	
Adjustment of tax relating to earlier years		31		78	
MAT Credit utilised during the year (Refer Note no - 35)		(3,728)	8,033	(2,024)	5,894
Deferred Tax			756		4,771
Total Tax Expense (IV)			8,789		10,665
Profit after tax before contribution to Settlement Guarantee Fund, Investors' Service Fund and apportioned to General Reserve of Pre-Demutualisation period (V = III-IV)			36,162		39,992
Appportioned to General Reserve of Pre-Demutualisation period		-		7,587	
Less: Tax on above		-	-	(2,111)	5,476
Contribution to Settlement Guarantee Fund (net of tax)	21		23,467		24,535
Contribution to Investors' Service Fund (net of tax)	22		8,770		7,429
Total of Contributions to Settlement Guarantee Fund, Investors' Service Fund and apportioned to General Reserves of Pre-Demutualisation Period (net of tax) [VI]			32,237		37,440
Profit after tax for the year (V-VI)			3,925		2,552
Earnings per equity share					
Basic and Diluted (Rs.)	23		6.42		4.18
Nominal value of share (Re.)			1		1
Summary of significant accounting policies	2				

The accompanying notes are an integral part of the consolidated financial statements.

As per our Report of even date

For and on behalf of the Board of Directors

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

	Particulars	2022-23	2021-22
		(INR in Thousand)	(INR in Thousand)
A.	Cash Flow from Operating Activities		
	Profit before Tax and contribution to Settlement Guarantee Fund and Investors' Service Fund	44,951	50,657
	Adjustment to reconcile profit before tax to net cash flows :-		
	Depreciation and Amortization expense	2,127	2,015
	(Profit)/Loss on sale/discard of property, plant and equipment	(130)	4
	Provision for Doubtful Debts and Advances	299	1,196
	Bad Debts (net of provision)	387	-
	Sundry balance written off	335	164
	Liabilities/Provisions no longer required, written back	(9,434)	(15,109)
	Interest on Fixed Deposits	(85,407)	(90,794)
	Interest on Bonds	(14,758)	(1,101)
	Interest on Income Tax Refunds	(1,336)	-
	Dividend Income from Investments	(5,889)	(4,235)
	Profit on sale of Investments	(5,264)	(10,838)
	Operating (Loss) / profit before working capital changes	(74,119)	(68,041)
	Movements in working capital:		
	Increase / (Decrease) in Long Term Liabilities	-	(6,194)
	Increase / (Decrease) in Short Term Provisions	504	(3,136)
	Increase in Trade Payables	1,151	(4,955)
	Decrease in Other Current Liabilities	(16,419)	10,014
	Decrease in SGF - Other Current Liabilities on account of Shares and Fixed Deposits	(14,088)	632,444
	(Increase) in Trade Receivables	(3,011)	(2,225)
	(Increase) in Long Term Loans & Advances	(7,030)	(1,662)
	(Increase) / Decrease in Short Term Loans & Advances	(2,413)	(4,537)
	Increase in SGF - Other Assets on account of Shares	8,821	(464,171)
	Decrease in Other Current Assets	744,441	901,529
	Cash used in operations	637,837	989,066
	Payment of direct taxes (net)	2,136	(279)
	Net Cash used in Operating Activities	639,973	988,787
B.	Cash Flow from Investing Activities		
	Proceeds from sale of property, plant and equipment	160	82
	Purchase of property, plant and equipment	(2,757)	(348)
	Proceeds from Sale of Current Investments (net)	5,264	10,837
	Dividend income from Investments	5,889	4,235
	Investment in SGF - Fixed Deposits	55,110	(98,024)
	Investment in SGF - Other Assets on account of Fixed Deposits	(49,843)	(70,248)
	Investment in Fixed Deposits	(1,202,182)	(838,220)
	Proceeds from maturity of Fixed Deposits / Mutual Fund investments	424,343	(112,441)
	Interest on Fixed Deposits	85,407	90,616
	Interest on Income Tax Refunds	1,336	-
	Interest on Bonds	14,758	1,101
	Net cash flow from investing activities	(662,515)	(1,012,410)



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2022 (Contd.)

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
C. Cash Flow from Financing Activities		
Dividend Paid on equity shares	(1,091)	(1,000)
Tax on equity dividend paid	-	-
Net Cash used in Financing Activities	(1,091)	(1,000)
Net (Decrease) / Increase in Cash and Cash Equivalents (A+B+C)	(23,633)	(24,623)
Cash and Cash Equivalents as at the beginning of the year	90,516	115,139
Cash and Cash equivalents as at the end of the year	66,883	90,516

Components of Cash & Cash Equivalents

	2022-23	2021-22
Cash on hand	15	15
Balance with Scheduled Banks on Current Account		
Own Fund	66,391	88,405
Investors' Service Fund *	276	787
Settlement Guarantee Fund *	201	1,309
	66,883	90,516

* These can be utilised only towards the purpose of the respective funds (Refer Note No. 14)
Summary of significant accounting policies (Refer Note 2)

The accompanying notes are an integral part of the consolidated financial statements.

As per our Report of even date

For and on behalf of the Board of Directors

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 1: Principles of Consolidation

- (i) The Consolidated Financial Statements present the consolidated Accounts of The Calcutta Stock Exchange Limited ("the Company") and its following Subsidiaries (collectively the "Group"):

Name of the Subsidiaries	Country of Incorporation	Proportion of Ownership / interest	
		As at March 31, 2023	As at March 31, 2022
CSE Capital Markets Private Limited	India	100%	100%
Lyons Range Securities Clearing Corporation Ltd	India	100%	100%

- (i) The financial statements of the Company and its subsidiaries have been consolidated in terms of Accounting Standard- 21, "Consolidated Financial Statements" on a line-by-line basis by adding together the book value of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances, intra-group transactions and any unrealized profit/loss included therein.
- (ii) The consolidated financial statements have been prepared using uniform accounting policies for like transactions and are presented to the extent possible in the same manner as the Company's separate financial statements.
- (iii) The excess/shortfall of cost to the Company of its investments in the subsidiary companies is recognized in the financial statements as goodwill/ capital reserve as the case may be.
- (iv) Minority interest in the net asset of subsidiaries consists of:
- The amount of Equity attributable to minority at the date on which investment in a subsidiary is made.
 - Minority's share of movements in equity since the date parent subsidiary relationship came into existence.

earned from the investments from the corpus of the Holding Company's Settlement Guarantee fund net of certain permitted expenses to that fund. Similarly, in accordance with directions received from SEBI, the Holding Company is also required to transfer income earned from investments from the corpus of the Investor Service Funds (ISF) net of permitted expenses to that fund. Taking into consideration the Holding Company's obligation to transfer such net income to those funds, such transfers have been recognized as charge in the Profit & Loss Account.

The accounting policies adopted in the preparation of consolidated financial statements are consistent with those of previous years.

NOTE – 2: Summary of Significant Accounting Policies**i) Use of Estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liability in future periods.

ii) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The Group collects goods and services tax (GST) on behalf of the government and, therefore, it is not an economic benefit flowing to the company. Hence, it is excluded from revenue. Revenue in respect of services rendered is recognized when the service is rendered and there is certainty of realization.

Revenue from Listing Fees and Subscription Fees are recognized when there is reasonable certainty of its ultimate realization/collection.

NOTE – 1.1 : Basis of preparation of Accounts

The consolidated financial statements of the Group have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Group has prepared these consolidated financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the Companies (Accounting Standards) Amendment Rules, 2016. The consolidated financial statements have been prepared on an accrual basis and under the historical cost convention.

In accordance with clause 7 of the Chapter-XVII of the Bye-Laws of the Holding Company on Composition of Settlement Guarantee Fund (SGF) and directions received from the Security Exchange board of India (SEBI), the Holding Company is required to transfer all the income



Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "Other Income" in the statement of profit and loss.

Dividend

Dividend income is recognized when the Group's right to receive payment is established by the reporting date.

iii) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price and directly attributable cost of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Gains or losses arising from de-recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized. The Group identifies and determines cost of each component/part of the asset separately, if the component/part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset.

iv) Depreciation on property, plant and equipment

Depreciation on property, plant and equipment has been provided on the written down value method as per the rates prescribe under Schedule – II of the Companies Act, 2013 which is in accordance with management estimates for the useful life of the underlying assets. Depreciation on Property, Plant and Equipment added/disposed-off during the year is provided on pro-rata basis with reference to the date of addition/disposal. Asset costing less than or equivalent to Rs.5,000/- are depreciated fully during the year of acquisition and recorded at a residual value of Re.1/-.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

v) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any.

Software costs related to computers are amortized on written down value basis over a period of six years from the date the asset becomes available for use.

vi) Impairment of property, plant and equipments and intangible assets

The carrying amount of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and value in use of the assets. The estimated future cash flows considered for determining the value in use, are discounted to their present value using a pre-tax discount rate that reflects the current market assessment of the time value of money and risk specific to the asset.

vii) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

Investment Property:

An investment in land, which is not intended to be occupied substantially for use by, or in the operations of, the Group, is classified as investment property. Investment properties are stated at cost, net of accumulated amortization and accumulated impairment losses, if any.

The cost comprises purchase price and directly attributable cost of bringing the investment property to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Investment Property comprising of the leasehold land is amortized over the period of lease, i.e. 99 years.

On disposal of an investment property, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.



viii) Taxes

Tax expense comprises current and deferred tax. Current income tax is measured as the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Group has unabsorbed depreciation or carry forwarded tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each reporting date, the Group re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Group writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Group recognizes MAT credit available as an asset only to the extent that there

is convincing evidence that the Group will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Group reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Group does not have convincing evidence that it will pay normal tax during the specified period.

ix) Retirement and other Employee Benefits

- a) Retirement benefit in the form of provident fund and superannuation fund are defined contribution scheme. The Group has no obligation, other than the contribution payable to such funds. The Group recognizes contribution payable to these funds as an expenditure, when an employee renders the related service. If the contribution payable to the funds for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the funds are recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.
- b) The Group operates two defined benefit plans for its employees, viz., Gratuity and leave liability. The costs of providing benefits under these plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out for each plan using the projected unit credit method. Actuarial gains and losses for both defined benefit plans are recognized in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Group measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Group treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately



taken to the statement of profit and loss and are not deferred. The Group presents the leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

- c) Expenses incurred towards voluntary retirement scheme are charged to the statement of profit and loss immediately.

x) Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to the equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

xi) Provisions

A provision is recognized when the Group has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the

obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the reporting date. These are reviewed at each reporting date and adjusted to reflect to current best estimates.

xii) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Group does not recognize the contingent liability but discloses its existence in the financial statements.

xiii) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and on hand.

THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

NOTE – 3 : Share Capital

Particulars	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
a) AUTHORISED SHARES : 10,00,00,000 (31st March 2022 : 10,00,00,000) equity shares of Re.1 each	100,000	100,000
b) ISSUED SHARES : 6,18,750 (31st March 2022 : 6,18,750) equity shares of Re.1 each	619	619
c) SUBSCRIBED & PAID UP SHARES : 6,11,250 (31st March 2022 : 6,11,250) equity shares of Re.1 each fully paid up	611	611
Add : Forfeited Shares: 7,500 (31st March 2022 : 7,500) equity shares paid up of Re.1 each	8	8
	619	619

A. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year :(INR in thousand)

	31st March 2023		31st March 2022	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Equity Shares	6,11,250	611	6,11,250	611
Issued during the year	-	-	-	-
Shares outstanding at the end of the year	6,11,250	611	6,11,250	611

B. Terms / rights attached to equity shares :

The Holding Company has only one class of equity shares having par value of Re.1 per share. Each holder of equity shares is entitled to one vote per share. The Holding Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Holding Company, the holders of equity shares will be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

- C. There are no individual shareholders who are holding more than 5% shares in the Holding Company.



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 4 : Reserve and Surplus

Particulars	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
I. Own Reserves		
Capital Reserve - Pre-Demutualisation period	619	619
Securities Premium		
Pre-Demutualisation period	3,015	3,015
Post-Demutualisation period	631,778	631,778
Total Securities Premium	634,793	634,793
Development Fee Reserve - Pre-Demutualisation period	134,050	134,050
General Reserve		
Pre-Demutualisation period		
Opening balance as on April 1	507,876	502,400
Addition during the year	-	5,476
Closing balance as on March 31	507,876	507,876
Post-Demutualisation period		
Opening balance as on April 1	51,415	51,415
Addition during the year	-	-
Deduction during the year	-	-
Closing balance as on March 31	51,415	51,415
Total General Reserve	559,291	559,291
Surplus in the Statement of Profit and Loss - Post-Demutualisation period	3,870	1,318
(Loss) / Profit for the year	3,925	2,552
Net surplus in the Statement of Profit and Loss	7,795	3,870
Total of own Reserves	1,336,548	1,332,623
II. Investors' Service Fund - Post-Demutualisation period		
Opening balance as on April 1	113,711	106,282
Addition during the year (Refer Note no.-22)	8,782	7,443
Deductions/adjustments during the year (Refer Note no.-22)	(12)	(14)
Total of Investors' Service Fund	122,481	113,711



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 4 : Reserve and Surplus (Contd.)

Particulars	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
III. Settlement Guarantee Fund - Post-Demutualisation period		
Settlement Guarantee Fund for CSE-NSE Cash Segment		
Opening balance as on April 1	10,335	10,301
Addition during the year (Refer Note no. 21)	27	34
Closing balance as on March 31	10,362	10,335
Settlement Guarantee Fund for CSE-NSE Future and Option Segment		
Opening balance as on April 1	10,591	10,548
Addition during the year (Refer Note no. 21)	41	43
Closing balance as on March 31	10,632	10,591
Settlement Guarantee Fund for CSE-BSE Cash Segment		
Opening balance as on April 1	10,272	10,261
Addition during the year (Refer Note no. 21)	8	11
Closing balance as on March 31	10,280	10,272
Settlement Guarantee Fund for CSE-BSE Future and Option Segment		
Opening balance as on April 1	10,007	10,007
Closing balance as on March 31	10,007	10,007
Settlement Guarantee Fund Initial Membership Fees		
Opening balance as on April 1	260	260
Closing balance as on March 31	260	260
Settlement Guarantee Fund (Governed by the Bye-Laws of the Settlement Guarantee Fund of the Exchange)		
Opening balance as on April 1	447,500	381,689
Addition during the year (Refer Note no. 21)	21,117	25,655
Dividend on members' security deposits	4,250	41,364
Deductions/adjustments during the year (Refer Note no. 21)	(1,975)	(1,208)
Closing balance as on March 31	470,892	447,500
Total of Settlement Guarantee Fund	512,433	488,965
Total of I+II+III	1,971,462	1,935,299

NOTE – 5 : Long Term Liabilities

Particulars	As at 31st March, 2023			As at 31st March, 2022		
	Pre-Demutualisation Period (INR in Thousand)	Post Demutualisation Period (INR in Thousand)	Total (INR in Thousand)	Pre-Demutualisation Period (INR in Thousand)	Post Demutualisation Period (INR in Thousand)	Total (INR in Thousand)
Sundry Deposits [Refer Note no.31(ii) & 31 (iii)]	943,423	-	943,423	943,423	-	943,423
	943,423	-	943,423	943,423	-	943,423



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 6 : Trade Payables and Other Current Liabilities

Particulars	As at 31st March, 2023			As at 31st March, 2022		
	Pre-Demutalisation Period	Post Demutalisation Period	Total	Pre-Demutalisation Period	Post Demutalisation Period	Total
	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand	INR in Thousand
Trade Payables						
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	10,429	10,429	-	9,278	9,278
	-	10,429	10,429	-	9,278	9,278
Other Current Liabilities :						
Sundry Deposits	11,611	11,121	22,732	11,667	20,839	32,506
AMC received in advance	-	223	223	-	264	264
Excess receipt of interest	-	131	131	-	131	131
Members' Security Deposits for Base Capital Requirements [Refer Note no.32]						
Settlement Guarantee Fund:						
In cash	-	194,365	194,365	-	196,666	196,666
In fixed deposits (Refer Note-32)	-	163,006	163,006	-	168,273	168,273
In shares (Refer Note-32)	-	455,350	455,350	-	464,171	464,171
Members' deposit for additional base capital requirement and margin in Cash	-	129,688	129,688	-	140,661	140,661
Payable to related party: [Refer Note no.34]						
Stock Exchange Investors' Protection Fund	-	-	-	-	2,013	2,013
Statutory Dues	-	1,352	1,352	-	2,104	2,104
Unclaimed Dividend	-	4,720	4,720	-	5,811	5,811
	11,611	959,956	971,567	11,667	1,000,933	1,012,600
	11,611	970,385	981,996	11,667	1,010,211	1,021,878

Annexure to Note - 6:

- I. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under to the extent the holding Company has received intimation from the suppliers regarding their status under the Act.

As per information available with the holding Company, the holding Company does not have any dues to any party covered under the Micro, Small and Medium Enterprises Development Act, 2006.

II. Trade Payables Ageing Schedule

INR in Thousand

Particulars	Outstanding for following periods from the due date of payments				
	Less than 1 year	1-2 years	2-3 years	> 3 years	TOTAL
(i) MSME					
As at March 31, 2023	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-
(ii) Others					
As at March 31, 2023	9,829	-	-	600	10,429
As at March 31, 2022	6,491	50	618	2,119	9,278
(iii) Disputed Dues - MSME					
As at March 31, 2023	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-
(iii) Disputed Dues - Others					
As at March 31, 2023	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-
Total as at March 31, 2023	9,829	-	-	600	10,429
Total as at March 31, 2022	6,491	50	618	2,119	9,278

NOTE – 7 : Short Term Provisions

Particulars	As at 31st March, 2023	As at 31st March, 2022
	INR in Thousand	INR in Thousand
Provision for Employee Benefits:		
Leave	8,600	7,259
Provision for Gratuity [Refer Note no.33]	795	2,033
Other Provisions:		
CSR Expenses	1,434	1,434
Property Tax [Refer Note - 36]	10,301	9,900
Income Tax [net of advance tax of Rs.5,62,583 (31st March 2022 : Rs.4,83,651)]	488	23
	21,618	20,649



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

(INR in Thousand)									
Cost or Valuation	Freehold Land	Building	Electrical Equipments	Furniture & Fixtures	Office Equipments	Vehicles	Computers	Total	
ASSETS OF PRE-DEMUTUALISATION PERIOD :									
At 1st April 2021	415	2,157	12,701	6,813	8,389	-	162,280	192,755	
Disposals/Adjustment	-	-	-	-	1,347	-	-	1,347	
At 31st March 2022	415	2,157	12,701	6,813	7,042	-	162,280	191,408	
Additions	-	-	-	-	-	-	-	-	
Disposals/Adjustment	-	-	-	-	-	-	-	-	
At 31st March 2023	415	2,157	12,701	6,813	7,042	-	162,280	191,408	
Depreciation									
At 1st April 2021	-	1,675	12,086	6,521	8,034	-	161,560	189,876	
Charge For the Year	-	21	-	-	-	-	-	21	
Disposals/Adjustment	-	-	-	-	1,279	-	-	1,279	
At 31st March 2022	-	1,696	12,086	6,521	6,755	-	161,560	188,618	
Charge For the Year	-	20	-	-	-	-	-	20	
Disposals/Adjustment	-	-	-	-	-	-	-	-	
At 31st March 2023	-	1,716	12,086	6,521	6,755	-	161,560	188,638	
Net Block									
At 31st March 2022	415	461	615	292	287	-	720	2,790	
At 31st March 2023	415	441	615	292	287	-	720	2,770	
ASSETS OF POST-DEMUTUALISATION PERIOD :									
At 1st April 2021	269,000	11,729	6,966	5,604	3,054	1,824	21,870	320,047	
Additions	-	-	22	-	35	-	106	163	
Disposals/Adjustment	-	-	54	-	91	-	173	318	
At 31st March 2022	269,000	11,729	6,934	5,604	2,998	1,824	21,803	319,892	
Additions	-	-	2	-	131	-	2,095	2,228	
Disposals/Adjustment	-	-	-	-	-	-	594	594	
At 31st March 2023	269,000	11,729	6,936	5,604	3,129	1,824	23,304	321,526	
Depreciation									
At 1st April 2021	-	6,441	6,146	5,193	2,882	1,453	20,465	42,580	
Charge For the Year	-	515	219	109	20	117	358	1,338	
Disposals/Adjustment	-	-	48	-	87	-	165	300	
At 31st March 2022	-	6,956	6,317	5,302	2,815	1,570	20,658	43,618	
Charge For the Year	-	464	143	31	45	80	656	1,419	
Disposals/Adjustment	-	-	-	-	-	-	564	564	
At 31st March 2023	-	7,420	6,460	5,333	2,860	1,650	20,750	44,473	
Net Block									
At 31st March 2022	269,000	4,773	617	302	183	254	1,145	276,274	
At 31st March 2023	269,000	4,309	476	271	269	174	2,554	277,053	
Total Net Block									
At 31st March 2022	269,415	5,234	1,232	594	470	254	1,865	279,064	
At 31st March 2023	269,415	4,750	1,091	563	556	174	3,274	279,823	



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 8B : Intangible Assets

(INR in Thousand)

Particulars Computer Softwares	Total	
ASSETS OF PRE-DEMUTUALISATION PERIOD :		
Gross Block		
At 1st April 2021	30,036	30,036
Disposals/Adjustment	-	-
At 31st March 2022	30,036	30,036
Disposals/Adjustment	-	-
At 31st March 2023	30,036	30,036
Amortization		
At 1st April 2021	30,036	30,036
Charge For the Year	-	-
Disposals/Adjustment	-	-
At 31st March 2022	30,036	30,036
Charge For the Year	-	-
Disposals/Adjustment	-	-
At 31st March 2023	30,036	30,036
Net Block		
At 31st March 2022	-	-
At 31st March 2023	-	-
ASSETS OF POST-DEMUTUALISATION PERIOD :		
Gross Block		
At 1st April 2021	5,840	5,840
Additions	185	185
Disposals/Adjustment	-	-
At 31st March 2022	6,025	6,025
Additions	529	529
Disposals/Adjustment	-	-
At 31st March 2023	6,554	6,554
Amortization		
At 1st April 2021	5,375	5,375
Charge For the Year	152	152
Disposals/Adjustment	-	-
At 31st March 2022	5,527	5,527
Charge For the Year	184	184
Disposals/Adjustment	-	-
At 31st March 2023	5,711	5,711
Net Block		
At 31st March 2022	498	498
At 31st March 2023	843	843
Total Net Block		
At 31st March 2022	498	498
At 31st March 2023	843	843



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 9 : Non Current Investments (At Cost)

Particulars	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
INVESTMENT PROPERTY (at cost less accumulated amortization) (Refer Note No.- 37)		
Pre-Demutualisation Period		
Cost of leasehold land	49,667	49,667
Less : Accumulated amortization	(11,099)	(10,595)
Net Block	38,568	39,072
INVESTMENTS OF PRE-DEMUTUALISATION PERIOD		
Non-trade (valued at cost unless stated otherwise)		
Debentures - Quoted		
117 (31st March 2022 : 117) debentures of Rs.100 each fully paid up of 15% Bengal Paper Mills Co Ltd *	-	-
	-	-
INVESTMENTS OF POST-DEMUTUALISATION PERIOD		
I. Investment of Own Fund		
Non-Trade (valued at cost unless stated otherwise)		
Equity shares - Quoted		
400 (31st March 2022: 400) equity shares of Rs.10 each fully paid up of Beeyu Overseas Ltd	7	7
Non-Trade (valued at cost unless stated otherwise)		
Investments in fixed maturity mutual funds - Unquoted		
Nil (31st March 2022: 5,00,000) units of Rs.10 each fully paid up of Aditya Birla Sun Life Fixed Term Plan-Series SN (1099 days) - Direct Growth	-	5,000
Trade (valued at cost unless stated otherwise)		
Investments in Government of India Securities - Quoted		
3,00,000 (31st March 2022 : Nil) units of Rs.100 each Government of India (NI) GS 2051-15.12.2051 **	28,822	-
5,00,000 (31st March 2022 : Nil) units of Rs.100 each Government of India (NI) GS 2061-16.12.2061 **	46,693	-
Non-Trade (valued at cost unless stated otherwise)		
Investments in Government of India Securities - Quoted		
1,20,000 (31st March 2022 : 1,20,000) units of Rs.100 each Government of India (NI) GS 2050-16.12.2050	11,638	11,638
35,000 (31st March 2022 : 35,000) units of Rs.100 each Government of India (NI) GS 2061-22.02.2061	3,440	3,440
Non-Trade (valued at cost unless stated otherwise)		
Investments in Bonds and Trust - Quoted		
2 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.40% Punjab National Bank perpetual bonds	20,030	-
30 (31st March 2022 : Nil) units of Rs.10,00,000 each of 8.73% Union Bank perpetual bonds	30,285	-
9 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.57% Bank of India perpetual bonds	90,127	-
4 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.74% Bank of Maharashtra perpetual bonds	39,781	-
1 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 7.99% Canara Bank perpetual bonds	10,000	-
35,400 (31st March 2022 : Nil) units of Rs.140.50 each of India Grid Trust	4,974	-
Non-Trade (valued at cost unless stated otherwise)		
Investments in Fixed Deposits with Financial Institution - Unquoted		
PNB Housing Finance Ltd	298,500	193,500
II. Investment of Settlement Guarantee Fund		
Non-Trade (valued at cost unless stated otherwise)		
Investments in Government of India Securities - Quoted		
2,00,000 (31st March 2022 : 2,00,000) units of Rs.100 each Government of India (NI) GS 2051-15.12.2051	19,823	19,823
Non-Trade (valued at cost unless stated otherwise)		
Investments in Bonds - Quoted		
1 (31st March 2022 : Nil) units of Rs.1,00,00,000 each of 8.74% Bank of Maharashtra perpetual bond	9,940	-
10 (31st March 2022 : Nil) units of Rs.10,00,000 each of 7.80% Housing Development Finance Corporation Ltd bonds	9,956	-
	624,016	233,408
	662,584	272,480

* Since the market value is not available, the same has been valued at Re.1

** Lien with Indian Clearing Corporation Ltd.

Aggregate cost of Investments:

Quoted	325,516	34,908
Unquoted	298,500	198,500
Value of investment property	38,568	39,072
Market value of quoted investments	325,314	34,901
Net asset value of mutual fund units	-	6,235



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 10 : Deferred Tax Assets / Liabilities

Particulars	As at 31st March, 2023	As at 31st March, 2022
	(INR in Thousand)	(INR in Thousand)
Deferred Tax Liability		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	-	-
Property, Plant and Equipment: Impact of difference between tax depreciation and depreciation / amortization charged for the financial reporting	20	-
Gross Deferred Tax Liability	20	-
Deferred Tax Asset		
Provision for doubtful debts and advances	1,592	1,586
Property, Plant and Equipment: Impact of difference between tax depreciation and depreciation / amortization charged for the financial reporting	204	428
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	3,665	4,183
Gross Deferred Tax Asset	5,461	6,197

NOTE – 11 : Loans and Advances (Unsecured, Considered good unless stated otherwise)

Particulars	Non-Current		Current	
	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
Receivable from defaulting members [Refer Note No.- 31(i)]	943,424	943,424	-	-
Advances to related parties: [Refer Note No.- 34]				
CSE Capital Markets Private Limited	-	-	-	-
Lyons Range Securities Clearing Corporation Limited	-	-	-	-
Stock Exchange Investors' Protection Fund	-	-	58	8
	943,424	943,424	58	8
Advance Income Tax and Tax Deducted at Source				
Considered good [Net of provision Rs. 97,420,719 (31st March 2022 : Rs.10,46,37,963)]	55,090	64,794	-	284
Considered doubtful	3,391	3,311	-	-
	58,481	68,105	-	284
Less : Provision for doubtful advance	(3,391)	(3,311)	-	-
	55,090	64,794	-	284
Prepaid expenses	-	-	3,478	3,059
Loan to employees - Interest bearing	13,306	7,776	3,398	2,693
Balances with statutory/ Government authorities	-	-	1	42
	68,396	72,570	6,877	6,078
Receivable from others				
Considered good	1,847	347	3,246	2,017
Considered doubtful	905	1,183	-	-
	2,752	1,530	3,246	2,017
Less : Provision for doubtful advances	(905)	(1,183)	-	-
	1,847	347	3,246	2,017
	1,013,667	1,016,341	10,181	8,103



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 12 : Current Investments

Particulars	As at 31st March, 2023 (INR in Thousand)	As at 31st March, 2022 (INR in Thousand)
INVESTMENTS OF POST-DEMUTUALISATION PERIOD (Valued at lower of cost and fair value)		
I. Investment of Own Fund		
Investments in mutual funds - Unquoted		
9,99,950.002 (31st March 2022: 9,99,950) units of Rs.10 each fully paid up of Aditya Birla Sun Life Nifty SDL April 2027 Index Fund - Direct Growth	10,000	10,000
60,548.722 (31st March 2022: 60,548) units of Rs.19.64 each fully paid up of Aditya Birla Sun Life Interval Income Fund - Qrtly Plan- Series 1 Growth- Direct Plan *	1,189	1,189
37.46 (31st March 2022: Nil) units of Rs.1,210.41 each fully paid up of Aditya Birla Sun Life Overnight - Direct Growth	45	-
1,55,803.983 (31st March 2022: 1,55,804) units of Rs.10.51 each fully paid up of Baroda BNP Paribas Banking and PSU Bond Fund - Direct Plan Growth*	1,638	1,638
25,132.511 (31st March 2022 : 20,032) units of Rs.1,174.08 each fully paid up of Axis Overnight Fund - Direct Growth	29,507	22,500
6,591.571 (31st March 2022: 20,085) units of Rs.1,129.26 each fully paid up of BOI-AXA Overnight Fund - Direct Plan - Growth	7,444	21,611
1,179.574 (31st March 2022: Nil) units of Rs.2,543.29 each fully paid up of BOI-AXA Liquid Fund - Direct Plan - Growth	3,000	-
29 (31st March 2022: 27) units of Rs.1,025.07 each fully paid up of Nippon India Low Duration Fund - Daily Dividend Plan Dividend Reinvestment	30	28
Investments in Fixed Deposits with Financial Institution - Unquoted		
LIC Housing Finance Ltd	-	45,000
PNB Housing Finance Ltd	5,000	5,000
II. Investment of Settlement Guarantee Fund		
Investments in Fixed Deposits with Financial Institution - Unquoted		
PNB Housing Finance Ltd	-	5,000
	57,853	111,966

*Investment out of Investors' Service Fund

Aggregate cost of Investments:

Unquoted	57,853	111,966
Net asset value of mutual fund units	54,333	57,542



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 13 : Trade Receivables

Particulars	As 31st March, 2023		As at 31st March, 2022	
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Secured, Considered good	1,958		5,145	
Unsecured Considered good	15,364		9,852	
Unsecured, Considered doubtful	4,232		4,012	
	21,554		19,009	
Less: Provision for Doubtful Debts	(4,232)	17,322	(4,012)	14,997
		17,322		14,997

Ageing of Trade Receivables

(INR in Thousand)

Particulars	Outstanding for following periods from the due date of payments					
	< 6 mths	6 mths - 1 year	1-2 years	2-3 years	> 3 years	TOTAL
Undisputed – considered good						
As at March 31, 2023	1,694	4,142	4,973	3,243	3,270	17,322
As at March 31, 2022	1,797	6,686	4,971	1,395	148	14,997
Undisputed – considered doubtful						
As at March 31, 2023	-	201	200	3	3,828	4,232
As at March 31, 2022	-	-	-	1,196	2,816	4,012
Disputed - considered good						
As at March 31, 2023	-	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-	-
Disputed - considered doubtful						
As at March 31, 2023	-	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-	-
As at March 31, 2023	1,694	4,343	5,173	3,246	7,098	21,554
As at March 31, 2022	1,797	6,686	4,971	2,591	2,964	19,009



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 14 : Cash and Bank Balances

Particulars	Non-Current		Current	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
	(INR In Thousand)	(INR In Thousand)	(INR In Thousand)	(INR In Thousand)
a. CASH AND CASH EQUIVALENTS				
Balance with Scheduled Banks on current accounts:				
Own Fund	-	-	66,391	88,405
Investors' Service Fund	-	-	276	787
Settlement Guarantee Fund	-	-	201	1,309
Cash on hand	-	-	15	15
	-	-	66,883	90,516
b. OTHER BANK BALANCES				
Balance with Scheduled Banks on Unpaid Dividend Account			4,720	5,811
Fixed deposits with remaining maturity of not less than 12 months : Pre-Demutualisation Period				
Own Funds*	11,610	11,667	-	-
Post-Demutualisation Period				
Own Funds	213,853	308,241	-	-
Earmarked Funds:				
Settlement Guarantee Fund	320,363	277,900	-	-
Investors' Service Fund	114,998	43,250	-	-
Fixed deposits with remaining maturity for less than 12 months : Post-Demutualisation Period				
Own Funds	-	-	189,233	407,500
Earmarked Funds:				
Settlement Guarantee Fund	-	-	158,453	187,967
Investors' Service Fund	-	-	8,650	74,898
	660,824	641,058	361,056	676,176
Members deposits for Base Capital Requirement Settlement Guarantee Fund				
Fixed deposits with remaining maturity of not less than 12 months :				
In Fixed Deposits (Refer Note-32)	120,092	70,249	-	-
Fixed deposits with remaining maturity for less than 12 months :				
In Fixed Deposits (Refer Note-32)			42,914	98,024
	120,092	70,249	42,914	98,024
	780,916	711,307	403,970	774,200
Amount disclosed under Non-current assets (Refer Note 15)	(780,916)	(711,307)	-	-
	-	-	470,853	864,716
*Appropriated out of total year end fixed deposits to the extent of year end net liabilities pertaining to pre-demutualisation period.				
Details of fixed deposits lien marked (included above)				
Deposits with remaining maturity of not less than 12 months pledged with :				
Indian Clearing Corporation Limited (ICCL) *	253,600	70,400		
HDFC Bank Ltd **	68,944	63,299		
BSE Ltd *	1,500	1,500		
Deposits with remaining maturity for less than 12 months pledged with :				
Indian Clearing Corporation Limited (ICCL) *			38,000	196,000
HDFC Bank Ltd **			-	21,352
	324,044	135,199	38,000	217,352
Deposits with remaining maturity of not less than 12 months [Refer Note 26(f)]	3,541	-		
Deposits with remaining maturity for less than 12 months [Refer Note 26(f)]			14,175	17,716
	3,541	-	14,175	17,716

* The aforesaid fixed deposits are under lien with indicated entity.

** Against sanctioned credit limit yet to be utilized



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 15 : Other Assets (Unsecured, considered good unless stated otherwise)

Particulars	Non-Current		Current	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Non-current bank balances (Refer Note no. 14)	780,916	711,307	-	-
Security Deposits				
Considered good	136,710	148,901	1,511	1,511
Considered doubtful	506	506	-	-
Less : Provision for doubtful deposits	137,216 (506)	149,407 (506)	1,511 -	1,511 -
	136,710	148,901	1,511	1,511
Other receivables				
Secured, Considered good				
Rent & Electricity	-	-	3,783	3,874
Others	-	-	105	103
	-	-	3,888	3,977
Members deposits for Base Capital Requirement Settlement Guarantee Fund				
In shares (Refer Note-32)	-	-	455,350	464,171
	-	-	455,350	464,171
Interest accrued on fixed deposits:				
Own Funds	2,199	2,469	3,343	7,106
Settlement Guarantee Fund	1,463	103	5,521	6,414
Investors' Service Fund	951	601	565	571
Interest accrued on investments in Government Securities / Bonds:				
Own Funds			7,052	375
Settlement Guarantee Fund			1,082	-
	4,613	3,173	17,563	14,466
	922,239	863,381	478,312	484,125

NOTE – 16 : Revenue from Operations

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
SALE OF SERVICES :		
Turnover charges on other trading platform	3,264	3,941
Listing fees	25,123	18,283
Subscriptions	1,470	1,501
Processing charges	11,231	11,149
Income from depository participant operation	1,635	1,691
Commission on PAN services	15	-
Other operating revenue :		
Bad debts recovered		
- Listing	2,977	1,632
Recovery of penal charges from clients	8,931	4,933
Income from NISM Operation	1,990	1,225
Technology charges from new members	-	25
	56,636	44,380



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 17 : Other Income

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Interest on fixed deposits of Investors' Service Fund	6,796	6,550
Interest on fixed deposits of Settlement Guarantee Fund	26,753	27,361
Interest on Government Securities and PSU Bonds of Settlement Guarantee Fund	1,742	-
	35,291	33,911
Interest income on own fund:		
Fixed deposits	51,858	56,882
PSU Bonds	4,590	726
Government Securities	8,217	375
India Grid Trust	209	-
Security deposit with CESC Ltd	155	152
Security deposit with WBSEDCL	38	-
Income Tax refunds	1,336	-
Security deposit with Indian Clearing Corporation Ltd	1,553	1,302
Interest on delayed payment of listing fees	1,933	3,026
Others	1,690	1,262
	71,579	63,725
Profit on sale of Current investments	4,004	8,032
Profit on sale of Current investments of Investors' Service Fund	-	80
Profit on sale of Long term investments	1,260	2,726
	5,264	10,838
Dividend income from investments:		
Dividend from equity shares pledged by members for Settlement Guarantee Fund	5,888	3,481
Current investments	1	4,235
	5,889	7,716
Other Income:		
Rent	1,243	1,329
Miscellaneous receipts	982	1,123
Profit on sale of property, plant and equipment	130	-
Liabilities/Provisions no longer required, written back	9,434	11,629
	11,789	14,081
	129,812	130,271

NOTE – 18 : Employee Benefits Expense

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Salaries, bonus etc.	80,019	69,720
Contribution to provident and other funds [Refer Note no.33(iii)]	12,058	10,871
Gratuity Expense [Refer Note no.33]	2,009	1,841
Staff welfare Expense	2,994	2,742
	97,080	85,174



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

NOTE – 19 : Other Expenses

Particulars	2022-23		2021-22	
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Advertisement		60		68
Electricity charges	6,072		5,696	
Less : recovered from tenants	(704)	5,368	(548)	5,148
Rates & Taxes [Refer Note - 36]		1,300		1,302
Insurance		159		156
Printing & Stationary		261		157
Telephone charges		514		502
Travelling & Conveyance		151		22
Motor car expenses		222		187
Repairs & Maintenance:				
Building	387		317	
Computer	6,546		6,631	
Others	1,678	8,611	2,047	8,995
Expenses for Other Trading Platform:				
BSE		132		132
NSE		145		112
Interest on delayed payment of statutory dues		36		53
Security Expenses		911		902
Expenses for depository services		448		671
Legal & Professional Fees		6,690		5,666
Auditor's Remuneration:				
Audit Fee	922		900	
Tax Audit Fee	100		100	
In other capacity	160	1,182	34	1,034
Investors' Service Expenses		12		14
Directors Sitting Fee		750		1,102
CSR Expenditure		-		225
Provision for Doubtful Debts and Advances		299		1,196
Bad Debts	387		18,052	
Less : Adjusted against Provision for Doubtful Debts	-	387	(18,052)	-
Miscellaneous Expenses		1,796		1,293
		29,434		28,937

NOTE – 20 : Depreciation and Amortization Expense

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Depreciation of property, plant and equipment	1,439	1,359
Amortization of Intangible Assets	184	152
Depreciation on Investment Property	504	504
	2,127	2,015



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31st MARCH, 2023

NOTE – 21 : Contribution to Settlement Guarantee Fund

Particulars	2022-23		2021-22	
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Interest on Fixed Deposits of Settlement Guarantee Fund		26,753		27,361
Interest on Government Securities and Bonds of Settlement Guarantee Fund		1,742		-
Dividend on shares of Base Capital Requirement under SGF		5,888		7,717
Less : Expenses of Settlement Guarantee Fund				
Legal & Professional expenses	1,696		929	
Audit expenses	250		250	
Other expenses	29	1,975	29	1,208
Less : Tax expenses (Net of above expenses)		9,016		9,423
		23,392		24,447
Add : Contribution to Settlement Guarantee Fund on Turnover				
Exchange's contribution to CSE-NSE SGF on turnover for Cash Segment	26		34	
Exchange's contribution to CSE-NSE SGF on turnover for FO Segment	41		43	
Exchange's contribution to CSE-BSE SGF on turnover for Cash Segment	8	75	11	88
		23,467		24,535

NOTE – 22 : Contribution to Investors' Service Fund

Particulars	2022-23		2021-22	
	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)	(INR in Thousand)
Interest on fixed deposits of Investors' Service Fund	6,796		6,550	
Profit on sale of Current investments of Investors' Service Fund	-		80	
20% Listing fees contribution on collection	5,366	12,162	3,676	10,306
Less : Expenses of Investors' Service Fund				
Service Charges for ISC	12	-		
Miscellaneous Expenses	-	12	14	14
Less : Tax expenses (Net of above expenses)		3,380		2,863
		8,770		7,429

NOTE – 23 : Earning Per Share (EPS)

Particulars	2022-23	2021-22
	(INR in Thousand)	(INR in Thousand)
Net Loss after Tax as per Statement of Profit and Loss	3,925	2,552
Weighted average number of equity shares	611,250	611,250
Earnings per share - Basic & Diluted (Rs.)	6.42	4.18
Nominal Value of share (Re.)	1	1



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

24. The Company and its subsidiaries are Small and Medium Sized Company (SMC) as defined in the General Instruction in respect of Accounting Standards specified under section 133 of the Act, read together with Paragraph 7 of the Companies (Accounts) Rules, 2014. Accordingly, the Group has complied with the Accounting Standards as applicable to a small and medium sized Company. In particular, Accounting Standard-17, "Segment Reporting" and disclosure requirements of Para-119 to 123 of Accounting Standard 15(Revised), "Employee Benefits", in respect of accounting for defined benefit plans, are not applicable to the Group.
25. The Securities & Exchange Board of India (SEBI) vide its order dated 29.08.2005, had approved the Demutualisation Scheme ("the Scheme") for conversion of The Calcutta Stock Exchange Association Ltd to The Calcutta Stock Exchange Limited and it was notified in the official Gazette on the same date. Pursuant to the aforesaid Scheme, a trading member may or may not be a shareholder of the Holding Company and vice versa, it was directed to the Company that it shall not use its assets and reserves as on the date of publication of the scheme or the proceeds from disposal of such assets or the proceeds from disposal of successive assets acquired from the proceeds of disposal of such assets for any purpose other than discharging the current liabilities outstanding as on the date of publication of the Scheme or for the business operations of the Holding Company. Accordingly, the reserves and surplus, liabilities, property, plant and equipment and investments have been segregated between pre-demutualisation and post-demutualisation period and have been disclosed accordingly in the financial statements.
26. **Contingent Liabilities not provided for:**
Claims against the Group not acknowledged as debts.
- Taxation matters:**
- a) In respect of Assessment Years 1991-92 and 1992-93, total demands aggregating Rs.36,675 Thousand raised by the Assessing Officer on the Holding Company due to development fees received from members was considered revenue receipt instead of capital receipt. The aforesaid demand had been vacated by the Income Tax Appellate Tribunal vide its Order dated 28.02.2006. However, the Income Tax Department filed an application before the Hon'ble High Court at Calcutta for condonation of delay in filing an appeal against the order of the Income Tax Appellate Tribunal which is pending disposal.
- b) In respect of Assessment Year 2001-02, the Assessing Officer raised a demand for Rs.26,922 Thousand on the Holding Company. The Income Tax Appellate Tribunal had given an Order allowing contribution to Settlement Guarantee Fund as application of income and referred back the other matters to Assessing Officer. The Assessing Officer, while giving effect of the Order of the Income Tax Appellate Tribunal dated 16.06.2006 reversed the demand and confirmed that Rs.35,770 Thousand including interest of Rs.8,849 Thousand is refundable vide Order dated 29.08.2006. However, the Income Tax Department filed an application for condonation of delay for filing an appeal before the Hon'ble High Court at Calcutta against the above Order of the Income Tax Appellate Tribunal. The Holding Company has received the refund for the aforesaid amount along with applicable interest in June, 2017 from the office of the Deputy Commissioner of Income Tax after deducting Rs.1,288 Thousand being outstanding demand for various years which is pending resolutions.
- c) In respect of Assessment Year 2009-10, the Assessing Officer has raised a demand of Rs.550Thousand under section 14A of the Income Tax Act, 1961 and have also imposed a penalty of Rs.500 Thousand. The Holding Company filed an appeal before the Commissioner of Income Tax (Appeals) against the aforesaid demand by the Income Tax Authorities, however the same was dismissed on July 19, 2016 due to technical ground. The Holding Company has further filed an application to the Assessing Officer on June 21, 2017 to reconsider the case.
- d) In respect of Assessment year 2018-19, the Assessing Officer has raised a demand of Rs.35 Thousand on account of interest on late deposit of dividend distribution tax. The Holding Company has filed an appeal before Ld. Commissioner of Income Tax (Appeals) against the said Assessment Order on 28.04.2021, which is pending disposal as on date.
- Other matters:**
- e) Stock Holding Corporation of India Limited (SHCIL) was registered on the online trading system of the Calcutta Stock Exchange (CSE) as a "Custodian" for settling the Institutional Trades. In 2001, SHCIL introduced a scheme "Sell n Cash" (payment on sale of securities) Scheme for the benefit of investors. The "Sell n Cash" scheme allowed a



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

seller to receive payment on the day of sale through SHCIL's registered broker after delivering the shares to SHCIL. On 2nd March 2001 Harish Chandra Biyani, a CSE Broker, sold certain shares of DSQ Industries Ltd., amounting to Rs.2,44,548Thousand through Biyani Securities Pvt. Ltd. (another broker of CSE). On finding that the transaction between Harish Chandra Biyani and Biyani Securities Pvt. Ltd., was a malafide and fund accommodation in nature and was an artificial price created through circular trading, CSE expunged/annulled the trade and informed the same. SHCIL, being aggrieved by the decision of the CSE for expunge of those transactions for which the consideration was already paid to Harish Chandra Biyani, filed the instant Civil Suit in Hon'ble High Court of Calcutta against CSE and Harish Chandra Biyani. The principal sum of such claim is Rs.2,44,548Thousand and interest of Rs.1,61,402Thousand which is pending disposal by Hon'ble High Court of Calcutta.

f) The office premises taken by the Holding Company on rental together with furniture fixtures etc., from

Turner Morrison Limited was vacated by the Holding Company on 31.01.2013. There is a disputed amount of property taxes related to the rental property amounting to Rs.27,418 Thousand. During an earlier year, the Division Bench of High Court of Calcutta directed the Holding Company to pay a sum of Rs.10,000Thousand to Turner Morrison Limited on account of property tax in respect of 5100 sq. ft. and to reinvest the amount of Rs.17,716 Thousand by way of fixed deposit to be kept with the concerned lawyer on record till further order or disposal of the case. During the current year, the fixed deposit was renewed after maturity and hence this renewed fixed deposit was lying with the Holding Company as on March 31, 2023. The Holding Company is in the process of complying with the directions of the Division Bench of High Court of Calcutta as regards to placement of fixed deposit with the concerned lawyer on record. These fixed deposits are separately disclosed as part of the Cash and bank balance in the Note 14.

g) Other miscellaneous claims not acknowledged as debts by Holding Company (INR in Thousand)

Particulars	As at March 31, 2023	As at March 31, 2022
Demand of penalty from HIDCO for non-utilisation of land at New Town, Kolkata	50,000	50,000

27. Settlement Guarantee Fund (SGF):

- (a) In 1998, the Holding Company had set up Settlement Guarantee Fund (SGF) to guarantee the settlement of bonafide transactions of members of the Holding Company, so as to ensure timely completion of settlement of trades and thereby protect the interest of investors and the members of the Holding Company. The Fund and its rules and byelaws were set up by the Holding Company and duly approved by the Securities & Exchange Board of India (SEBI). Every member contributes a fixed sum at the time of commencement of business and the Holding Company contributes thereafter a percentage of the gross turnover as prescribed in the bye-laws of the SGF. In accordance with clause 7 of the Chapter-XVII of the Bye-Laws of the Holding Company on Composition of Settlement Guarantee Fund (SGF) and directions received from the Securities & Exchange Board of India (SEBI), the Holding Company is required to transfer all the income earned from the investments from the corpus of the Holding Company's Settlement Guarantee fund net of certain permitted expenses to that fund. Taking into consideration the Holding Company's obligation to transfer such net income to those funds, such transfers have been recognized as charge in the statement of Profit & Loss.

The non-interest bearing amount to the extent which is refundable to the members are disclosed under "Current Liabilities" and non-refundable amount is disclosed as "Reserve and Surplus" of the Settlement Guarantee Fund. Accordingly, the assets pertaining to the SGF has also been disclosed in the respective note as indicated in Note 27(d) below.

- (b) Additional contribution of Rs.1,99,355 Thousand made by the Holding Company to the Settlement Guarantee Fund during 2000-01 was charged off to the Profit and Loss Account in the said year in accordance with the decision of the erstwhile Board of Directors taken at its meeting dated 03.10.2001. In the same meeting it was also decided to adjust the additional contribution against the future contribution payable to Settlement Guarantee Fund. Accordingly, a sum of Rs.13,035 Thousand which would have accrued since 2001-02 to



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

2013-14 towards annual contribution payable by the Holding Company to its Settlement Guarantee Fund has not been recognized in these financial statements for year commencing after March 31, 2001.

Similarly, the balance additional contribution of Rs.1,86,321Thousand has not been carried forward towards adjustment against annual contribution in subsequent year since the aforesaid amount has already been charged off to Statement of Profit and Loss.

As directed by the Securities & Exchange Board of India, the Holding Company had suspended trading operation w.e.f. April 3, 2013. In view of all trading transactions being settled till that date in accordance with the applicable regulations of the Holding Company, no additional contributions to the Settlement Guarantee Fund after the aforesaid date was considered necessary.

- c) Settlement Guarantee Fund at the year-end comprises of the following:: (INR in Thousandd)

SI No	Particulars	As at March 31, 2023	As at March 31, 2022
	Under Reserves & Surplus (Settlement Guarantee Fund):		
I	Settlement Guarantee Fund of the Exchange	4,34,995	4,15,777
II	Members' Ad-hoc contribution to SGF	23,992	23,992
III	Dividend on Members Security Deposit	53,446	49,196
	Total	5,12,433	4,88,965
	Under Other Current Liabilities (Settlement Guarantee Fund):		
IV	Members BMC/SGF in Cash	1,83,919	1,86,133
V	Interest Adjustable with BMC/ABMC	8,728	8,760
VI	Members' deposit towards BSE/NSE-SGF	1,718	1,773
	Total	1,94,365	1,96,666
VII	Members BMC/SGF in Fixed Deposits	1,63,006	1,68,273
VIII	Members BMC/SGF in Shares	4,55,350	4,64,170
	Total	6,18,356	6,32,443
	Grand Total	13,25,154	13,18,074

- (d) The aforesaid fund is represented by the followings, which has been included in the respective schedules. (INR in Thousandd)

SI No	Particulars	As at March 31, 2023	As at March 31, 2022
I	Investments in Fixed Deposits	4,78,817	4,65,867
II	Investments in Fixed Deposit with Financial Institution/ PSU Bond/Government Securities	39,719	5,000
III	Balances in Current Account	200	1,309
IV	Interest accrued on Fixed Deposits	8,066	6,516
V	Deposit with BSE Ltd	58,125	58,125
VI	Deposit with Indian Clearing Corporation Ltd	1,875	1,875
VII	Members BMC/SGF in Fixed Deposits	1,63,006	1,68,273
VIII	Members BMC/SGF in Shares	4,55,350	4,64,171
IX	Receivable/(Payable) to the Exchange	1,19,996	1,46,938
	Total	13,25,154	13,18,074

- (e) In terms of the decision taken by the erstwhile administrator, appointed by the Securities & Exchange Board of India, dividend on Members' Security Deposits, in respect of shares/securities lodged with the Company by members towards security deposit was not required to be distributed to the members and hence, Rs.4,250Thousand (2021-22 :Rs.5,570 Thousand), net of tax, was transferred to Settlement Guarantee Fund during the year under the head "Reserve & Surplus".



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

28. Transfer of Profit:

As per the notification issued by the Securities & Exchange Board of India (SEBI) dated June 20, 2012, every stock exchange is required to credit twenty five percent of its profit every year to the fund of a recognized clearing corporation(s), which clears and settles trade executed on that stock exchange.

As directed by SEBI, the Holding Company had suspended trading operations w.e.f. April 3, 2013. Till then the Holding Company had settled all trading transactions through its own clearing/settlement mechanism. Consequently, the aforesaid order of SEBI is not applicable to the Holding Company after April 3, 2013.

29. Investors' Services Fund (ISF):

As required by the bye-laws of the Holding Company, a separate fund called the Investors' Services Fund ("the Fund") was established in a prior year by setting aside twenty percent of the annual listing fee collections as prescribed by SEBI. The Fund is being used for the purposes of providing different kind of services to the investing public as stated in bye-laws and to create awareness among the investors. All expenses incurred in providing such services are borne by the Investors' Service Fund.

30. As per the policy framed by the Holding Company in accordance with the requirement of SEBI, expenses are allocated to Settlement Guarantee Fund and Investors' Service Fund as stated below: (INR in Thousand)

Particulars	2022-23	2021-22
Settlement Guarantee Fund Expenses:		
- Telephone Charges	25	25
- Computer Maintenance and Service Charges	4	4
- Audit Expenses	250	250
- Legal & Professional Fees	1,696	929
	1,975	1,208
Investors' Service Expenses	12	14

- 31. i)** Receivables from defaulting members in Note 11 "Loans and Advances" includes Rs.9,43,423 Thousand (Rs.9,43,423 Thousand) due from Members on account of settlements in prior years comprising Rs.9,36,065 Thousand (Rs.9,36,065 Thousand) towards Hand Delivery Settlement, Rs.2,637 Thousand (Rs.2,636 Thousand) for Cash Settlement and Rs.4,722 Thousand (Rs.4,722 Thousand) on account of Demat Settlement as on 31.03.2023. Out of the above, the Holding Company has filed recovery suits amounting to Rs.9,31,053 Thousand (Rs.9,31,053 Thousand) from 15 defaulting members. As the matter is sub-Judice, the extent of recoverability of the aforesaid amounts is presently not ascertainable.
- ii)** Sundry Deposits as at 31.03.2023, in Note-5, under the head "Long Term Liabilities" includes Rs.9,43,423 Thousand (Rs.9,43,423 Thousand) being contribution received from Settlement Guarantee Fund on account of payment crisis in earlier years which is refundable on receipt of settlement amount from defaulting members. The above balance of Rs.9,43,423 Thousand was partially contributed by part of corpus in members' base minimum capital amounting to Rs.2,39,081 Thousand as well as ad-hoc contribution from certain members amounting to Rs.2,80,690 Thousand. Such contribution by members are refundable only out of the money recovered by the Holding Company from the defaulters and such refund shall be subject to resolution of specific issues, which are sub-judice in certain cases.
- During an earlier year, an amount of Rs.13,684 Thousand being realization of settlement dues, net of legal expenses, has been distributed on pro-rata basis to the aforesaid contributories, including Settlement Guarantee Fund, excluding Rs.5,030 Thousand payable to ad-hoc contributories, which has been kept on hold as per decision taken by the Board.
- iii)** The Holding Company had further received ad-hoc non-refundable contributions aggregating Rs.23,992 Thousand to the Settlement Guarantee Fund from certain members in earlier years. These had not been utilized for any purpose until date. The amount so contributed is lying in reserves and surplus of Settlement Guarantee Fund.
- 32. i)** Fixed Deposits and shares are being received by the Holding Company from the members as security deposits. The fixed deposits and shares are deposit of the Settlement Guarantee Fund. The value of such



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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

shares of Rs.4,55,350Thousand(Rs.4,64,170 Thousand) and fixed deposits of Rs.1,63,006 Thousand (Rs.1,68,273 Thousand) as at 31.03.2023, have been included in the financial statements under the head of "Other Current Liabilities" and "Other Assets". Out of the said fixed deposits, Rs.19,152Thousand (Rs.18,933Thousand) belongs to members under litigation.

- ii) The value of pledged shares for Rs.61,722 Thousand (Rs.60,176 Thousand) have not been included in the financial statements and has been disclosed by way of Notes to the consolidated financial statement.

33. Employee Benefits:

The Holding Company has a defined benefit gratuity plan for its employees. Every employee who has completed five years or more of services is entitled to gratuity on departure @ 15 days of last drawn salary for each completed year of service. The scheme is funded with the Life Insurance Corporation of India. The following tables summarize the components of net benefit/expenses recognized in the Statement of Profit and Loss and the funded status and amounts recognized in the balance sheet for the plan.

- i) The principle actuarial assumptions are as follows:

Particulars	2022-23	2021-22
Discount rate	7.16%	7.00%
Salary escalation rate (Inflation rate)	6.50%	6.50%
Withdrawal rates	1.00% - 3.00%	1.00% - 3.00%

- ii) Amount incurred as expenses for defined contribution plans:(INR in Thousand)

Particulars	2022-23	2021-22
Contribution to Provident/Pension Fund	7,170	6,461
Contribution to Superannuation Fund	3,010	3,029
Contribution to National Pension Scheme	1,767	1,369
Contribution to Employees State Insurance Scheme	62	13
	12,009	10,872

- iii) Both the subsidiaries did not have more than ten employees during any point of time in the previous year and accordingly Provisions of Bonus Act, 1965, Payment of Gratuity Act, 1972 and Employees Provident Fund and Miscellaneous Provisions Act, 1952 are not applicable.

34. Related party disclosures:

Name of related parties and related party relationship

Trust set-up by the Holding Company Stock Exchange Investors' Protection Fund

Following are the transactions with related parties and the year-end balances:

Trust set-up by the Holding Company		(INR in Thousand)	
Name	Particulars	2022-23	2021-22
Stock Exchange Investors' Protection Fund	Contribution to Stock Exchange Investors' Protection Fund	(9,867)	5,757
	Expenses recoverable / incurred on behalf related party	6,373	101
	Amount paid	5,558	6,000
	Amount (payable) / receivable outstanding	51	(2,013)

35. The Holding Company has paid taxes as per provisions of section 115JB of the Income Tax Act, 1961 in the year 2017-18. However, during the year, the Company has adjusted the remaining balance of Minimum Alternative Tax (MAT) Credit entitlement of Rs.3,728 Thousand.
36. In an earlier year, the demand towards property tax from Kolkata Municipal Corporation in respect of The Calcutta Stock Exchange Building was shown as contingent liability. The Holding Company has made a



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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

representation to Kolkata Municipal Corporation to re-assess the property tax payable to them for the said property. Pending re-assessment, the management, during the year, has estimated a liability of Rs.10,301Thousand (Rs.9,900Thousand) provided in the consolidated financial statements.

37. Reclassification of Property, Plant and Equipment to Investment Property:

The original lease deeds of E.M. Bypass land has been deposited in the Alipore Court in respect of the Title Suit No. 298 of 2011 filed by the Holding Company against Chittaranjan Prasad & Others. This title suit 298 of 2011 was subsequently withdrawn by the Holding Company and an application was filed for withdrawal of original lease deed, submitted to the court. However, various other cases were filed by Chittaranjan Prasad & Others claiming to be owner of a portion of this land and on few other matters. In terms of the order received from the learned court, the documents filed by the Holding Company including original lease deed has been kept under safe custody of the court until the disposal of the case. Based on the management assessment and duly supported with a legal opinion obtained by the management, the outcome of this matter is expected to be in favour of the Holding Company.

The Holding Company in an earlier year had decided to sub lease its lease hold land situated at E.M. Bypass and has also received approval from SEBI in this regard. Accordingly, since the above lease hold land is not intended to be occupied substantially for use by, or in the operations of, the Holding Company, this had been reclassified from "Property, Plant and Equipment" disclosed under Note 8A to "Non-Current Investment" as investment property disclosed under Note 9 of this consolidated financial statements in an earlier year, in terms of AS-13: Accounting for Investments.

38. la) In an earlier year, the Holding Company had received intimation from Securities & Exchange Board of India (SEBI) regarding initiation of the process of the Compulsory exit of the Holding Company from operating as a stock exchange. Accordingly, the Holding Company had suspended its own stock market including clearing operations with effect from April 3, 2013 and has made arrangements with NSE and BSE to enable its members to trade on those exchanges and thereby earn turnover charges from members who are engaged in such trading.

The Holding Company had filed a petition with the Hon'ble High court at Calcutta against the aforesaid decision. In accordance to the directions issued by the Hon'ble High Court at Calcutta, meetings were held between the Holding Company and the SEBI to work out the various matters of concerns. However, such meeting did not yield any result and on May 18, 2015, the Holding Company received another intimation from SEBI informing that the process of compulsory exit has been initiated and a valuation agency would be appointed by SEBI for verification and valuation of assets and liabilities of the Stock Exchange.

Pursuant to SEBI's decision to proceed with the process of compulsory exit, the Holding Company had filed a supplementary petition with the Hon'ble High Court at Calcutta seeking relief from such exit. The Holding Company's supplementary petition was dismissed by the Hon'ble High Court at Calcutta, vide order dated April 12, 2016. Being aggrieved by the aforesaid order, the Holding Company filed appeal before a Division Bench of the Hon'ble High Court at Calcutta (the Division Bench) seeking a stay against the exit process initiated by SEBI and other reliefs. The Division Bench vide order dated March 29, 2017 has stayed the exit process initiated by SEBI till the appeals are heard. The hearings are under process in a Division Bench of the Hon'ble High Court at Calcutta.

Management believes that the Holding Company's appeal pending before the Division Bench has merits and considers it probable that the decision will be in favour of the Holding Company which is duly supported by a legal opinion obtained.

As per the Standard of Auditing (SA) 570 (Revised), 'Going Concern' issued by The Institute of Chartered Accountants of India (ICAI), the concept of going concern is applicable to Holding Company as a whole and not to any individual segment of operations. The Board is considering the plan that stock exchange operations will continue and will also intend to further invest around Rs.50 Crores in the Clearing Corporation out of the proceeds of sub-leasing of around 2 acres of E. M. Bypass land. Moreover, the Holding Company has lot of business opportunities relevant to securities market, either through its own wing or its subsidiary route and the Holding Company has sufficient resources to meet its future obligations/requirements.

Furthermore, Board in its meeting held on 14th July, 2023 considered a plan for future outlook of the Holding Company by obtaining membership of BSE, NSE and Metropolitan Stock Exchange of India

**THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023**

(MSEI), through its subsidiary route viz. CSE Capital Markets Private Limited for providing trading platform to its broker-members and availing the currency segment membership by way of utilizing the proceeds of sub-leasing of the 2 acres land situated and lying at E. M. Bypass, out of CSE's possession of 3 acres of land. The above plan has been drawn in addition to the efforts being made for resumption of trading in its own platform i.e., C-STAR.

In this regard it is pertinent to note that SEBI vide letter dated 31st October 2014 had approved the sub-lease of E M Bypass land for five specific purposes when CSE sought permission from SEBI vide its email 11th May, 2014. The purposes are – (1) Enhancement of Net Worth of CSE itself ; (2) Enhancing the Net Worth of CSE Subsidiary viz. CSE Capital Markets Private Limited(CCMPL) ; (3) Expanding the Business Operations including acquisition ; (4) Acquiring Stake in Clearing Corporations ; and (5) Capital Cost required for Revamping of CSE trading platform.

In accordance of the plan of Sub-Leasing of 2 acre of land situate at E M Bye pass, notification had been made in CSE website to appoint International Property Consultants (IPC) for bidding process with reserve price through Legal and Premises Committee under intimation to Board. However, final decision of Sub-lease of land will be taken by the Board.

In view of the fact stated above and aforesaid plan of Board of Directors, management has considered it appropriate to prepare these financial statements on a going concern basis

- b) The Management has tested the recoverable value of its assets in order to ascertain the existence of impairment, if any, as on the Balance Sheet date in accordance with the requirement of AS-28 and as such no impairment loss exists as on the date of the Balance Sheet.
- c) BSE vide its letter dated 4th July, 2023 has issued notice of termination relating to the Section-13 Agreement effective from 18th July, 2023. Subsequently NSE also vide its letter dated 18th July, 2023 intimated that they will withdraw the facility of section-13 trading platform effective from 19th August, 2023. The Holding Company filed a writ petition before the Hon'ble High Court at Calcutta challenging the notice of termination dated 18th July, 2023 issued by NSE and upon hearing the Hon'ble High Court stayed the notice of NSE dated 18th July, 2023 till the disposal of the writ petition. The arrangements under Section-13 of SCRA have marginal impact on the revenue of the Holding Company and on going concern status.

39. Expenditure in Foreign Currency:

(INR in Thousand)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Application Processing Fees paid to INDIA INX GLOBAL ACCESS IFSC LTD (Included in Legal & Professional Fees)	12	Nil

40. The Board is of the opinion that any of the assets of the Group other than Property, Plant and Equipment, Intangible assets and non-current investments are stated at a value at which they are realizable in the ordinary course of business.
41. Title deeds of all immovable properties are held in the name of the Holding Company. (Refer Note – 37)
42. The Group has not revalued its Property, Plant and Equipment during the year.
43. Disclosures related to advances given by the Group during the year are stated below:

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters	Nil	Nil
Directors	Nil	Nil
KMPs	Nil	Nil
Related Parties	Nil	Nil

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44. Capital-Work-in Progress (CWIP) : Nil
45. Intangible Assets under development : Nil
46. The Group does not hold any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.
47. The Group has no borrowings from banks or financial institutions on the basis of security of current assets.
48. The Group is not declared as wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by Reserve Bank of India.
49. The Holding Company has not entered any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
50. No charges are yet to be registered with Registrar of Companies.
51. The Group has complied with number of layers of companies as prescribed under clause (87) of section 2 of the Companies Act read with Companies (Restriction on Number of Layers) Rules, 2017.

52. Ratio Analysis

The following are analytical ratios for the year ended March, 31 2023 and March 31, 2022.

Sr No	Ratio	Numerator	Denominator	31.03.2023	31.03.2022	% Change
1	Current ratio	Current Assets	Current Liabilities	1.03	1.42	-27.58
2	Debt-Equity ratio	Total Debt	Shareholder's Equity	NA	NA	NA
3	Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + non cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	NA	NA	NA
4	Return on Equity ratio %	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	0.201	0.213	-5.63
5	Inventory Turnover ratio	Cost of goods sold	Average Inventory	NA	NA	NA
6	Trade Receivable Turnover ratio	Net Credit Sales	Average Accounts Receivable	3.30	1.95	68.98
7	Trade Payable Turnover ratio	Net Credit Purchases	Average Trade Payables	3.49	2.78	25.51
8	Net Capital Turnover Ratio	Net sales	Working Capital	1.83	0.11	1565.88
9	Net Profit ratio %	Net Profit after tax	Net Sales	6.93	5.75	20.52
10	Return capital Employed %	Earnings before interest and taxes	Capital Employed = Tangible Net Worth	1.06	1.10	-4.12
11	Return on Investment %	Investment Income	Average Investment	7.40	8.00	-7.46



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Note:

1. Decrease in current ratio due to part of current investment have been invested with long term bonds.
2. Increase in trade receivable turnover ratio is due to decrease in average debtors, after debtors written off in the previous year.
3. Trade Payables Turnover Ratio is not comparable due to change in disclosures of members security deposits in fixed deposits and in shares, incorporated to 'NOTE - 6 : Trade Payables and Other Current Liabilities' in the previous year.
4. Increase in net capital turnover ratio is due to change in working capital.
53. The Group does not have any Scheme(s) of Arrangements and hence, Compliance in relation to the same is not applicable.
54. i) The Group does not borrowed fund. The funds received by the Holding Company, on account of Share Premium during the 2007-08 has not been advanced or loaned or invested to any person(s) or entity(ies) including foreign entities.
ii) The Group has not received any funds from any person(s) or entity(ies) including foreign entities.
55. The Group does not have any undisclosed income.
56. Contribution to Corporate Social Responsibility relating to Holding Company is given below:

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Amount required to be spent	Nil	Rs.201Thousand
Amount of expenditure incurred	Nil	Rs.942Thousand
Shortfall at the end of the year	Nil	Nil
Total of the previous years' shortfall	Nil	Nil
Reasons for shortfall	Not Applicable	Nil
Nature of CSR activities	Not Applicable	Promoting livelihood enhancement projects as well as education among Children.

57. The Group has not invested or traded in the Crypto Currency or Virtual Currency during the financial year.
58. Additional information in respect of net assets and profit/loss of each entity within the Group and their proportionate share of the totals:

Name of the entity	2022-2023		2022-2023		2021-2022		2021-2022	
	Net Assets, i.e. total assets minus total liabilities		Share in Profit or Loss		Net Assets, i.e. total assets minus total liabilities		Share in Profit or Loss	
	As % of Consolidated net assets	Amount in INR Thousand	As % of Consolidated Profit or loss	Amount in INR Thousand	As % of Consolidated net assets	Amount in INR Thousand	As % of Consolidated Profit or loss	Amount in INR Thousand
Parent								
The Calcutta Stock Exchange Limited	94.63%	18,66,143	27.58%	1,083	94.57%	18,30,685	44.11%	1,126
Indian Subsidiary								
CSE Capital Markets Private Limited	5.04%	99,299	69.78%	2,739	5.23%	101	51.84%	1,323
Lyons Range Securities Clearing Corporation Limited	0.33%	6,638	2.64%	104	0.20%	3,929	4.05%	103



THE CALCUTTA STOCK EXCHANGE LIMITED AND ITS SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

59. Previous year's figures including those given in brackets, have been regrouped/reclassified wherever considered necessary to conform to current year's classification. The following regrouped / reclassification have been made in the previous year's figures.

Note No	Presentation in the year 2022-23	Amount	Description
NOTE - 17 : Other Income	Dividend from equity shares pledged by members for Settlement Guarantee Fund	Rs.3,482 Thousand	In the previous year (2021-22) the amount was disclosed under "Liabilities/Provisions no longer required, written back" in the same note. In the current year (2022-23) the same has been reclassified for better disclosure. There is no impact of the profitability of the previous year for the same.
NOTE - 14 : Cash and Bank	Balances Balance with Scheduled Bank on Unpaid Dividend Accounts	Rs.5,811 Thousand	In the previous year (2021-22) the amount was disclosed under "CASH & CASH EQUIVALENTS". In the current year (2022-23) the same has been reclassified under "OTHER BANK BALANCES". There is no impact of the profitability of the previous year for the same.

As per our Report of even date

For Ray & Ray

Chartered Accountants

Firm Registration No. 301072E

per **Abhijit Neogi**

Partner

Membership No. 61380

Place: Kolkata

Date: 29th August, 2023

For and on behalf of the Board of Directors

Deepankar Bose

DIN : 09450920

Director

Chacko Joseph

DIN : 07528693

Director

Subash Chandra Misra

DIN : 09830330

Director

Prosenjit Dutta

Chief Financial Officer

Chandrani Datta

Company Secretary



Notes



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The Calcutta Stock Exchange Limited

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