



14 October 2020

To  
**BSE Limited**  
**Dept. of Corporate Services**  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai – 400001.

**Name of the Scrip: HDFC Securities Limited**

Dear Sir,

**Sub: Submission of Unaudited Financial Results for the half year ended 30<sup>st</sup> September, 2020 under Regulation 51(1)(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

The Commercial Papers issued by the Company were listed on the Stock Exchange with effect from 15<sup>th</sup> January, 2020. Accordingly, pursuant to Regulation 51(1)(2) of the SEBI (LODR) Regulations, 2015, we are enclosing a copy of the Unaudited Financial Results under IND-AS for the half year ended 30<sup>st</sup> September, 2020, approved by the Board of Directors of the Company at its meeting held today i.e. on 14<sup>th</sup> October, 2020, along with the Limited Review Report thereon.

Kindly take the same on your records.

Yours Faithfully,

**For HDFC Securities Limited**

VENKITAKRISHNAN  
NAN NURANI  
EASWARAN

Digitally signed by  
VENKITAKRISHNAN  
NURANI EASWARAN  
Date: 2020.10.14  
13:37:23 +05'30'

**N. E. Venkitakrishnan**  
**Company Secretary**

BSE - PUBLIC

### **HDFC Securities Limited**

Registered Address: I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042. Tel.: +91-22-30753400 Fax: +91-22-30753435 www.hdfcsec.com

Member of NSE, BSE, MSEI, MCX | Reg No.: INZ000186937 | Member: CDSL | Reg No.: IN-DP-372-2018 | Research Analyst: INH000002475 | Investment Adviser: INA000011538 | PFRDA: POP-11092018 | AMFI: ARN13549 | Corporate Identity Number (CIN) - U67120MH2000PLC152193  
Compliance Officer: Binkle R. Oza, Contact: +91 22 3045 3600, Email: [complianceofficer@hdfcsec.com](mailto:complianceofficer@hdfcsec.com)

For any complaints / grievance: [services@hdfcsec.com](mailto:services@hdfcsec.com)

## B S R & Co. LLP

Chartered Accountants

14th Floor, Central Wing, Tower 4,  
Nesco Center, Western Express Highway,  
Goregaon (East), Mumbai - 400 063, India

Telephone: +91 (22) 6257 1000  
Fax: +91 (22) 6257 1010

### To the Board of Directors of HDFC Securities Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of **HDFC Securities Limited** (the 'Company') for the quarter ended 30 September 2020 and year to date results for the period from 1 April 2020 to 30 September 2020 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No: 101248W/W-100022

AJIT

VISWANATH

Digitally signed by  
AJIT VISWANATH  
Date: 2020.10.14  
13:15:10 +05'30'

**Ajit Viswanath**

*Partner*

Membership No. 067114

UDIN: 20067114AAAADS8283

Mumbai

14 October 2020

## Statement of Assets and Liabilities

(Rs. in lacs)

Particulars	As at	
	30-September 2020 (Unaudited)	31 March 2020 (Audited)
<b>ASSETS</b>		
<b>1 Financial Assets</b>		
(a) Cash and cash equivalents	73,333	98,260
(b) Bank Balance other than (a) above	99,358	98,535
(c) Receivables		
(i) Trade Receivables	12,927	16,538
(ii) Other Receivables	-	-
(d) Loans	87,264	22,843
(e) Investments	33,151	2,862
(f) Other Financial Assets	4,942	22,435
	3,10,975	2,61,473
<b>2 Non-Financial Assets</b>		
(a) Current tax assets (Net)	1,622	1,622
(b) Deferred tax Assets (Net)	100	226
(c) Investment Property	1,438	1,452
(d) Property, Plant and Equipment	9,908	8,884
(e) Capital work-in-progress	587	735
(f) Intangible assets under development	591	578
(g) Other Intangible assets	1,635	1,542
(h) Other non-financial assets	524	542
	16,405	15,581
<b>TOTAL ASSETS</b>	<b>3,27,379</b>	<b>2,77,054</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>1 Financial Liabilities</b>		
(a) Payables		
(I) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	9	13
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	67,729	65,225
(II) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(b) Borrowings	94,286	69,091
(c) Lease Liabilities	5,683	6,021
(d) Other financial liabilities	764	680
	1,68,471	1,41,030
<b>2 Non-Financial Liabilities</b>		
(a) Current tax liabilities	1,518	179
(b) Provisions	8,171	7,132
(c) Deferred tax liabilities (Net)	-	-
(d) Other non-financial liabilities	2,616	3,953
	12,305	11,264
<b>3 Equity</b>		
(a) Equity Share capital	1,574	1,573
(b) Other Equity	1,45,029	1,23,187
	1,46,603	1,24,760
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>3,27,379</b>	<b>2,77,054</b>

R

Particulars	Quarter ended	Quarter ended	Quarter ended	Year to date	Year to date	Year Ended 31
	30 September 2020	30 June 2020	30 September 2019	30 September 2020	30 September 2019	March 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Revenue from operations</b>						
(i) Brokerage and Fee Income	29,120	23,722	14,887	52,842	29,624	68,779
(ii) Interest Income	4,643	3,248	3,103	7,891	5,748	14,643
(iii) Sale of Services	102	22	97	124	217	307
(iv) Net gain on fair value changes	256	237	611	493	1,312	1,736
(v) Rental Income	52	51	58	103	103	207
(vi) Dividend Income	6	1	33	7	49	75
(I) Total Revenue from operations	34,179	27,281	18,789	61,460	37,053	85,747
(II) Other Income	254	250	-	504	-	479
(III) Total Income (I+II)	34,433	27,531	18,789	61,964	37,053	86,226
<b>Expenses</b>						
(i) Finance Costs	1,177	1,025	490	2,202	746	2,878
(ii) Net loss on fair value changes	-	-	-	-	-	-
(iii) Impairment on financial instruments	(24)	177	24	153	37	132
(iv) Employee Benefits Expenses	6,371	5,390	4,938	11,761	9,434	19,688
(v) Depreciation, amortization and impairment	906	874	714	1,779	1,487	3,036
(vi) Other expenses	3,645	2,558	2,203	6,203	4,970	9,591
(IV) Total Expenses	12,075	10,024	8,369	22,099	16,674	35,325
(V) Profit before tax (III - IV)	22,358	17,507	10,420	39,865	20,379	50,901
<b>Tax expense</b>						
Current Tax	5,652	4,532	1,744	10,184	5,353	13,645
Deferred Tax	123	3	(237)	126	(538)	(1,159)
(VI) Total tax expense	5,775	4,535	1,507	10,310	4,815	12,486
(VII) Profit for the period/year (V-VI)	16,582	12,972	8,913	29,555	15,564	38,415
<b>Other comprehensive income :</b>						
<b>Items that will not be reclassified to profit or loss:</b>						
(i) Re-measurement gains on defined benefit plans	-	1	29	1	57	3
(ii) Income tax effect	-	-	(4)	-	(14)	(1)
Other comprehensive income for the period/year (I-II)	-	1	25	1	43	2
(IX) Total comprehensive income for the period/year (VII + VIII)	16,582	12,973	8,938	29,556	15,607	38,417
<b>Earnings per equity share - [Face value Rs 10 per share]*</b>						
Basic (in Rs)	105.34	82.47	57.07	187.81	99.67	245.86
Diluted (in Rs)	105.34	82.47	57.00	187.81	99.33	245.86

\* EPS is not annualised for interim period

## Cash Flow Statement for the six months ended 30 September 2020

(Rs. in lacs)

Particulars	Six months ended	Six months ended	Year Ended
	30 September 2020	30 September 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Audited)
<b>Cash Flow from operating activities</b>			
Profit before tax	39,865	20,379	50,901
<b>Adjustments</b>			
Depreciation & Amortization	1,779	1,487	3,036
Employee stock option compensation cost	666	625	1,535
Impairment loss on financial assets	153	37	132
Loss on sale / w/off of Property, Plant & Equipment	(4)	9	6
Rental income from investment property	(103)	(103)	(207)
Gain on sale of investment	(493)	(2,047)	(1,736)
Finance Costs	2,202	746	2,878
Interest income	(4)	(4)	(8)
Dividend Income	(7)	(49)	(75)
	44,055	21,816	56,462
<b>Working capital adjustments:</b>			
Decrease/ (Increase) in Bank Balance	(823)	(9,166)	(59,854)
Decrease / (Increase) in trade receivables	3,458	49,357	49,241
Decrease / (Increase) in loans	(64,420)	(21,996)	(211)
Decrease / (Increase) in Other financial assets	17,493	2,211	(17,617)
Decrease / (Increase) in Other non-financial assets	18	139	362
Increase/ (Decrease) in trade and other payables	2,500	(38,046)	(9,129)
Increase/ (Decrease) in Borrowings	-	35,262	-
Increase/ (Decrease) in lease liability	(338)	-	6,021
Increase/ (Decrease) in other financial liabilities	84	(10)	289
Increase/ (Decrease) in Provisions	1,040	310	602
Increase/ (Decrease) in Other non-financial liabilities	(1,337)	(305)	2,185
	1,730	39,572	28,351
Income tax paid	(8,845)	(7,435)	(14,030)
<b>Net Cash Flow from operating activities (A)</b>	<b>(7,115)</b>	<b>32,137</b>	<b>14,321</b>
<b>Investing activities</b>			
Purchase of property, plant and equipment	(2,736)	(6,425)	(8,482)
Purchase of Investment Property	(7)	(14)	7
Rental income received	103	103	207
Purchase of investments	(30,450)	(20,141)	(328)
Proceeds from sale of current investments	655	14,409	41,269
Dividend received	7	49	75
Interest received	4	4	8
<b>Net cash flows from investing activities (B)</b>	<b>(32,424)</b>	<b>(12,014)</b>	<b>32,755</b>

## Cash Flow Statement for the half year ended 30 September 2020

(Rs. in lacs)

Particulars	Six months ended	Six months ended	Year Ended
	30 September 2020	30 September 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Audited)
<b>Financing activities:</b>			
Proceeds from Issuance of equity share capital	429	44	1,320
Proceeds from Issuance of Commercial Papers**	1,24,378	-	1,68,091
Redemption of Commercial Papers**	(1,00,000)	-	(99,000)
Finance Costs	(1,385)	(746)	(2,878)
Dividend paid, including dividend tax	(8,809)	(10,356)	(35,888)
<b>Net cash (used in) financing activities (C)</b>	<b>14,613</b>	<b>(11,058)</b>	<b>31,645</b>
Net Increase / (Decrease) in cash and cash equivalents (A+B+C)	(24,927)	9,065	78,722
Cash and Cash equivalents at the beginning of the year	98,260	19,538	19,538
<b>Cash and Cash equivalents at the end of the year</b>	<b>73,333</b>	<b>28,603</b>	<b>98,260</b>
<b>Components of cash and cash equivalents</b>			
Imprest Cash*	-	8	-
Balances with Banks - In current accounts	73,333	28,595	98,260
<b>Cash and Cash equivalents at the end of the year</b>	<b>73,333</b>	<b>28,603</b>	<b>98,260</b>

\* Amount less than Rs 50,000

\*\*No significant non cash movement in borrowings

**HDFC Securities Limited**

**Notes to financial results**

*for the half year from 1 April 2020 to 30 September 2020*

- 1 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its Meeting held on October 14, 2020.
  
- 2 During the period, the Company had declared and paid interim dividend of Rs 56 per share amounting to Rs 8,809 lacs including tax deduction at source.
  
- 3 During the period, the company had issued commercial papers of Rs 1,25,000 lacs and redeemed commercial papers of Rs 100,000 lacs
  
- 4 The previous quarter/ half year / year ended figures have been regrouped/rearranged wherever necessary to confirm to the current quarter/year presentation.
  
- 5 During the year ended 31 March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. On March 24, 2020, the Indian government announced a series of lockdown across the country to contain the spread of the virus which further continued till the period ended 30 September 2020.

Stock broking and depository services have been declared as essential services and accordingly, the Company has faced no business stoppage/interruption on account of the lockdown.

As of 30 September 2020, based on facts and circumstances existing as of that date, the Company does not anticipate any material uncertainties which affects its liquidity position and also ability to continue as a going concern.

Place : Mumbai  
Date: 14 October 2020

For and on behalf of the Board of Directors  
HDFC Securities Limited  
CIN Number: U67120MH2000PLC152193



**DHIRAJ RELLI**  
Managing Director  
DIN: 07151265



Details of Commercial Papers matured during the period ended 30 September 2020

(Rs in lacs)

Name	ISIN	Issue Date	Maturity Date	Amount	Rate p.a.	Days	Repayment date
Mirae Asset Mutual Fund -CP-HSL\CP\19-20\013	INE700G14124	28-Jan-20	15-Jul-20	10,000	6.75%	169	15-Jul-20
SBI MF-SBI LIQUID FUND -CP-HSL \ CP \ 19-20 \ 014	INE700G14116	29-Jan-20	28-Jul-20	10,000	6.96%	181	28-Jul-20
SBI MF-SBI LIQUID FUND -CP-HSL \ CP \ 19-20 \ 015	INE700G14116	30-Jan-20	28-Jul-20	10,000	6.96%	180	28-Jul-20
Tata MF \ HSL\CP\19-20\016	INE700G14140	12-Feb-20	12-May-20	10,000	6.08%	90	12-May-20
UTI MF \ HSL\CP\19-20\017	INE700G14132	11-Feb-20	05-May-20	20,000	6.08%	84	05-May-20
UTI MF \ HSL\CP\19-20\018	INE700G14157	13-Mar-20	11-Jun-20	10,000	5.65%	90	11-Jun-20
DSP Mutual Fund -CP-HSL\CP\20-21\001	INE700G14165	18-Jun-20	16-Sep-20	5,000	4.65%	90	16-Sep-20
UTI Mutual Fund -CP-HSL\CP\20-21\002	INE700G14165	18-Jun-20	16-Sep-20	5,000	4.65%	90	16-Sep-20
UTI Mutual Fund -CP-HSL\CP\20-21\003	INE700G14173	23-Jun-20	21-Sep-20	10,000	4.00%	90	21-Sep-20
DSP Mutual Fund -CP-HSL\CP\20-21\004	INE700G14173	23-Jun-20	21-Sep-20	10,000	4.00%	90	21-Sep-20

Details of Commercial Papers as at 30 September 2020

(Rs in lacs)

Name	ISIN	Issue Date	Maturity Date	Amount	Rate p.a.	Days
Aditya Birla MF-CP-HSL\CP\20-21\005	INE700G14181	14-Jul-20	09-Oct-20	10,000	3.88%	87
ICICI Prudential -CP-HSL\CP\20-21\006	INE700G14199	21-Jul-20	20-Oct-20	10,000	3.84%	91
DSP MF CP-HSL\CP\20-21\007	INE700G14207	23-Jul-20	19-Jan-21	10,000	4.29%	180
Aditya Birla MF CP-HSL\CP\20-21\008	INE700G14207	23-Jul-20	19-Jan-21	5,000	4.29%	180
TATA SHORT TERM BOND FUND-HSL\CP\20-21\009	INE700G14207	23-Jul-20	19-Jan-21	5,000	4.29%	180
TATA MONEY MARKET FUND-HSL\CP\20-21\010	INE700G14207	23-Jul-20	19-Jan-21	2,500	4.29%	180
TATA BAF MF CP-HSL\CP\20-21\011	INE700G14207	23-Jul-20	19-Jan-21	2,500	4.29%	180
UTI MF CP-HSL\CP\20-21\012	INE700G14215	27-Jul-20	24-Dec-20	20,000	4.00%	150
UTI MF \ HSL\CP\20-21\013	INE700G14223	15-Sep-20	15-Dec-20	10,000	3.65%	91
HSBC MF \ HSL\CP\20-21\014	INE700G14231	21-Sep-20	27-Nov-20	20,000	3.67%	67
<b>Total</b>				<b>95,000</b>		