

Directors' Report for The Financial Year 2023-24

To the Members,

The Directors are pleased to present the 19th Annual Report of the Company together with the Audited Accounts for the Financial Year (FY) ended 31st March, 2024.

1) Financial Performance Highlights

	<i>(Rs. in crores)</i>	
Financial Year ended 31 st March	2023	2024
Operating Results		
Gross Income	1203.20	1805.87
Profit before provisions, Depreciation, Interest and Tax	486.86	791.04
Provisions	7.97	17.53
Depreciation	27.30	27.52
Finance Cost	39.97	131.56
Profit before tax	411.62	614.43
Less: Tax Expense	103.58	162.35
Profit for the year (A)	308.04	452.08
Other Comprehensive Income (B)	- 0.03	1.08
Total Comprehensive Income for the period (A+B)	308.01	453.16
Financial Position		
Equity Share Capital	96.88	96.88
Reserves	986.84	1415.79
Debt Funds	-	2645.86
Other Selected Data		
Earnings per share (Rs.)	31.80	46.67
Return on Equity (%)	28.42	29.96
Dividend per share (Rs.)	2.50	2.50
Book Value per share (Rs.)	111.87	156.15

Total income during the year stood at Rs. 1805.87 Crs., i.e., 50.09% higher than the previous year. The PBT for the FY 2023-24 is at Rs. 614.43 Crs. as against PBT of previous FY 2022-23 at Rs. 411.62 Crs.

FY 2023-24 has been a very fruitful year for the Company both in terms of Total Income as well as PAT. Total income during the year was up by 50.09% and PAT was up by 46.76%, as compared to previous year.

2) Market Environment:

Global equity market started FY24 on an optimistic note with hopes of interest rate reversal in the US economy. Key benchmark interest rate in the US climbed to a 22 year high (@ 5.0% to 5.25%) as US FED raised interest rates by 11 times from Mar'22 to Jul'23. The 1-year period of FY24 was divided into two phases – (A) pause and (B) rate cut hopes. While the key benchmark interest rates had been unchanged since Jul'2023, the market was optimistic about rate cuts from Dec'2023 onwards; but fresh geopolitical tension in Middle-East and upbeat US macro data deferred the prospects. CY24 begun with hopes of 6 rate cuts and 1.5% reduction in the interest rate. However, in the month of May'24, street is expecting 2 rate cuts of 25 bps each during CY24. Despite of the “Higher for Longer” interest regime, global equity markets have registered phenomenal returns during FY24. Except China's Shanghai (-7.1%) and Hang Seng (-18.1%), all the other major indices (Dow +21.5%, S&P 500 +30.3%, Nasdaq +37.5%, Nikkei +44.1%, Bovespa (Brazil) +25.4%, Dax +20.5%, CAC +14.2%) clocked healthy gains.

Indian equity market was one of the best performing markets in FY24 amongst emerging and developed peers. Nifty 50 registered YoY gain of 28.3%, only behind Nikkei, Nasdaq and S&P 500. Nifty 50 crossed the psychological mark of 22,000 for the first time ever in FY24. The broader markets on the other hand have outperformed with massive gains in PSU companies (including banks), Defence stocks, Railways, Auto, Energy etc. Nifty Midcap 100/SmallCap 100 indices clocked gains of 59.4%/68.5% respectively, to reach new heights. Banking, FMCG and IT were laggards but managed to end the year with a positive return of 21.9%/18.0%/15.5%, respectively.

Indian equity market, despite geopolitical headwinds (Iran-Israel, Israel-Palestine, Russia-Ukraine), reached new heights as the economy remained supportive not only for secondary markets but also for primary markets, as enormous action was seen in the latter. India remains unanimously the fastest-growing large economy with 6% plus growth. The high-frequency indicators like upbeat GST collection, Railway traffic, Air Passenger traffic, Toll collection data, Auto sales numbers, Freight data, Service & Manufacturing PMIs indicates robustness of Indian economy.

The government policies have been very supportive as interim budget 2024 remained focused on capex-led growth model (Rs. 11 trillion – highest ever), with focus on key areas like Infra, Housing, Railways, Defence, Logistics, Airports etc. The PLI scheme to support India's manufacturing is helping in revival of private sector capex. The government allocated ~Rs. 2 lakh cr towards PLI, covering 14 sectors. Going ahead, manufacturing-led growth would be the key theme in medium to long term. The final budget is likely to be delivered by the new government in the month of July 2024.

In FY24, IPO market witnessed strong traction as 75 companies garnered more than Rs. 61,000 cr, with some of the notable companies like Tata Technologies, JSW Infra, IREDA, Cello World, Cyient DLM, Azad Engineering, Senco Gold delivering phenomenal returns for the shareholders.

The benchmark indices scaled fresh record highs during the year (Nifty 50 gained 28.3% in FY24), supported by strong domestic institutional inflows and rising retail participation. During FY24, both FIIs and DIIs were net buyers in the cash market with figures of Rs. 2.08 trillion and Rs. 2.09 trillion respectively. The retail participation through mutual funds is at historical highs. The mutual fund net AUM registered 35.4% YoY growth during FY24 (highest since 2016-17) at Rs. 53.4 trillion as of Mar'24. Monthly SIP inflows are now approaching Rs. 20,000 cr (Rs. 19,271 cr as of Mar'24)

implying likely annual investment of Rs. 2.4 trillion from MF SIP route alone. Additionally, nearly 37 million new Demat accounts were opened in FY24, which is the highest ever in any financial year, translating into an average of 30 lakh new accounts per month with total Demat accounts crossing 150 million mark as of Mar'24.

Equity market sentiments continue to remain buoyant despite multiple headwinds viz. stretched valuation, elevated level of interest rates, geo-political tensions and global inflationary environment. Further, exit of promoters/strategic investors through block and bulk deals was well absorbed by the markets.

Outlook

While the geopolitical tension continues to affect global supply-chain, stable crude oil prices are a relief for an oil-importing nation like India. The inflation, both on the international and domestic front, is now showing signs of cooling, and hence, we believe the interest rate cycle has now peaked. Going ahead, given a normal monsoon forecast, we expect inflation to further cool-off, this will help drive rural demand. The Auto, FMCG, Banks, Agro-chemicals could be the key beneficiaries of normal monsoon. General election outcome and ensuing final Union Budget for FY25 will also have a bearing on the sentiments in the equity market. On the global front, revival in Chinese economy and policies by the central banks will be the key additional monitorable. Indian economy is likely to touch \$7 trillion by 2030, and hence, domestic capital market has all the enablers to clock healthy growth in the medium to long term.

o Business Vertical:

i) Retail Broking:

During the FY 2023-24, Retail Brokerage income (including interest income and commissions) went up to Rs. 747.43 crores against previous year's income of Rs. 427.22 crores, thereby recording a healthy growth of 74.95% on YoY basis.

Overall Retail Broking business (including Demat and acquisition fee income) achieved gross earnings of Rs. 857.34 crores during the FY 2023-24 against total income of Rs. 506.29 crores in FY 2022-23, registering a sharp growth of 69.34%.

Net earnings from operations before Depreciation, Amortization and Deferred Taxes on income (EBDT) of Retail Broking business saw a growth of 71%, with income rising to Rs. 315.25 cr in the period Apr'23-Mar'24 as compared to Rs. 184.86 cr in Apr'22-Mar'23. EBDT Margins for broking business is 36.77% in Apr'23-Mar'24.

New Business Initiatives -

In order to drive business digitally, we integrated state-of-the-art customer engagement tools which helped us understand user behaviour on our app, automate communications, and gather feedback on a large scale. This significantly enhanced our ability to make data-oriented decisions. Based on the feedback received from users, we made changes in our app and

implemented targeted journeys for onboarding, cross-sell, up-sell, engagement, retention & reactivation, driving business growth.

To further strengthen our Retail broking business and increase our revenue in broking business, we focused on clients transacting in Margin Funding in FY23-24. The number of unique clients using Margin Funding increased from 73,653 in FY23 to 189,174 in FY24, marking a remarkable 157% year-on-year growth. The total Margin Funding revenue also surged to Rs. 270.24 cr in FY24 from Rs. 116.4 cr in FY23, reflecting a notable 132% year-on-year growth. Our Year-End Margin Funding debit book increased by 312% from 667 crores (March End FY23) to 2,753 crores (March End FY24). Additionally, our Margin Funding market share improved from 3.11% to 4.83% during the year.

ii) Retail Asset:

The Home Loan industry experienced steady growth in 2023-24, fueled by various factors such as government incentives, low interest rates and increasing demand for housing. Financial institutions continued to offer competitive loan products, and digitalization further streamlined the application and approval process. Additionally, initiatives like affordable housing schemes contributed to making homeownership more accessible to a broader segment of the population.

The Auto loan industry likely continued its growth trajectory, driven by increasing demand for vehicles and favourable financing options. Factors such as low interest rates, easier loan approval processes, and rising disposable incomes may have contributed to this growth. Additionally, advancements in digital technology have streamlined the loan application and approval process, making it more accessible to a wider range of consumers.

SSL Retail Asset (Home Loan & Auto Loan) has reached an impressive milestone by disbursing **1 Trillion** in the Financial Year 2023-24. This indicates SSL's significant presence and influence in the market. The major milestone and the consistent year-on-year growth suggests that SSL has effectively catered to the financing needs of a large number of customers, significantly contributing to the SBI Loan book.

SSL has garnered Home and Auto loan business of Rs. 1,06,273 cr during FY 2023-24 as compared to Rs. 81,691 cr during FY 2022-23, showing substantial year-on-year growth of Rs. 24,582 cr with growth of 30%.

SSL share in SBI business has grown from 24.91% in FY 22-23 to 29.98% in FY 23-24 in Home Loan and from 86.86% in FY 22-23 to 93.48% in FY 23-24 in Auto Loan.

Home Loan Business highlights:

- An all-time high Home Loan business of Rs. 59,862 crore during 2023-24 compared to Rs. 43,515 crore in 2022-23, showing a remarkable growth of 37.57%.
- HLSE productivity increased to Rs. 1.34 crore per month during the financial year 2023-24 as compared to Rs. 1.21 crore per month in FY 2022-23.

- The average ticket size of Home Loan has significantly improved and stands at Rs. 42.15 lacs during 2023-24 as compared to Rs. 37 lacs in FY 2022-23.
- SSL's presence continues to expand, reaching 366 centers and catering to almost all major cities pan-India.
- Premium ticket size business (loan value above Rs. 1 crore) has grown to 21% during 2023-24 from 15% the previous financial year, indicating an important shift and substantial growth.

Auto Loan Business highlights:

- In Auto Loan also, SSL procured an all-time high business of Rs. 46,411 crore during 2023-24 as against Rs. 38,176 crore in 2022-23, showing a decent growth of 21.57%.
- ASE productivity was at Rs. 1.66 crores per month in FY 2023-24.
- The average ticket size of Auto Loans has increased to Rs. 8.6 lacs in FY23-24 from Rs. 8.2 lacs in FY22-23.
- Major shift is also seen in premium business (loan value above Rs. 20 lacs) share, which has increased to 8.42 % during 2023-24 from 7.37% in the previous financial year.
- SSL's presence continues to expand, reaching 571 cities, covering not only major but almost all potential centers.

iii) Retail Sales

The financial year 2023-2024 has proven to be exceptionally prolific for our company, as we have surpassed previous records and set new benchmarks across multiple parameters.

• **Key Achievements**

- We achieved an all-time high numbers in new client acquisition by adding 14,15,278 in FY24.
- Recorded an all-time high income of Rs. 109.91 cr for FY24, witnessing an impressive YoY growth of 39%, compared to Rs. 79.07 cr from PFY.
- Our YTD business contributions in third-party product (cross-sell): General Insurance (Net Premium) - 36.49 cr (38% Growth YOY), 54 EC Bonds - 522 cr (255% Growth YOY), Sovereign Gold Bonds - 145.57 cr and Mutual Funds - 54.82 cr.

• **Acquisition**

The most exciting thing for us was to add 14.15 lakh new customers to SSL family with 27% YOY Growth. Our focus for the new FY will be acquiring value accounts for better revenue contribution. SSL has set a new benchmark by being No. 1 bank-based broker in new client acquisition.

• **Launch of new plan:**

We have launched new plans with aggressive pricing for onboarding banca channel, as well as open market sourcing, wherein the focus will be on takeover plans.



iv) Retail Distribution

The retail distribution vertical offers a variety of investment opportunities beyond our primary broking services. The strategic launch of the Third Party Products (TPP) business in FY 2020-21 was driven by the aim to cater comprehensively to customers' diverse financial needs, covering everything from wealth generation to safeguarding, all within a single, convenient platform.

This transition has empowered SSL to secure a greater share of customers' wallets, resulting in increased annuity and recurring income. By offering a broader range of products per customer, SSL has fortified customer loyalty and enhanced the attractiveness of its overall product offering. This shift signifies a gradual evolution from a transactional to a relationship-centric approach, prioritising enduring connections over isolated transactions.

Achieving an overall revenue of Rs. 59 crore in FY24, up from Rs. 53 crore, reflects 11% growth over the previous fiscal year. We have significantly expanded our presence in areas such as insurance, IPOs, and fixed income, thereby facilitating customers' investments in products crucial to their financial strategies.

Through our mobile app advancements focusing on Third Party Products (TPP), we've been advocating the philosophy of Do-It-Yourself (DIY), empowering our customers to make informed decisions independently. Presently, we uniquely benefit from both our on-ground sales team and digital platforms, ensuring optimized customer reach and assistance. This fusion of DIY capabilities and personalised support provides us with a competitive advantage.

In FY24, significant milestones were achieved, notably the integration of mutual funds and various fixed-income products into our mobile app. Additionally, we expanded our product offerings across specific sections, enriching the diversity of options available to our customers.

These endeavours are geared towards ensuring our customers enjoy a smooth and knowledgeable transactional journey.

v) Digital Initiatives:

- E-margin - Positions taken by clients in E-Margin, the product through which we offer Margin Trade Funding, had a maximum holding period of only 30 days. During FY 2023-24, we increased this to 365 days with interest-free period of 23 trading days.
- Client profile view and update - Profile modification module was launched to provide ease of online modification of profile details like email, mobile number, correspondence address, occupation, income range, marital status, DDPI (Demat Debit and Pledge Instruction), linked Bank accounts and validate the changes using E-sign as per the regulation. It also provided the feature of tracking the status of the raised requests.
- Separate E-margin Ledger- Filtered view of the Financial Ledger to view only E-margin related ledger entries like margin pay-in, margin reversal and delayed payment charges.
- NPS (National Pension System) - Another prominent offering was added to the product bouquet to help our customers with an option, in their wealth creation journey.

- UPI on Web - Addition of UPI mode in the fund transfer journey on our web trading platform for convenient fund transfers.
- Delayed payment charges report - A dedicated report giving details of delayed payment charges, along with bifurcation into E-margin and non-E-margin.
- Derivatives Risk disclosure - A regulatory provision made to keep users aware about the risks of trading in derivatives (informative pop-up on every login to derivatives traders, making them accept risks associated with trading in derivatives as mandated by regulators).
- Derivatives in Midcap Nifty index - Addition of derivative contracts in Midcap Nifty index for Derivative traders.
- Aadhar-PAN seeding on order placement- A regulatory change made to restrict users from transacting without Aadhar-PAN linking.
- Cautionary message for Companies under surveillance - Displaying mandatory cautionary message regarding the surveillance measure, under which the Company is categorised, before doing any transaction in the shares of the Company to ensure safer investment decisions.

vi) Information Technology:

Feature enhancements & improvements for business & regulatory compliance:

- Lead management for Demat Account acquisition was rolled out across the SBI Bank branches through the YONO branch portal.
- Enable customers to place orders during the AMO from 5:30 pm till the next morning before the start of trading hours
- Enable customers to place orders by marking the lien against the MOD account balance in the bank along with the balance in the savings bank account
- Increased efficiency & improved the lien marking failure by integrating the 2in1 bank API.
- Reduction in pay-in failures by integration of the Bank account status API.
- There were various regulatory requirement that were required to be implemented.

Below are a few of the examples which were implemented.

- ASM (Additional Surveillance Measure)/GSM (Graded Surveillance Measure) scripts to be notified to the customers while placing the orders
- Early pay-in wherein 80% of the limit of the sell transaction is given to the client on the basis of confirmation from the exchange.
- Co-lateral segregation reporting
- LAMA (Logging and Monitoring Mechanism) Integration.

Tech implementation, which included stability, performance & process improvement:

- The Depository system, DPSecure, was upgraded to the latest version known as "DPSecure Plus"
- The Backoffice database was upgraded to the latest version thereby improving performance.
- 48 manual processes across IT/ Backoffice/RMS & customer were re-engineered & automated using the RPA (Robotic Process Automation) to avoid any manual error & improve the operation efficacy.



- To ensure the systems are available in the event of a disaster or major outage, a successful integrated live trading DR was conducted, which included the mobile app, web trading platform, Core trading System, Dealer Terminal, RMS operations.
- All the broking branches were migrated to SDWAN (Software Defined Wide Area Network) Solution to ensure better uptime, performance & security, along with cost optimization.
- To collaborate in an effective & unified way, all the employees were migrated to Microsoft O365, that includes MS Teams and other productive tools.
- To ensure that the additional business volumes are supported, timely upgrades of the infrastructure like computer, RAM & storage were done as a part of capacity management. To strengthen the tech security posture of the organization, tools like HSM (Host Security Module), DLP (Data Leak Protection) were upgraded and implemented along with periodic monitoring and scanning of applications that are exposed over the internet along with internal application.

vii) Institutional Broking

Revenue from Institutional Equities business stood at Rs. 5.69 cr in FY 23-24 as against Rs. 4.49 cr in FY 22-23.

3) Subsidiaries, Joint ventures or Associate companies:

The Company does not have any Subsidiary, Joint venture or Associate Company.

4) Industry Awards & Recognition:

We earned the following awards during the year:

- Awarded as 'Great Place to Work' by GPTW India
- BFSI Best Brands Award by ET Edge Awards
- Awarded for Best use of Social Analytics in Financial Services category by We-Connect
- Awarded for The Best Talent Management Strategy and Best Benefits - Wellness and Wellbeing by India Business Council's THRIVE 2023
- Awarded for Best Learning Culture by Economic Times Future Skills Award
- Best Mobile App Initiative - Stock Broking Company - NBFC and FinTech Excellence Awards

5) Credit Rating:

The Annual Credit Rating of the Company is AAA/Stable.

the Company continues to manage its treasury operations efficiently and has been able to borrow funds for its operations at competitive rates.

During the Financial Year 2023-24, the Company had dual rating for its Commercial Paper of Rs. 3,000 crore (Rupees Three Thousand Crore Only) as follows:

1. Credit Rating by ICRA Limited: "ICRA A1+" (pronounced as 'ICRA A one plus' rating); and
2. Credit Rating by CRISIL: "CRISIL A1+" (pronounced as 'CRISIL A one plus' rating).

In accordance with the Credit Rating assigned to the Commercial Paper Programme of the Company as above, the Board of Directors has granted its approval for borrowing by way of issuance of Commercial Papers up to an aggregate limit of Rs. 3,000 crore (Rupees Three Thousand Crore Only as on 31st March, 2024).

Subsequently, the Company had increased its overall CP limit up to Rs. 3,500 crores on 15th April, 2024.

6) Compliance with Secretarial Standards and Companies Act, 2013:

During the year under review, the Company has complied with the applicable Secretarial Standards issued by Institute of Companies Secretaries of India and provisions of the Companies Act, 2013.

7) Share Capital:

The present Authorized Share capital of the Company is Rs. 250,00,00,000 divided into 25,00,00,000 Equity Shares of Rs. 10 each. The present issued, subscribed and paid-up equity share capital of the Company is Rs. 96,87,50,000 divided into 9,68,75,000 equity shares having face value of Rs.10/- each. The Company has not issued any further shares or convertible securities during the FY 2023-24.

8) Dividend:

During the year under review, the Board of Directors declared an interim dividend of Rs. 2.50/- per equity share on the issued and paid-up equity share capital of the Company (9,68,75,000 equity shares of Rs. 10/- each) aggregating to Rs. 21,79,68,750/- (net of TDS Rs. -2,42,18,750/-).

9) Transfer to Reserves:

During the FY 2023-24 the Company has not transferred any amount to the reserves and the entire amount of profits is retained in the profit and loss account.

10) Human Resources:

The company continues to emphasize on human capital as the most valuable asset. Accordingly, we are building people-related processes and policies to attract and retain the best talent in the industry. As on 31st March 2024, the strength of SSL's workforce was 10,224 as compared to 7,869 at the close of the previous year. Performance evaluation, productivity of each individual, and emphasis on continuous learning and development are the key ingredients upon which we are building the human capital, for today and for years to come.

	Mar-23	Mar-24
Onroll	7,869	10,224
Offroll	3,523	3,437
Contractual	23	29
	11415	13690



11) Policy on Sexual Harassment of Women at Workplace:

Your Company has put in place a policy for prevention of sexual harassment as per Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has constituted Internal Complaints Committee (ICC) to redress complaints received regarding sexual harassment as required under the said Act.

The details of complaints on sexual harassment under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 are mentioned below:

- a. Number of complaints filed during the financial year – 2
- b. Number of complaints disposed off during the financial year - 1
- c. Number of complaints pending as on the end of the financial year – 1

The above cases were investigated by ICC (Internal Complaints Committee) members and were closed within the prescribed timelines.

12) Public Deposits:

The Company has not accepted any deposits from the public falling under the ambit of Section 73 of the Act and the Rules framed thereunder during the year under review. The provisions of clause 3(v) of the Companies (Auditor's Report) Order 2018 are not applicable to the Company.

13) Disclosure regarding Conservation of Energy and Technology Absorption, Foreign Exchange Earnings and Outgo and Particulars of Loans Guarantees or Investments under section 186:

In terms of Section 134(3)(m) read with Rule 8(3) of the Companies (Accounts) Rule 2014, the following information is furnished:

Conservation of Energy and Technology Absorption:

The business activities of the Company do not result in any material consumption of energy. However, the Company is committed to continuing its efforts towards conservation of energy and technology absorption.

Foreign Exchange Earnings and Outgo:

The Company has not earned foreign exchange in FY 2023-24 as compared to Rs. 0.07 lakhs in FY 2022-23 on research income, and expended Rs. 19.21 lakhs in FY 2023-24 as compared to Rs. 27.61 lakhs in FY 2022-23 on other operating expenses.

Particulars of Loans, Guarantees or Investments under Section 186:

The Company has not given loans or guarantees under Section 186 of the Companies Act 2013 other than Margin Funding to its own customers for capital market purchases in the ordinary course of business (Refer Note no. 15 a). The details of Investment under Section 186 of the Companies Act,

2013 have been disclosed in note 7 of the Notes to Accounts annexed to the Financial Statements for the year ended 31st March, 2024.

14) Particulars of Employees:

The statement containing particulars of employees as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this report and is annexed herewith as "**Annexure A**".

15) Extract of Annual Return:

Pursuant to Section 134 (3)(a) and Section 92(3) of the Companies Act, 2013, read with Rule 12 of the Companies (Management and Administration) Rules, 2014 the extracts of the Annual Return as at 31st March, 2023 forms part of this report and is annexed as "**Annexure B**".

The Extract of Annual Return of the Company can also be accessed on the website of the Company at <https://www.sbisecurities.in>.

16) Directors:

During the year under review, the following changes took place in the Board of Directors of the Company:

➤ Appointment of Directors:

Sr. No.	Name of the Directors	Appointment	Date
1.	Dr. Gitika Kapoor, Additional-Independent Director	Appointment	22 nd May, 2023
2.	Shri Shesh Ram Verma, Nominee Director	Appointment	26 th May, 2023
3.	Shri Rajay Kumar Sinha Chairman & Nominee Director	Appointment	15 th July, 2023
4.	Dr. Gitika Kapoor, Independent Director	Re-designation	19 th July, 2023
5.	Shri Debangshu Munshi Nominee Director	Appointment	8 th August, 2023
6.	Shri Ashwini Kumar Tewari, Nominee Director	Appointment	5 th December, 2023
7.	Shri Virendra Bansal, Chairman & Nominee Director	Appointment	26 th March, 2024



➤ **Cessation of Directors:**

Sr. No.	Name of the Directors	Cessation	Date
1.	Shri Ravi Ranjan, Nominee Director	Cessation	26 th April, 2023
2.	Smt. Bharati Rao, Nominee Director	Cessation	11 th May, 2023
3.	Shri Swaminathan Janakiraman, Nominee Director	Cessation	26 th June, 2023
4.	Shri Amitava Chatterjee, Chairman and Nominee Director	Cessation	14 th July, 2023
5.	Shri Rajay Kumar Sinha Chairman & Nominee Director	Cessation	23 rd January, 2024

The Board welcomes Shri Shesh Ram Verma, Dr. Gitika Kapoor, Shri Rajay Kumar Sinha, Shri Ashwini Kumar Tewari, Shri Virendra Bansal and Shri Debangshu Munshi on the Board of the Company, and places on record its deep appreciation to Shri Rajay Kumar Sinha, Shri Amitava Chatterjee, Shri Ravi Rajan, Smt. Bharti Rao and Shri Swaminathan Janakiraman, Directors of the Company for their valuable contributions during their tenure associated with the Company.

17) Director liable to retire by rotation:

In terms of provision of section 152 of the Companies Act, 2013, Shri Sharad Sharma and Shri Shesh Ram Verma, Non-Executive Directors of the Company, retire by rotation from the said position at the ensuing Annual General Meeting of the Company and are eligible to offer themselves for re-appointment.

18) Key Managerial Personnel:

During the year under review, there were no changes in the Key Managerial Personnel (KMP) of the Company.

19) Number of Meetings of the Board:

The Board meets at regular intervals and the intervening gap between the two meetings during FY 2023-24 was within the period prescribed under the Companies Act, 2013.

6 Board Meetings were arranged during the Financial Year 2023-24 which were held on 18th April 2023, 19th July 2023, 27th September 2023, 18th October 2023, 19th January 2024 and 31st January, 2024.

20) Declaration by Independent Directors:

A statement of declaration in terms of Section 149(6) of the Companies Act 2013 was received from Shri Richard Mendonca and Dr. Gitika Kapoor Independent directors of the company, that they have met the criteria of Independence as provided in section 149(6) and 149(7) of the said Act.

Further, Dr. Gitika Kapoor & Shri Richard Mendonca have also registered themselves with the Independent Director's databank for a period of five years as per the statutory requirement.

21) Policy on Appointment & Remuneration of Directors, KMPs and Senior Management Personnel:

In terms of provisions of Section 178 of the Companies Act, 2013, read with the relevant rules made thereunder, the Nomination and Remuneration Policy of the Company that refers to appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of Directors, and other matters of the Directors, KMPs and Senior Management Personnel is available on our website at <https://www.sbisecurities.in>.

22) Performance Evaluation of the Board and Board Committees:

The evaluation framework as per Section 178(2) of the Companies Act, 2013 and as per Rule 8(4) of the Companies (Accounts) Rules, 2014 was approved by the Nomination and Remuneration Committee of the Board and by the Board of Directors of the Company. The Evaluation involves Board Evaluation, Evaluation of Board Level Committees, Self-Evaluation, Chairman's Evaluation and Evaluation of Independent Directors of the Board. A member of the Board shall not participate in the discussion of his/her evaluation.

23) Particulars of Contracts or Arrangements with Related Parties referred to in Section 188(1):

All contracts and arrangements entered into with related parties during FY 2023-24 are in the ordinary course of business and at arm's length basis. The details required under Section 188 (1) of the Companies Act, 2013 have been disclosed in Note. 38 of the Notes to Accounts annexed to the Financial Statements for the year ended March 31, 2024. Further, detailed transactions with related parties are given in Annexure "C" of this report.

24) Risk Management Policy:

The Board takes responsibility for the overall process of risk management throughout the organization. The Company has adopted a Risk Management Policy duly approved by the Board. Accordingly, it manages the key risks critical to its operations, such as operational risk, concentration risk, compliance risk, reputation risk, strategic risk, credit risk, attrition risk, information technology risk, vendor risk and pandemic risk. Major risks identified are systematically addressed through mitigating actions on a continuing basis. These are also discussed at the Meetings of the Risk Management Committee of the Board at regular intervals.

25) Constitution of the Audit Committee:

The Company has constituted Audit Committee comprising of following members:

Sr. No.	Name of the Members	Designation
1.	Shri Richard Mendonca	Chairman
2.	Smt. Bharati Rao (Cessation w.e.f. 11 th May, 2023)	Member

3.	Shri Sharad Sharma	Member
4.	Shri Amitava Chatterjee (Cessation w.e.f. 14 th July, 2023)	Member
5.	Shri Rajay Kumar Sinha (Cessation w.e.f. 23 rd January, 2024)	Member
6.	Shri Shesh Ram Verma (Appointed w.e.f. 26 th May, 2023)	Member
7.	Shri Virendra Bansal (Appointed w.e.f. 26 th March, 2024)	Member

Accordingly, current composition of the Audit Committee comprises of 4 members including Shri Richard Mendonca (Chairman), Shri Virendra Bansal, Shri Shesh Ram Verma and Shri Sharad Sharma, members of the Committee.

Further, 5 Audit Committee Meetings were held during the Financial Year 2023-24 on 18th April 2023, 19th July 2023, 27th September 2023, 18th October 2023 and 19th January, 2024.

Recommendation of Audit Committee

During the year under review, the various recommendations made by the Audit Committee from time to time were accepted by the Board of Directors.

26) Constitution of the CSR Committee:

The Company has constituted a Corporate Social Responsibility (CSR) Committee of the Board in accordance with Section 135 of the Companies Act, 2013, comprising of the following members:

Sr. No.	Name of the Members	Designation
1.	Shri Richard Mendonca	Chairman & Member
2.	Shri Shesh Ram Verma (Appointed w.e.f. 26 th May, 2023)	Member
3.	Shri Deepak Kumar Lalla	Member
4.	Shri Sushanta Kumar Das	Member
5.	Shri Amitava Chatterjee (Cessation w.e.f. 14 th July, 2023)	Member
6.	Shri Ravi Ranjan (Cessation w.e.f. 26 th April, 2023)	Member
7.	Shri Rajay Kumar Sinha (Cessation w.e.f. 23 rd January, 2024)	Member
8.	Shri Virendra Bansal (Appointed w.e.f. 26 th March, 2024)	Member

Accordingly, current composition of the CSR Committee comprises of 5 members including Shri Richard Mendonca (Chairman), Shri Virendra Bansal, Shri Shesh Ram Verma, Shri Deepak Kumar Lalla and Shri Sushanta Kumar Das as members of the Committee.

Further, 5 CSR Committee Meetings were held during the Financial Year 2023-24 on 17th April 2023, 18th July 2023, 27th September 2023, 17th October 2023 and 18th January, 2024.

27) Corporate Social Responsibility Activities:

In compliance with Section 135 of the Companies Act 2013 read with the Company's (Corporate Social Responsibility Policy) Rules, 2014, the Company has established a Corporate Social Responsibility Committee. Further, statutory disclosures with respect to the CSR Committee and the Annual Report on CSR activities form a part of this Report. The Company, being conscious of its obligation to the society at large, had undertaken a host of CSR activities in the year under review.

The Company has adopted a CSR Policy in compliance with the provisions of the Companies Act, 2013 and the same is displayed on the Company's website and can be accessed through the following link <https://www.sbisecurities.in/downloads>. In terms of CSR amendment Rules, 2021 and section 135 of the Companies Act, 2013, effective from 22nd January, 2021 the prescribed CSR Annual Report is enclosed as 'Annexure D', forming part of this report.

28) Vigil Mechanism / Whistle Blower Policy:

The Company has adopted a Code of Conduct for all its employees and directors that incorporates the highest degree of transparency, integrity, accountability and corporate social responsibility.

Any actual or potential violation of the code is a matter of serious concern for the Company. The Company has a Vigil Mechanism/Whistle Blower Policy to deal with instances of fraud and mismanagement, if any, for the directors and employees to report genuine concerns. It also provides for direct access to the Chairman of the Audit Committee and adequate safeguards against victimization of persons who use such mechanisms.

Employees of the Company are encouraged to use the guidance provided in the Policy to report all allegations of suspected improper activities. The Vigil Mechanism/Whistle Blower Policy has been posted on the Company's website.

29) Comments of the Comptroller & Auditor General of India:

Comptroller & Auditor General of India has submitted their report under section 143 of the Companies Act, 2013 on the Financial Accounts of the Company for the year ended 31st March, 2024. The CAG has conducted supplementary audit of the financial statements and has inter-alia advised as follows:

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of SBICAP Securities Limited for the year ended 31st March 2024 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

"On the basis of my Supplementary Audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors report under section 143 (6)(b) of the Act."

30) Statutory Auditors:

M/s. GMJ & Co., Chartered Accountants, were appointed as the Statutory Auditors of the Company for the financial year 2023-24 by the Comptroller & Auditor General of India (CAG), under the provisions of Section 139(5) of the Companies Act, 2013.

The Statutory Auditors of the Company for the Financial Year 2024-25 would be appointed as and when directed/informed to the Company by the C&AG, pursuant to Section 139 and other applicable provisions of the Companies Act, 2013.

31) Secretarial Audit Report:

The Board of Directors of the Company had appointed M/s. D.A.Kamat & Co, Practising Company Secretaries, to conduct the Secretarial Audit for the FY 2024-24 and their Report on Company's Secretarial Audit is appended as per provision of section 204 of the Companies Act, 2013 which forms part of this Report as **Annexure "E"**.

32) Comments on Auditors Report & Secretarial Audit Report:

- (i) There are no qualifications, reservations or adverse remarks made by M/s. GMJ & Co., Chartered Accountants being Statutory Auditors of the Company; and
- (ii) there are no qualifications, reservations or adverse remarks made by M/s. D.A. Kamat & Co, Practising Company Secretaries, Secretarial Auditors of the Company except as stated below:

During the period under review, on account of technical glitches reported during the FY 2023-24, the Company was imposed monetary penalty by BSE and restricted to onboard new clients in Derivative segment for the period 04.02.2024 to 19.02.2024.

33) Details of significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and the Company's operations in future:

There are no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and the Company's operations in future.

34) Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year.

During the year under review, there is no proceeding pending under the Insolvency and Bankruptcy Code, 2016.

35) Details of difference between amount of the Valuation done at the time of one-time settlement and the Valuation done while taking loan from banks or financial institutions along with the reasons thereof

During the year under review, there was no instance of one-time settlement with any Bank or Financial Institution.

36) Compliance with SEBI 's Prohibition of Insider Trading Regulations:

With a view to prevent insider trading, the Code of Conduct – Dealings in securities by the Company and its employees has been formulated in conformity with the SEBI (Prohibition of Insider Trading) Regulations, 2015, to regulate, monitor and report trading in securities by all the employees of the Company. Compliance with the Code of Conduct is monitored by the Compliance Officer.

37) Statement in respect of adequacy of Internal Financial Controls (IFC):

The Board has adopted policies and procedures with the size, scale and complexity of its operations for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies and 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 disclosure.

38) Internal Control System:

The Company had appointed M/s. Parekh Shah & Associates, Chartered Accountants, as Internal Auditors for FY 2023-24. Internal Audit is focused on independently evaluating the adequacy of internal controls, ensuring adherence to operating guidelines and Regulatory and Legal requirements.

Internal Audit also covers the audit of financial, management and operational activities and ensures compliance with all the rules and regulations of the Exchanges and SEBI.

Further, the Internal Auditors have completed concurrent cum compliance audit for the year 2023-2024 and their work has been found to be satisfactory thus, the Board re-appointed M/s. Parekh Shah & Associates, Chartered Accountants as our Internal Auditor for the FY 2024-25.

39) Maintenance of Cost records:

The maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not applicable to the Company and accordingly the requirement of such accounts and records are not prevailing.

40) Material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report:

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.



41) Reporting of Fraud:

The Auditors of the company have not reported any fraud as specified under Section 143(12) of the Companies Act, 2013. Further, no case of fraud has been reported to the Management from any other sources.

42) Other Disclosure:

(i) The Company had obtained approval for SBICAP Securities Limited – Employee Stock Option Policy 2023 (“ESOP 2023” / “Policy”).

(ii) The Company enhanced the limit for Commercial paper up to Rs. 1,550 crores out of total borrowing of Rs. 3,000 crores.

(iii) The Company enhanced the limit under Section 186 of the Companies Act, 2013 to grant loans and advances or make investments in the securities or provide securities or guarantees for an amount not exceeding Rs. 2500 crores.

(iv) The Company can borrow funds in excess of the paid-up share capital and free reserves of the Company under Sections 180(1)(c) and 180(1)(a) of the Companies Act, 2013 up to a limit of Rs. 4,500 crores.

(v) Enhanced limit to borrow funds in the form of Commercial Paper from Rs. 1,550 crores to Rs. 3,000 crores out of total borrowing limit of Rs. 4,500 crores.

(vi) Enhanced limit under section 186 of the Companies Act, 2013 from Rs. 2,500 crores to Rs. 4,500 crores.

(vii) The Interim Dividend for the financial year 2023-24 was declared to the shareholders of the Company at Rs. 2.50/- per equity share amounting to Rs. 24,21,87,500/-.

43) Directors Responsibility Statement:

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, the Directors hereby confirm that:

- i. in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- ii. the Directors have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit of the Company for that period;
- iii. the Directors have taken proper and sufficient care for the maintenance of adequate Accounting records in accordance with the provisions of this Act for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. the Directors have prepared the Annual Accounts on a going concern basis; and
- v. the Directors have devised proper systems to ensure compliance with the provisions of all applicable Laws and such systems are adequate and operating effectively.

44) Acknowledgement:

The Board of Directors would like to express its appreciation to SEBI, the Company's Regulator, Comptroller & Auditor General of India (CAG), the National Stock Exchange of India Limited, Bombay Stock Exchange Limited, Central Depository Services (India) Limited and National Securities Depository Limited for the advice and guidance received from them. The Board is grateful to the State Bank of India and the SBICAP family for their invaluable support and guidance to the company. The Board also records its appreciation of the unstinted support extended by all its staff members.

**For and on behalf of the Board of Directors of;
SBICAP Securities Limited**



Managing Director & CEO
Date: 21st August, 2024



Whole-Time Director & CFO

Annexure (A) to the Director's Report

Statement Pursuant to Rule 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rule 2014 and Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016:

Details of Top 10 Employees in terms of remuneration drawn in the FY 2023-24:

Sr. No.	Name	Designation	Remuneration received (Rs.)	Nature of employment whether contractual or otherwise	Qualification and Experience of the Employee	Date of commencement of employment	Age of the Employee	Last Employment held, Designation
1	Vineet Samuel	Head - Retail Assets	23923186	Permanent	PGDBM	27-Jul-2011	49	Reliance Money
2	Suresh Shukla	Chief Business Officer	18743276	Permanent	MBA	10-Aug-2023	49	Kotak Securities Limited
3	Chandresh Hirji Dedhia	Chief Technology Officer	17139782	Permanent	MBA	13-Jul-2020	47	Yes Bank Limited
4	Amit Jayantilal Shah	Head - Retail Broking	17096876	Permanent	CA	29-Nov-2019	44	Religare Broking Limited
5	Manoj Mahadeshwar	Head - Retail Sales	13869409	Permanent	B.COM	07-Apr-2010	49	Reliance Securities Ltd
6	Sourabh S	Chief Digital Officer	9705532	Permanent	MBA	05-Jun-2017	39	Aditya Birla Money Limited
7	Sumit Ghosh	Head - Human Capital	9232054	Permanent	MBA	22-Mar-2018	42	Axis Bank Ltd
8	Aashish Jindal	Vice President - BIU	9113338	Permanent	MBA	13-Dec-2021	42	Principal Asset Management Pvt Ltd
9	Swapna Namdeo Satam	Head - Operations	8417599	Permanent	CA	02-Aug-2021	50	Way 2 Wealth Brokers Private Limited
10	Hemanshu Jivraj Vora	Deputy Vice President - Retail Assets	7236610	Permanent	MMS	21-Sep-2021	43	Axis Bank Ltd



Details of every employee who covered under clause (i) and (ii) and (iii)

Name	Designation	Remuneration received (Rs.)	Nature of employment whether contractual or otherwise	Qualification And Experience of the Employee	Date of Commencement of employment	Age of the Employee	Last Employment held, Designation
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(i) Employed throughout the financial year and was in receipt of remuneration for that year which in the aggregate was not less than Rs. 1,02,00,000/- per annum.

Name	Designation	Remuneration received (Rs.)	Nature of employment whether contractual or otherwise	Qualification and Experience of the Employee	Date of commencement of employment	Age of the Employee	Last Employment held, Designation
Chandresh Hirji Dedhia	Chief Technology Officer	1,11,32,316	Permanent	MBA	13-Jul-2020	47	Yes Bank Limited

(ii) Employed for part of the financial year and was in receipt of remuneration for any part of the year at a rate which in the aggregate was not less than Rs. 8,50,000/- per month

Name	Designation	Remuneration received (Rs.)	Nature of employment whether contractual or otherwise	Qualification And Experience of the Employee	Date of Commencement of employment	Age of the Employee	Last Employment held, Designation
Suresh Shukla	Chief Business Officer	9,36,940	Permanent	MBA	10-Aug-23	49	Kotak Securities Limited

(iii) If employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company.

Name	Designation	Remuneration received (Rs.)	Nature of employment whether contractual or otherwise	Qualification And Experience of the Employee	Date of Commencement of employment	Age of the Employee	Last Employment held, Designation
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Nil



NOTES:

- 1) The above remuneration includes salaries, allowances, arrears of salary, leave encashment, performance-linked variable pay, monetary value of perquisites as per Income Tax Rules, reimbursement of Leave Travel Allowance and Medical expenses claimed during the year, Company's contribution to Provident and Superannuation Funds.
- 2) Other terms and conditions of service include Company's contribution to Gratuity fund.
- 3) The nature of employment – all employments are non-contractual.
- 4) % of equity shares held by the employee in the Company within the meaning of Rule 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rule 2014 – Nil.
- 5) The employees are not related to any Directors of the Company.



Annexure (B) to the Director's Report

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March, 2024

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

CIN	U65999MH2005PLC155485
Registration Date	19/08/2005
Name of the Company	SBICAP Securities Ltd.
Category / Sub-Category of the Company	Public Company
Address of the Registered office and contact details	Marathon Futurex, Wing-B, 12 th Floor, Unit No. 1201, Mafatlal Mill Compound, N. M. Joshi Marg, Lower Parel, Mumbai- 400013
Whether listed company	No
Name, Address and Contact details of Registrar and Transfer	Datamatics Financial Services Ltd. Plot No. A/16 & 17 MIDC, Part B Cross Lane, Andheri (E), Mumbai - 400 093 Tel: 022 66712001

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company shall be stated:

Sr. No.	Name and Description of main products / services	NIC Code of the Product / service	To total turnover of the company (100%)
1	Retail Broking	-	46%
2	Retail Assets	-	48%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

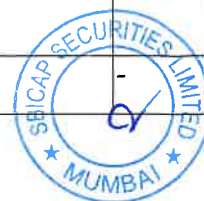
Sr. No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	SBI Capital Markets Ltd. Add: Unit No. 1501, 15th floor, Parinee Crescenzo, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	U99999MH1986PLC040298	Holding Company	100%	2(46)



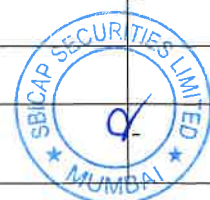
IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A Promoters									
(1) Indian									
a) Individual/HUF	*6	-	*6	-	*6	-	*6	-	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	9,68,74,994	-	9,68,74,994	100%	9,68,74,994	-	9,68,74,994	100%	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (1)	9,68,75,000	-	9,68,75,000	100%	9,68,75,000	-	9,68,75,000	100%	-
(2) Foreign									
a) NRI Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other...	-	-	-	-	-	-	-	-	-
Sub-total (A) (2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter (A) = (A)(1)+(A)(2)	9,68,75,000	-	9,68,75,000	100%	9,68,75,000	-	9,68,75,000	100%	-
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-



a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) Venture Capital funds	-	-	-	-	-	-	-	-	-
e) Insurance Companies	-	-	-	-	-	-	-	-	-
f) FIIs	-	-	-	-	-	-	-	-	-
g) Foreign Venture Capital	-	-	-	-	-	-	-	-	-
h) Funds Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (1):	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual Shareholders holding nominal share capital upto Rs.1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (2):-	-	-	-	-	-	-	-	-	-



Total Public Shareholding (B)=(B)(1)+(B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grant Total (A+B+C)	9,68,75,000	-	9,68,75,000	100%	9,68,75,000	-	9,68,75,000	100%	-

* Equity shares held by individuals represent Nominees of SBI Capital Markets Ltd.

(ii) Shareholding of Promoters

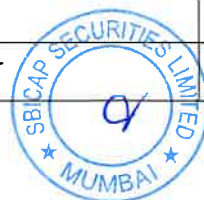
Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the Company	% of shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the Company	% of shares Pledged/encumbered to total shares	% Change in shareholding during the year
1	SBI Capital Market Limited (out of 9,68,75,000 equity shares, 6 equity shares are held by nominees)	9,68,75,000	100%	-	9,68,75,000	100%	-	-
	Total	9,68,75,000	100%	-	9,68,75,000	100%	-	-

(iii) Change in Promoter's Shareholding (Please specify if there is no change)

No change in promoter's shareholding

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and holders of GDRs & ADRs):

Sr. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	-	-	-	-



3	Date-wise increase/ decrease in shareholding during the year specifying the reasons for increase (e.g.allotment/ transfer/ bonus/ sweat equity etc.)	-	-	-	-
4	At the end of the year (or on the date of separation, if separated during the year)	-	-	-	-

(v) Shareholding of Directors and Key Managerial Personnel:					
Sr. No	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
1		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
2	*At the beginning of the year				
	Shri Amitava Chatterjee	1		1	
	Shri Ravi Ranjan	1	Nil	1	Nil
	Shri Deepak Kumar Lalla	1		1	
	Shri Sushanta Kumar Das	1		1	
3	Date-wise increase/decrease in shareholding during the year specifying the reasons for increase (e.g. allotment/ transfer/ bonus/ sweat equity etc.)	-	-	-	-
	Transfer of Equity Share				
	Shri Ravi Rajan to Shri Shesh Ram Verma (Transfer dt: 04/07/2023)	1	Nil	1	Nil
	Shri Amitava Chatterjee to Rajay Kumar Sinha (Transfer dt: 07/08/2023)	1		1	
4	*At the end of the year				
	Shri Shesh Ram Verma	1		1	
	Shri Deepak Kumar Lalla	1	Nil	1	Nil
	Shri Sushanta Kumar Das	1		1	
	Shri Rajay Kumar Sinha	1		1	

* A Nominee Shareholder of SBI Capital Markets Limited



✓ INDEBTEDNESS

Indebtedness of the Company, including interest outstanding/accrued but not due for payment:				
	Secured Loans, excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-



VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors & CFO

(Amt. in lakhs)

Sr. No.	Particulars of Remuneration	Name of MD / WTD&CFO / Manager		Total Amount
		Sushanta Kumar Das	Deepak Kumar Lalla	
		Whole Time Director & CFO	Managing Director & CEO	
1	Gross Salary	Rs. 65.11	Rs. 76.75	Rs. 141.86
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of Salary under section 17(3) Income Tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of Profit	-	-	-
	- Others, specify	-	-	-
5	Others, please specify	-	-	-
	Total (A)			
	Ceiling as per the Act	-	-	-

B. Remuneration to other Directors:

Sr. No.	Particulars of Remuneration			
1	Independent Directors	Shri Richard Mendonca	Dr Gitika Kapoor	Total Amount
	Fees for attending Board & Committee Meetings	Rs. 7.40	Rs. 2.70	Rs. 10.1
	Commission	-	-	-
	Others, please	-	-	-
	Total (1)	Rs. 7.40	Rs. 2.70	Rs. 10.1



Sr. No.	Particulars of Remuneration			
2	Other Non-Executive Directors	Smt. Bharati Rao	Shri Sharad Sharma	Total Amount
	Fees for attending Board & Committee Meetings	Rs. 0.70	Rs. 4.80	Rs. 5.50
	Commission	-	-	-
	Others, please	-	-	-
	Total (2)			
	Total(B) = (1+2) Total Managerial Remuneration	Rs. 15.60/-		
	Overall ceiling as per the Act for each Meeting.	Rs. 1,00,000 (Rupees One Lakh per Director per meeting)		

B. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

(Amt. in lakhs)

Sr. No.	Particulars of Remuneration	CEO	Company Secretary	Total
1	Gross Salary	-	49.33	49.33
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of Salary under section 17(3) Income Tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of Profit	-	-	-
	- Others, Specify	-	-	-
5	Others, please specify	-	-	-
	Total	-	49.33	49.33



VII. PENALTIES/PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of Companies Act	Brief Description	Details of Penalty/Punishment/ Compounding fees imposed	Authority (RD/NCLT/ COURT)	Appeal made, if any (give details)
A. COMPANY					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
B. DIRECTORS					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
C. OTHER OFFICERS IN DEFAULT					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.



Annexure (C) to the Director's Report

Details of Related Party Transaction (Form No. AOC-2)

(Pursuant to clause (4) of sub-section (3) of Section 134 of the Companies Act, 2013 and Rule (2) of the Companies (Accounts) Rules, 2014

A. The Company has not entered into any material contracts or arrangements or transactions that are not on an arm's length basis.

B. Details of contracts or arrangements or transactions at Arm's length basis – as detailed below:

a) Name(s) of the related party & nature of relationship –

Names of related parties:

Name of the Party	Relationship
State Bank of India	Ultimate Holding Company
SBI Capital Markets Limited	Holding Company
Related parties with whom transactions have taken place during the year:	
Name of the Party	Relationship
SBI Life Insurance Company Limited	Fellow Subsidiary
SBI Mutual Fund Trustee	Fellow Subsidiary
SBI General Insurance Company Limited	Fellow Subsidiary
SBI Foundation	Fellow Subsidiary
SBICAP Ventures Ltd.	Fellow Subsidiary
SBICAP Trustee Company Ltd.	Fellow Subsidiary
Deepak Kumar Lalla, Managing Director & CEO	Key Management Personnel
Sushanta Kumar Das, Chief Financial Officer & WTD	Key Management Personnel
Dhanashri Kenkre, Company Secretary	Key Management Personnel



Nature of Contracts/ Arrangements/Transactions: Details as per the appended table in point no. (g).

(a) Duration of the Contracts/ Arrangements/Transactions: Ongoing basis

(b) Salient terms of the Contracts or Arrangements or Transactions, including the value, if any: Not Applicable.

(c) Date(s) of approval by the Board: 18th April 2023, 19th July 2022, 18th October 2023, 19th January 2024 and 15th April 2024.

(d) Amount paid as advances, if any: NIL

(g) Details of Transactions with the related parties are as under:

		(Amount Rs. In Lacs)
Name of the Party	Nature of Transaction	March 31, 2024
State Bank of India	Employee Cost	195.10
	Referral Fees	852.31
	Royalty Expenses	903.82
	Rent	22.13
	Commission Income	86,345.12
	Other Income	6159.91
SBI Capital Markets Limited	Rent/Maintenance Expense	619.68
	Selling and Distribution commission (IPO) and bonds	69.75
	Other income	1.8
SBI Life Insurance	Interest from Gratuity fund	62.06
	Other Income	169.06
	Benefits paid from Gratuity fund	64.98
	Other Expense	201.74
SBI Mutual Funds	Other Income	254.03
SBI General Insurance Company Ltd	Other Income	1531.48
	Other Expenses	8.49



Name of the Party	Nature of Transaction	March 31, 2024
SBICAP Ventures Limited	Other Income	20.29
SBI Foundation	CSR Expenditure	45
SBICAP Trustee Company Ltd.	Other Expenses	0.69



Annexure (D) to the Director's Report

REPORT ON CSR ACTIVITIES/ INITIATIVES FOR THE FINANCIAL YEAR 2023-24

[Pursuant to Section 135 of the Companies Act, 2013 & Rules made thereunder]

1. Brief outline of CSR Policy of the Company:

Corporate Social Responsibility ('CSR') is the continuing commitment by business to behave ethically and contribute to economic development while improving the quality of life of the workforce and their families as well as of the local community and the society at large. Businesses derive their primary benefits from operating in society and no business can function without caring for societal and community development. We understand that as a Corporate Citizen with resources at our command, it is our solemn duty to reach out and support the less fortunate and underprivileged sections of our society. The Company also encourages its staff members to actively follow, understand and contribute to social causes, to remove indisputable social and developmental lacunae and to promote self and community development. CSR Policy of the Company is available on the Company's website: <https://www.sbisecurities.in>

2. Composition of CSR Committee:

5 CSR Committee Meetings were held during the Financial Year 2023-24 on 17th April 2023, 18th July 2023, 27th September 2023, 17th October 2023 and 18th January, 2024.

Sr. No.	Name of Director	Designation / Nature of Directorship	Number of CSR Committee meetings entitled to attend during the year	Number of meetings of CSR Committee attended during the year
1.	Shri Richard Mendonca	Independent Director & Chairman	5	5
2.	Shri Amitava Chatterjee (*)	Non -Executive Director & Member	1	1
3.	Shri Ravi Ranjan (**)	Non - Executive Director & Member	1	1
4.	Shri Shesh Ram Verma (***)	Non - Executive Director & Member	4	4
5.	Shri Deepak Kumar Lalla	Executive Director & Member	5	5
6.	Shri Sushanta Kumar Das	Executive Director & Member	5	5
7.	Shri Rajay Kumar Sinha (****)	Non - Executive Director & Member	4	4
8.	Shri Virendra Bansal (*****)	Non - Executive Director & Member	-	-

* Ceased to be a member due to his resignation w.e.f. 14th July, 2023.

** Ceased to be a member due to his resignation w.e.f. 26th April, 2024.

*** Appointed as a member of the Committee effective from 26th May, 2023.

**** Appointed as a member of the Committee effective from 15th July, 2023 and ceased to be a member w.e.f. 23rd January, 2024.

***** Appointed as a member of the Committee effective from 26th March, 2024.



3. Web link(s) for the composition of CSR committee, CSR policy and CSR projects approved by the Board.

The composition of the CSR Committee is available on our website, at <https://www.sbisecurities.in/downloads>

- The Committee, with the approval of the Board, has adopted the CSR Policy as required under Section 135 of the Companies Act, at <https://www.sbisecurities.in/downloads>
- The Board, based on the recommendation of the CSR Committee, at its meeting held on 18th April, 2023, has approved the annual action plan/projects for fiscal 2024, the details of which are available on our website, at <https://www.sbisecurities.in/downloads>.

4. Provide the executive summary along with web-link(s) of the 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. (a) Average net profit of the company as per section 135(5):

Financial Year	Profit before Tax (Amount in Rs.)	Average of three years (Amount in Rs.)
2020-21	2,77,17,33,812.00	3,33,60,37,112.00
2021-22	3,12,01,91,199.00	
2022-23	4,11,61,86,325.00	
Total	10,00,81,11,336.00	

(b) Two percent of average net profit of the company as sub-section (5) of section 135:
Rs. 6,67,20,742.24

(c) Surplus arising out of the CSR projects or programs or activities of the previous Financial Years: Nil

(d) Amount required to be set off for the financial year, if any: Nil

(e) Total CSR Obligation for the financial year [(b)+(c)-(d)]: Rs. 6,67,20,742.24

6. (a) Amount Spent on CSR Projects (both Ongoing Project and other than Ongoing Project):

1	2	3	4	5		6	7	8	
Sr. 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	
				State	District			Name	CSR Registration number
1.	ISKCON	Eradicating hunger, poverty, and malnutrition,	No	Karnataka	Bangalore	10,00,000.00	Yes	-	-



2.	Child Heart Foundation	promoting healthcare, including preventive healthcare and sanitation, including contribution to the Swach Bharat Kosh, set up by the Central Government for the promotion of sanitation and making available safe drinking water.	No	New Delhi	South Delhi	39,72,675.00	Yes	-	-
3.	Tara Sansthan		Yes	Maharashtra	Mumbai	51,00,000.00	Yes	-	-
4.	Sankalp Society		No	Rajasthan	Baran	8,22,301.00	Yes	-	-
5.	SBI Sanjeevani (Ongoing Project)		No	Jammu & Kashmir and Himachal Pradesh	Ladakh & Spiti	45,00,000.00 (95,00,000.00 allotted)	No	SBI Foundation	CSR000 01456
6.	Brahmakumaris Global Hospital & Research Centre		Yes	Maharashtra	Mumbai	61,54,128.00	Yes	-	-
7.	Assam Centre for Rural Development		No	Assam	Guwahati	43,35,812.00	Yes	-	-
8.	Sulabh International Social Services Organization	No	Uttar Pradesh	Agra	25,50,053.34	Yes	-	-	
9.	Young Scholar Trust	Promoting education, including special education and employment enhancing vocation skills, especially among children, women, elderly and the differently abled, and livelihood enhancement projects.	Yes	Maharashtra	Mumbai	5,00,000.00	Yes	-	-
10.	Niharkarna Rehabilitation Centre		No	West Bengal	Kolkata	12,35,000.00	Yes	-	-
11.	Saksham		No	Delhi	Central Delhi	18,52,730.00	Yes	-	-
12.	Children Lovycastle's Trust India		No	Rajasthan	Jaipur	31,39,500.00	Yes	-	-
			Karnataka	Bengaluru	48,49,950.00	Yes		-	



13.	Indian Institute of Crafts and Designs		No	Rajasthan	Jaipur	13,40,000.00	Yes	-	-
14.	People to People Health Foundation		No	Odisha	Berhampur	24,62,350.00	Yes	-	-
15.	Sewa Sahyog		Yes	Maharashtra	Thane, Raigad & Palghar	45,20,742.00	Yes	-	-
16.	Swades Foundation		Yes	Maharashtra	Raigad	40,00,000.00	Yes	-	-
17.	United Way of Mumbai	Promoting gender equality, empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centres and other facilities for senior citizens, and measures for reducing inequalities faced by socially and economically backward groups.	No	Uttar Pradesh	Shravasti	36,75,000.00	Yes	-	-
18.	School (Society of Community Health Oriented Operational Links)		No	Madhya Pradesh	Gwalior, Pune	35,00,000.00	Yes	-	-
19.	Ek Hi Rasta	Any other activity (ESG, promotion and development of traditional art and handicrafts, training to promote rural sports, nationally recognized sports, benefits to armed	No	Delhi	East Delhi	22,50,000.00	Yes	-	-



		forces veterans, etc.)							
CSR Contribution for the FY 2023-24						Rs. 6,17,60,241.34			

(b) Amount spent in Administrative Overheads: Nil

(c) Amount spent on Impact Assessment, if applicable: Nil

(d) Total amount spent for the Financial Year [(a)+(b)+(c)]: Rs. 6,17,60,241.34

(e) 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
Rs. 6,17,60,241.34	Rs. 50,00,000.00	30-04-2024	Not Applicable		

(f) Excess amount for set off, if any: Nil

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	6,67,20,742.24
(ii)	Total amount spent for the Financial Year	6,17,60,241.34
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil



7. Details of Unspent CSR amount for the preceding three financial years:

Sr. No.	Preceding Financial Year (FY)	Amount transferr ed to Unspent CSR Account under section 135(6) (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to section 135(5), if any		Amount remaining to be spent in succeeding Financial Years (in Rs.)	Deficiency if any
					Name of the Fund	Date of Transfer		
1.	2022-23	19,783.00	19,783.00	-	-	-	19,783.00	-
2.	2021-22	-	-	-	-	-	-	-
3.	2020-21	-	-	-	-	-	-	-
	TOTAL	19,783.00	19,783.00	-	-	-	19,783.00	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: Not Applicable

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

During the financial year 2023-24, the Company had a total CSR obligation of Rs. 6.67 crore against which it has spent Rs. 6.17 Cr. The amount remaining unspent for the FY 2023-24 stands at Rs. 0.50 Cr. The unspent amount relates to an ongoing project that could not spend the full amount allocated due to practical challenges on-ground. This amount has been transferred into CSR Unspent Account as per the provisions of Section 135(6) and will be utilized in pursuance of the Company's CSR policy as per provision of the Companies Act and Rules made thereunder.



Managing Director & Chief Executive Officer



Chairman of CSR Committee





D.A.KAMAT & CO
Partners in Compliance

D A Kamat & Co

Company Secretaries

Website: csdakamat.com

To,
The Members,
SBICAP Securities Limited,
Marathon Futurex, 12th Flr, Unit No-1201,
B-wing, Mafatlal Mill Compound, N. M. Joshi Marg,
Lower Parel, Mumbai- 400013

Subject: Secretarial Audit Report of the Company for the Financial Year 2023-24

We present herewith the Secretarial Audit Report for SBICAP Securities Limited ("the Company") for the Financial Year 2023-24 in terms of Section 204 of the Companies Act, 2013. Our report of event date is to be read along with the following:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
1. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
2. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
3. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
4. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.



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Mumbai 400 104

1 Mob.: +91- 9029661169/ 7208023169



D.A. KAMAT & CO
Partners in Compliance

Continuation Sheet

5. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
6. We have relied on data provided by the Company (electronic) for the purpose of Audit and where suitable data was not available, reliance on the management representation was undertaken.

Place: Mumbai
Date: 06.08.2024

For, D. A. Kamat & Co.,
Company Secretaries



Signature:

Name of the Partner: D. A. Kamat

FCS No. 3843

CP No: 4965

UDIN: F003843F000906954

P. R. No: 1714/2022

FORM NO MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR 1ST APRIL, 2023 TO 31ST MARCH, 2024
[Pursuant to Section 204(1) of the Companies Act 2013 and Rule No.9 of Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
SBICAP Securities Limited,
Marathon Futurex, 12th Flr, Unit No-1201,
B-wing, Mafatlal Mill Compound, N. M. Joshi Marg,
Lower Parel, Mumbai- 400013

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by SBICAP Securities Limited (CIN: U65999MH2005PLC155485) (hereinafter called "the Company"). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of the secretarial audit, the explanations and clarifications given to us and there presentations made by the Management, we hereby report that in our opinion, the Company has during the audit period covering Financial Year from 1st April, 2023 to 31st March, 2024, complied with the Statutory provisions listed here under and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by the Company. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

SSA





D.A. KAMAT & CO
Partners in Compliance

Continuation Sheet

I. We have examined the books, papers, minute books, forms and returns filed, reports issued by various fellow professionals and other applicable records and registers and maintained by the Company for the Financial Year from 1st April, 2023 to 31st March, 2024 according to the provisions of:

1. The Companies Act, 2013 ("the Act") and the rules made there under;
2. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
3. The Securities and Exchange Board of India (Research Analyst) Regulations, 2014;
4. The Securities and Exchange Board of India (Stock Broker & Sub-Broker) Regulation, 1992;
5. Operational guidelines on Commercial Papers prescribed by FIMMDA;
6. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (to the extent applicable for listing of **Commercial Papers with BSE**);
7. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
8. The Securities Contracts (Regulations) Act, 1956 ('SCRA') and the rules made thereunder;
9. The Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings as applicable to the Company (not applicable during the year under review);

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the extent possible as stated in this Report.

During the period under review, on account of technical glitches reported during the FY 2023-24, the Company was imposed monetary penalty by BSE and restricted to onboard new clients in Derivative segment for the period 04.02.2024 to 19.02.2024.



Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("the SEBI Act") were not applicable to the Company, by virtue of not being listed on any Stock Exchanges, for the Financial Year ended 31st March, 2024 under report:

1. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 2. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 3. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
 4. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
 5. The Securities and Exchange Board (Buyback of Securities) Regulations, 1998;
 6. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
- II. We have reviewed the information, documents, records, fillings and other certificates or confirmations received from fellow professionals for the period under review and the representation made by the company and its officers on the system, records and compliance under other laws applicable to the Company.
- III. We have examined the compliances of the applicable provisions of Secretarial Standards I and II issued by the Institute of Company Secretaries, India and notified by the MCA u/s 118(10) as issued under the Companies Act, 2013.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the year under review were carried out in compliance with the provisions of the Act.

Adequate agenda and detailed notes on agenda of the Board and Committee Meetings were sent in advance (except in cases where Meetings were convened at a shorter notice).





D.A. KAMAT & CO
Partners in Compliance

Continuation Sheet

In case agenda and detailed notes on agenda could not sent at least seven days in advance, the Company has complied with applicable provisions of the Act and SS-1 in relation to shorter notice. Further, a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through with unanimous consent of all the Board of Directors and Recorded as part of the minutes.

We further report that during the year under report and till the date of this report, the Company has undertaken the following events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above viz.

(i) The Company has been accorded Members' approval by way of Special Resolution passed at the 18th Extra Ordinary General Meeting dated 24th April, 2023 for SBICAP Securities Limited - Employee Stock Option Policy 2023 ("ESOP 2023" / "Policy").

(ii) The Company has been accorded Members' approval by way of Special Resolution passed at the 19th Extra Ordinary General Meeting dated 19th July, 2023 for enhancement of the limit under Section 186 of the Companies Act, 2013 to grant loans and advances or make investments in the securities or provide securities or guarantees for an amount not exceeding Rs. 2500 Crores.

(iii) The Board of Directors via Circular Resolutions dated 29th August, 2023 had accorded approval for enhancing limit of Commercial paper upto Rs. 1,550/- crores out of total borrowing of Rs. 3,000/- crores.

(iv) The Board of Directors and Shareholders approval was obtained via Board meeting and at the 18th Annual General Meeting of the Company respectively dated 27th September, 2023 to borrow funds in excess of the paid-up share capital and free reserves of the Company under Sections 180(1)(c) and 180(1)(a) of the Companies Act, 2013 upto a limit of Rs. 4,500 Crores.

(v) The Company has been accorded Members' approval by way of Special Resolution passed at the 18th Annual General Meeting dated 27th September, 2023 for enhancing limits under Sections 186 of the Companies Act, 2013 upto a limit of Rs. 4,500 Crores.

(vi) The Board had accorded its approval for enhancement in Commercial Paper limit from Rs. 1,550 crores to Rs. 3,000 crores in its meeting held on 27th September, 2023.



(vii) The Board of Directors had accorded their approval for declaration and payment of Interim Dividend for the financial year 2023-24 to the shareholders of the Company at Rs. 2.50/- per equity share amounting to Rs. 24,21,87,500/- in their Board Meeting dated 19th January, 2024.

Place: Mumbai
Date: 06.08.2024



For, D. A. Kamat & Co.,
Company Secretaries

Signature:

Name of the Partner: D. A. Kamat

FCS No. 3843

CP No: 4965

UDIN: F003843F000906954

P. R. No: 1714/2022

INDEPENDENT AUDITOR'S REPORT

To The Members of SBICAP Securities Limited

Report on the Audit of the Standalone Ind AS Financial Statements Opinion

We have audited the standalone financial statements of **SBICAP Securities Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2024 and the statement of Profit and Loss, (Including other Comprehensive Income), Statement of Changes in Equity and statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

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, 2024 and its Profit and Other Comprehensive Income, Changes in Equity and its Cash Flows for the year ended on that date

Basis for Opinion

We conducted our audit 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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 opinion.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How the matter was addressed in our audit
<p>IT systems and controls</p> <p>The Company's key financial accounting and reporting processes are highly dependent on the automated controls implemented in the Information Technology (IT) systems.</p> <p>Consequently, there exists a risk that, gaps in the IT control environment could result in the financial accounting and reporting records, being misstated. The Company uses two sets of books; one for recording Broking Income and other for Distribution services and other business income and expenses.</p> <p>We have identified 'IT systems and control' as Key audit matter, since for the revenue recognition (brokerage), the Company relies on automated processes and controls for recording of revenue.</p>	<p>Our audit procedures to assess the effectiveness of IT system included the following:</p> <p>Performed walkthroughs to evaluate the design and implementation of key automated controls.</p> <p>IT specialist (as appointed by the management) conducted an incident management review during the Financial Year. IT specialist issued an incident management report identifying certain gaps in the system and recommended changes which are undertaken to be done by the management of the Company on or before 30th June, 2024.</p> <p>Understanding IT application controls for the audit period for significant accounts, testing interfaces, reports, reconciliations and system processing for significant accounts determined by us during our risk assessment. We tested these change management controls to determine that these controls remained unchanged during the audit period and incase of changes, were changes followed the standard process.</p> <p>Understanding IT infrastructure records for the in-scope systems i.e., operating systems and databases.</p>



Information Other than the Financial Statements and Auditors' report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the standalone 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 and, in doing so, consider whether the other information is materially inconsistent with the 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 a material misstatement of this other information, we are required to report that fact.

We have not received other information before the date of Auditors' Report so we cannot conclude if the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we receive the other information and if we identify that there is material misstatement therein, we will communicate the matter to those charged with governance.

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 Companies Act, 2013 ("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, statement of changes in equity 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.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 statement 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. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

1. Identify and assess the risks of material misstatement of the 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.
2. 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 company has adequate internal financial controls system in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. 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 to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

The audited Ind AS financial statements of the Company for the corresponding year ended 31st March, 2023 prepared in accordance with Ind AS have been audited by the predecessor auditors whose audit report dated 18th April, 2023 expressed an unmodified opinion on those audited Ind AS financial statements.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

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 Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable

As required by Section 143(3) of the Act, we report that:

- 1) 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.
- 2) 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 except for a specific module maintained by the Company for recording of Fixed Assets data in which, the requirement of audit trail as per Section 128 of the Act was not adequately implemented upto December, 2023.



- 3) The Balance Sheet, the Statement of Profit and Loss (Including other comprehensive Income), Statement of changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
- 4) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- 5) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- 6) 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".
- 7) The Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- 8) 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) Amendment Rules, 2021, in our opinion and to the best of our information and according to the explanations given to us:
 - a) The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note no 31 to the financial statements.
 - b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d) The Management has represented that, to the best of it's knowledge and belief, 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, 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.



- e) The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the notes to 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, 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.
- f) Based on the audit procedures that has been 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 (i) and (ii) of Rule 11(e), as provided under 8 (d) and (e) above, contain any material misstatement.
- g) The Interim dividend declared and paid by the Company of Rs. 2.50/- per share, totaling to Rs. 2421.88 Lakhs during the current financial year ended March 31, 2024, is in compliance with Section 123 of the Act.
- h) Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has adequately operated throughout the year for all relevant transactions recorded in the particular software except that the audit trail feature of Spine software (module) used by the company to maintain property, plant and equipment records did not operate for till December, 2023. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

For GMJ & Co.
Chartered Accountants
Firm Registration Number:103439W


CA Atul Jain
Partner

M. No. 037097
UDIN: 24037097BKCXCE1135
Place: Mumbai
Date: April 15, 2024



The Annexure A referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March 2024 we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, Intangible assets, capital work-in-progress and relevant details of right-of-use assets.

(b) As explained to us, the Property, Plant and Equipment have been physically verified by management at reasonable intervals under a phased programme of verification. As informed by the Management physical verification of fixed assets was carried out in the FY 2023-24. In our opinion this periodicity of physical verification is reasonable having regard to the size of company and nature of its assets. There were no material discrepancies noticed at the time of physical verification.

(c) The Company does not hold any immovable property. Thus, sub-clause (c) of (i) of para 3 is not applicable to the Company.

(d) The Company has not revalued its Property, Plant and Equipment (Including ROU). Thus, the sub clause (d) of (i) of para 3 is not applicable to the Company.

(e) According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The Company is engaged in the business of broking (retail and institutional) and third- party distribution of financial products and has no inventory. Hence clause (ii)a of paragraph 3 of the order is not applicable to the Company.

(b) The Company has been sanctioned working capital limits in excess of Rs. Five Crores in aggregate from banks during the year on the basis of security of current assets of the Company. Based on the records examined by us in the normal course of audit of the financial statements and as disclosed in note 46(o) to the Financial Statements filed by the Company with such banks and financial institutions are in agreement with the audited/unaudited books of accounts of the Company.
- (iii) 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 provided loans during the year.

a) Based on the audit procedures carried on by us and as per the information and explanations given to us the Company has provided Margin for Trading (loans) as below:



Particulars	Margin for Trading (Loans) (Rs. in Lakhs.)
<u>Aggregate amount during the year</u>	
Subsidiaries*	-
Joint ventures*	-
Associates*	-
Others	325,721.04
<u>Balance outstanding as at balance sheet date</u>	
Subsidiaries*	-
Joint ventures*	-
Associates*	-
Others	225,854.75

- b) According to the information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that loans made during the year and the terms and conditions of the grant of loans provided during the year are, prima facie, not prejudicial to the interest of the Company.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given, in our opinion the repayment of principal and payment of interest has been stipulated and the repayments or receipts have been generally regular during the year ended 31st March 2024. Further, the Company has not given any advance in the nature of loan to any party during the year.
- d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of loans as the tenure of MTF loan is upto one year. The Company has not given any advance in the nature of loan to any party during the year.
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no instances of loans / advances in the nature of loans falling due during the year were renewed or extended or settled by fresh loans.
- f) 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 granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.



- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantees or security in respect of any loans to any party covered under Section 185 of the Act. The Company has made no investments which are covered under provision of Section 186 of the Act. Hence the clause is not applicable to the Company.
- (v) The Company has not accepted any deposits from the public within the meaning of Section 73 to 76 of the Act and Rules framed there under to extent notified.
- (vi) The Central Government has not prescribed the maintenance of cost records under sub- section (1) section 148 of the Act for the business activities carried out by the Company. Accordingly, the provision of clause 3(vi) of the Order is not applicable to the Company.
- (vii) The Company does not have liability in respect of Duty of excise, Sales tax and Value added tax during the year since effective July 1, 2017, these statutory dues have been subsumed into Goods & Service Tax ('GST').

(a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues, including provident fund, employee state insurance, income tax, GST, duty of customs, cess and any other material statutory dues as applicable, with the appropriate authorities. Further no undisputed amounts payable in respect of provident fund, employee state insurance, income tax, GST, cess and any other material statutory dues were in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, and the records of the company examined by us, there are no dues in respect of provident fund, employee state insurance, income-tax, duty of customs, cess, GST, entry tax, which have not been deposited with the appropriate authority on account of any disputes except for the details mentioned below:

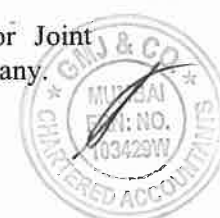
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Name of the Statute	Nature of dues	Amount Involved (Rs in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	122.95	AY 2014-15	The Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	17.86	AY 2014-15	The Commissioner of Income Tax (Appeals))
Goods and Service Tax Act	Goods and Service Tax (Including Interest and penalty)	57.06*	FY 2017-18	Appellate Authority Goods and Service Tax
Goods and Service Tax Act	Interest	6.21	FY 2019-20	Appellate Authority Goods and Service Tax

** Net of Rs.2.82 lakhs paid under protest*

- (viii) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, we confirm that we have not come across any transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) (a) According to the records of the company examined by us and the information and explanation given to us, the company has not defaulted in repayment of loans or borrowings to any financial institution, bank or Government as at the Balance sheet date.
- (b) The company is not declared as a willful defaulter by any bank or financial institution or other lenders.
- (c) The Company does not have any term loans. Thus, the said sub para of the clause (ix) is not applicable.
- (d) According to the records of the company examined by us and the information and explanation given to us, the funds raised on short term basis have not been utilized for long term purposes.
- (e) The Company does not have any Subsidiary, Associate or Joint ventures. Thus, the said sub para (e) is not applicable to the Company.



(f) The Company does not have any Subsidiary, Associate or Joint ventures. Thus, the said sub para (f) is not applicable to the Company.

- (x) (a) The Company did not raise any moneys by way of initial public offer or further public offer including debt instruments) nor has obtained any term loans during the year, hence paragraph 3 (x) of the order is not applicable to the Company.

b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Thus, sub para (b) of 3 (x) of the order is not applicable to the Company.

- (xi) (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanation given to us, we have neither come across any instances of material fraud by the Company or on the Company by its officers or employees noticed or reported during the year nor have we been informed of any such case by the management.

(b) As there are no frauds, hence sub para (b) of clause (xi) of the order is not applicable to the company.

(c) There are no whistle blower complaints received during the year.

- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the financial statements as required under Ind AS and Companies Act, 2013.

- (xiv) (a) The Company has Internal audit system which is commensurate with the size and nature of the business and we have considered the audit reports issued by Internal auditor for the period.

(b) We have considered, the Internal audit reports issued to the Company during the year and covering the period upto the month ending February, 2024

- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.



- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, the provisions of Clause 3(xvi) of the order are not applicable to the Company.
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities, hence the sub para (b) is not applicable.
- (c) The Company is not a Core Investment Company, hence the said sub para (c) and (d) of the clause (xvi) of the order is not applicable to the Company.
- (xvii) The Company has not incurred any cash loss during the current financial year or in preceding financial year.
- (xviii) There is no resignation of statutory auditor during the year; hence the said clause (xviii) of the order is not applicable.
- (xix) According to the information and explanation given to us including the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, and on the basis of Board of Directors and management plans, nothing has come to our attention which causes us to believe that material uncertainty exists as on the date of the audit report indicating 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 upto 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) According to the explanation given to us, as at 31st March, 2024 the Company had not transferred a sum of Rs. 50.00 Lakhs towards Corporate Social Responsibility contribution. However, on 9th April, 2024, a sum of Rs. 50.00 Lakhs has been since deposited in the unspent account in accordance with the Section 135 of the Companies Act, 2013.
- (b) According to the information and explanations given to us, the company does not have any ongoing projects hence, the provisions of paragraph (xx) (b) of the order are not applicable to the Company.

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- (xxi) As the company does not have any Subsidiary, Associate or JV, hence it is not required to prepare Consolidated Financial Statements. Accordingly, the said clause of the order is not applicable to the Company.

For GMJ & Co.

Chartered

Accountants

Firm Registration Number: 103439W



CA Atul Jain

Partner

M. No. 037097

UDIN: 24037097BKCXCE1135

Place: Mumbai

Date: April 15, 2024



Annexure - B to the Auditor's Report**Report on the Internal Financial Controls 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 **SBICAP Securities Limited** ("the Company") as of 31 March 2024 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 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 Companies Act, 2013.

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 on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 judgment, 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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

In our opinion and to the best of our information & according to the explanations give to us, the Company has, 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 31 March 2024, 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 Institute of Chartered Accountants of India.

For GMJ & Co.

Chartered

Accountants

Firm Registration Number: 103439W

**CA Atul Jain**

Partner

M. No. 037097

UDIN: 24037097BKCXCE1135

Place: Mumbai

Date: April 15, 2024



Report on the directions issued by the Comptroller and Auditor General of India under Sub- section 5 of Section 143 of the Companies Act, 2013 ("the Act")

Sr. No	Directions	Action Taken	Impact on Accounts and Financial Statements
A. Directions			
1	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes, the Company has system in place to process all the accounting transactions through IT system. There is no processing of accounting transactions outside IT system.	Nil
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc. made by a lender to the Company due to the Company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (in case, lender is a Government Company, then its direction also applicable for Statutory auditor of lender Company)	The company has not restructured any existing loan nor there any case of waiver / write off of debts.	Nil
3	Whether funds (GranUsubsidy etc.) received/receivable for specific schemes from central/state Government or its agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation	The Company has not received any funds for specific schemes from central/ state agencies.	Not Applicable
4	Whether the investible funds received by the company were invested in accordance with the directions of the applicable statutory regulators (regulations and rules framed and rules framed by them)	As per management during the year no investible funds were received by the company.	Nil



5	Whether the funds under the scheme/ products by the company are in compliance with directions of investment committee, Risk Committee constituted by the board, Investment Manual etc. which prescribes the process/procedures, threshold, exposure limits quality of security etc.	Not Applicable	Nil
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For GMJ & Co.

Chartered Accountants

Firm Registration Number:103439W



CA Atul Jain

Partner

M. No. 037097

UDIN: 24037097BKCXCE1135

Place: Mumbai

Date: April 15, 2024





गोपनीय/शीघ्रडाक

संख्या: जीए/सीए-1/लेखा/SBICAP Securities Ltd/2023-24/
DIS-1833937

सेवा में,

10 JUL 2024

The Managing Director & CEO,
SBICAP Securities Limited,
Marathon Futurex, Unit No. 1201, B-Wing,
12th Floor, N. M. Joshi Marg, Mafatlal Mill Compound,
Lower Parel, (E)
Mumbai - 400 013.

विषय: 31 मार्च 2024 को समाप्त वर्ष हेतु SBICAP Securities Limited के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(बी) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियां।

महोदय,

31 मार्च 2024 को समाप्त वर्ष हेतु SBICAP Securities Limited के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(बी) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक के द्वारा दी गई टिप्पणियां इस पत्र के साथ संलग्न हैं। टिप्पणियों को मुद्रित वार्षिक प्रतिवेदन के विषयसूची में उचित संकेत सहित सांविधिक लेखापरीक्षक के प्रतिवेदन के आगे रखा जाये।

वार्षिक सामान्य बैठक के समापन के पश्चात्, वित्तीय विवरणों, सांविधिक लेखापरीक्षक का प्रतिवेदन तथा भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियों को अपनाते हुए सामान्य वार्षिक बैठक की कार्यवाही की एक प्रतिलिपि इस कार्यालय को अविलम्ब अग्रेषित की जाये। मुद्रित वार्षिक रिपोर्ट की दस प्रतियाँ भी इस कार्यालय को भेजी जाएँ।

कृपया इस पत्र एवं संलग्नकों की प्राप्ति की सूचना दें।

भवदीय,
(गुलजारी लाल)

महानिदेशक लेखापरीक्षा (नौवहन), मुंबई

संलग्न यथोपरि।

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF SBICAP SECURITIES LIMITED FOR THE YEAR ENDED 31 MARCH 2024

The preparation of financial statements of SBICAP Securities Limited for the year ended 31 March 2024 in accordance with the financial reporting framework prescribed under the Companies Act, 2013(Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 15 April 2024.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of SBICAP Securities Limited for the year ended 31 March 2024 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India



(Guljari Lal)

Director General of Audit (Shipping), Mumbai

Place: Mumbai

Date : 10.07.2024

SBICAP Securities Limited Balance sheet as at March 31, 2024			
(Amount in Lakhs)			
Particulars	Notes	As at March 31, 2024 (Audited)	As at March 31, 2023 (Audited)
ASSETS			
(1) Financial Assets			
(a) Cash and Cash Equivalents	3	55,181.54	31,847.74
(b) Bank balance other than Cash and cash equivalents	4	124,653.15	60,437.72
(c) Receivables			
(i) Trade Receivables	5	29,746.37	30,151.30
(ii) Other receivables			
(d) Loans	6	225,854.75	60,868.75
(e) Investments	7	0.10	0.10
(f) Other Financial Assets	8	37,011.71	1,040.92
Total Financial Assets		472,447.62	184,346.53
(2) Non-Financial Assets			
(a) Current Tax Assets (net)	9	1,085.76	1,070.79
(b) Deferred tax Assets (net)	10	1,889.95	1,310.37
(c) Property, Plant and Equipment	11(a)	1,657.01	1,118.80
(d) Right of use-assets	11(b)	5,166.57	895.41
(e) Capital work-in-progress			
(f) Intangible Assets under development		12.50	-
(g) Intangible Assets	12	658.95	1,696.47
(h) Other Non-financial Assets	13	2,435.97	2,941.62
Total Non-Financial Assets		12,906.71	9,033.46
Total Assets		485,354.33	193,379.99
LIABILITIES AND EQUITY			
LIABILITIES			
(1) Financial Liabilities			
(a) Payables	14		
(i) Trade Payables			
(ia) Total outstanding dues of MSME		-	-
(ib) Total outstanding dues of creditors other than MSME		36,743.96	19,000.05
(ii) Other Payables			
(iia) Total outstanding dues of MSME		-	7.38
(iib) Total outstanding dues of creditors other than MSME		1,660.88	519.64
(b) Debt securities	15(a)	264,586.11	-
(c) Borrowings (other than debt securities)	15(b)	0.00	46,539.36
(d) Lease Liabilities	16(a)	5,345.91	951.62
(e) Other Financial Liabilities	16(b)	17,566.68	11,192.48
Total Financial Liability		325,903.54	78,210.53
(2) Non-Financial Liabilities			
(a) Deferred Tax Liabilities (net)		-	-
(b) Current Tax Liability (net)		-	-
(c) Provisions	17	725.64	815.61
(d) Other Non-Financial Liabilities	18	7,459.02	5,982.25
Total Non-Financial Liabilities		8,184.66	6,797.86
(3) EQUITY			
(a) Equity Share capital	19	9,687.50	9,687.50
(b) Other Equity	20	141,578.63	98,684.10
Total Equity		151,266.13	108,371.60
Total liabilities and equity		485,354.33	193,379.99

Summary of material accounting policy
The accompanying notes are an integral part of the Financial Statements.
As per our report of even date attached

1-2

For GMJ & Co.
Chartered Accountants
Firm Registration No.: 103429W

Atul Jain
Partner
Membership No.: 037097

For and on behalf of the Board of Directors of
SBICAP Securities Limited

Deepak Kumar Lalla
Managing Director & CEO
DIN: 09648283

Dhanshri Kenkre
Company Secretary
Membership No.: 17729

Sushanta Kumar Das
Whole Time Director & CFO
DIN: 09663646

Mumbai
April 15, 2024

Mumbai
April 15, 2024



SBICAP Securities Limited			
Statement of Profit and Loss for the year ended March 31, 2024			
(Amount in Lakhs)			
Particulars	Notes	For the year ended March 31, 2024 (Audited)	For the year ended March 31, 2023 (Audited)
Revenue from operations			
Interest Income	21	5,574.37	2,801.22
Fees and Commission Income	22	159,911.53	108,936.54
Other operating income	23	14,715.66	8,381.27
Total Revenue from operations		180,201.56	120,119.03
Other Income	24	385.94	201.33
Total Income		180,587.50	120,320.36
Expenses			
Finance Costs	25	13,156.28	3,996.84
Fees and Commission Expense	26	9,398.91	5,896.67
Employee Benefits Expenses	27	60,779.85	40,125.02
Depreciation and amortisation	28	2,751.88	2,730.30
Other Expenses	29	33,057.60	26,409.68
Total Expenses		119,144.52	79,158.51
Profit before exceptional items and tax		61,442.98	41,161.85
Exceptional items		-	-
Profit before tax		61,442.98	41,161.85
Tax expense			
Current tax		16,300.00	10,750.00
Deferred tax Liability (Asset)	10	-615.89	-392.43
(Excess)/Short provision of previous years		550.42	-
Total tax expense		16,234.53	10,357.57
Profit for the year		45,208.45	30,804.28
Other Comprehensive Income			
Items that will not be reclassified to profit or loss:			
i) Remeasurement gains/(losses) on defined employee benefit plans	20	144.30	-4.12
ii) Income tax relating to above item (Liability) Asset	10	-36.32	1.04
Total Other Comprehensive Income for the year (net of tax)		107.98	-3.08
Total Comprehensive Income for the year		45,316.43	30,801.20
Earnings per equity share [Nominal value of share Rs.10/- (Previous year Rs.10)]			
Basic	43	46.67	31.80
Diluted		46.67	31.80

Summary of material accounting policy

1-2

The accompanying notes are an integral part of the Financial Statements.

As per our report of even date attached

For GMJ & Co.
Chartered Accountants
Firm Registration No.: 103429W

Atul Jain
Partner
Membership No. : 037097



Mumbai
April 15, 2024

For and on behalf of the Board of Directors of
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Managing Director & CEO
DIN: 09648283

Dhanashri Kenkre
Company Secretary
Membership No. : 17729

Mumbai
April 15, 2024

Sushanta Kumar Das
Whole Time Director & CFO
DIN: 09663646



SBICAP Securities Limited
Cash Flow Statement for the year ended March 31, 2024

	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Cash flow from operating activities :-		
Profit before tax after OCI	61,550.96	41,158.77
<u>Non-cash adjustments</u>		
Depreciation and amortization	2,751.88	2,730.30
Finance Cost	13,156.28	3,996.84
Provision for doubtful debts	1,752.88	796.90
Provision for leave encashment / gratuity	-89.97	224.35
Operating profit before working capital changes	79,122.03	48,907.15
Adjustments for changes in working capital :		
Increase/(decrease) in current trade payables	18,877.77	-1,308.65
Increase/(decrease) in other current liabilities	11,436.06	4,435.05
Increase/(decrease) in other long term liabilities	1,476.77	2,063.41
Decrease/(increase) in current trade receivables	-1,347.96	-13,040.31
Decrease/(increase) in margin and other deposits	-64,215.43	-8,950.18
Decrease/(increase) in long term loans and advances	-35,970.79	-117.04
Decrease/(increase) in short term loans and advances	-165,580.55	-109.70
Decrease/(increase) in other current assets	505.65	-469.91
Cash generated from operations before tax	-155,696.45	31,409.83
Direct taxes paid	-16,234.53	-10,357.58
Expense Incurred on CSR Activities	-667.60	-471.42
I. Net cash generated from operating activities	-172,598.59	20,580.83
Cash Flow from investing activities :-		
Purchase of Property, Plant and Equipment	-6,547.26	-2,268.76
Sale of Property, Plant and Equipment	11.03	1.71
Dividend income		
II. Net cash used in investing activities.	-6,536.23	-2,267.05
Cash Flow from financing activities :-		
Proceeds from issue of shares		
Dividend payout	-2,421.88	-2,421.88
Proceeds/(Repayment) from Borrowings	218,046.75	-26,678.83
Interest paid on Bank OD	-13,156.28	-3,996.84
III. Net cash provided by financing activities	202,468.62	-33,097.55
Net change in cash & cash equivalents (I+II+III)	23,333.80	-14,783.77
Cash & cash equivalents at the beginning of the year	31,847.74	46,631.51
Cash & cash equivalents at the end of the year	55,181.54	31,847.74
Components of cash and cash equivalents		
Balance with banks :		
On current accounts	55,181.30	31,847.71
Cash on hand	0.24	0.03
Total cash and cash equivalents (Note 16)	55,181.54	31,847.74

Summary of material accounting policy

2.1

The above cash flow statement has been prepared under the 'indirect method' as set out in Indian Accounting Standard 7 'Statement of Cash Flows'.

As per our report of even date attached

For GMJ & Co.
Chartered Accountants
Firm Registration No.: 103429W


Partner
Membership No. : 037097


Atul Jain

Mumbai
April 15, 2024



For and on behalf of the Board of Directors of
SBICAP Securities Limited


Deepak Kumar Lalla
Managing Director & CEO
DIN: 09648283


Dharmashri Kenkre
Company Secretary
Membership No. : 17729
Mumbai
April 15, 2024


Sushanta Kumar Das
Whole Time Director & CFO
DIN: 09663646



SBICAP Securities Limited
Statement of changes in Equity for the year ended March 31, 2024

A. Equity share capital

Particular	(Amount in Lakhs)
Balance As at April 01, 2023	9,687.50
Changes in equity share capital During the year	-
As at March 31, 2024	9,687.50

B. Other equity

(Amount in Lakhs)

Particulars	Reserves and Surplus			Total
	Securities premium	General Reserve	Retained Earnings	
Balance as at April 01, 2022	2,812.50	30.52	67,461.76	70,304.78
Profit for the year	-	-	30,804.28	30,804.28
Other Comprehensive Income for the year	-	-	-3.08	-3.08
Total Comprehensive Income for the year	-	-	30,801.20	30,801.20
Transferred to General Reserve	-	-	-	-
Interim Dividend paid during the year	-	-	-2,421.88	-2,421.88
Transferred from Retained Earnings	-	-	-	-
Balance as at March 31, 2023	2,812.50	30.52	95,841.08	98,684.10
Balance as at April 01, 2023	2,812.50	30.52	95,841.08	98,684.10
Profit for the year	-	-	45,208.45	45,208.45
Other Comprehensive Income for the year	-	-	107.98	107.98
Total Comprehensive Income for the year	-	-	45,316.43	45,316.43
Interim Dividend paid during the year	-	-	2,421.88	2,421.88
Transferred to General Reserve	-	-	-	-
Transferred from Retained Earnings	-	-	-	-
Balance as at March 31, 2024	2,812.50	30.52	138,735.63	141,578.65

Summary of material accounting policy

As per our report of even date attached

For GMJ & Co.
Chartered Accountants
Firm Registration No.: 103429W

Atul Jain
Atul Jain
Partner
Membership No.: 037097



For and on behalf of the Board of Directors of
SBICAP Securities Limited

Deepak Kumar Lalla
Deepak Kumar Lalla
Managing Director & CEO
DIN: 09648283

Dhanashri Kenkre
Dhanashri Kenkre
Company Secretary
Membership No.: 17729

Mumbai
April 15, 2024

Sushanta Kumar Das
Sushanta Kumar Das
Whole Time Director & CFO
DIN: 09663646



Mumbai
April 15, 2024

Note 1&2: Corporate Information and Summary of Material Accounting Policies.

SBICAP Securities Limited

1. Corporate Information:

SBICAP Securities Ltd ('the Company') is a wholly-owned subsidiary of SBI Capital Markets Ltd., incorporated in 2005. It is a member of the four premier stock exchanges of India, the National Stock Exchange of India Ltd, Bombay Stock Exchange Ltd, Multi Commodity Exchange of India Ltd and National Commodity & Derivatives Exchange Limited. The Company is engaged in the business of broking (retail and institutional) and third-party distribution of financial products.

2. Basis of preparation of financial statements

Basic of accounting convention:

The financial statements of the Company are prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, other pronouncements of the Institute of Chartered Accountants of India (ICAI), and with the relevant provisions of the Companies Act, 2013.

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis except for certain financial instruments which are measured at fair value at the end of each reporting period and defined benefit plans assets measured at fair value, as explained in the accounting policies below.

Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The financial statements have been prepared on going concern basis.

Functional Currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lacs, with two decimals unless otherwise indicated.



2.1 Summary of material accounting policies

a. Use of estimates

The preparation of financial statements in conformity with the recognition and measurement principles of Ind AS requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosures of contingent liabilities at the date of financial statements and the reported amounts of revenue and expenses during the reporting period. Estimates and underlying assumptions are reviewed on an ongoing basis. Although these estimates and assumptions are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements, actual results could differ from these estimates and assumptions. Adjustments, if any, are recognised prospectively.

b. Inventories

The securities acquired with the intention of holding for short-term period due to errors, omission and trading are classified as stock-in-trade. The securities held as stock-in-trade are valued at fair value through profit and loss account in accordance with Ind AS 109.

c. Property, Plant and Equipment and depreciation

Property, Plant and Equipment are stated at cost of acquisition or construction, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises of purchase price and directly attributable costs of bringing the asset to its working condition for its intended use.

Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefit from the existing asset. Items of tangible assets that have been retired from active use and are held for disposal are stated at lower of their net book value and net realisable value and are shown separately in the financial statements. Any expected loss is recognized immediately in the Statement of Profit and Loss.

Gains or losses arising from disposal of Property, Plant and Equipment are measured as the difference between the net sale proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is disposed.

Capital work-in-progress comprises of cost of tangible assets that are not yet ready for their intended use as at the balance sheet date.



Depreciation is provided over the Useful Life of the Property, Plant and Equipment as prescribed in Part C of Schedule II to the Companies Act, 2013 except in case of mobile phones forming part of office equipments and servers forming part of computers wherein the Management estimates the useful life to be lower i.e 3 years, based on technical evaluation. The estimated useful life of all tangible assets as stipulated by Schedule II to the Companies Act, 2013 and adopted by the Management for various block of assets are as under:

Description of assets Useful Life in years Method of Depreciation

Description of assets	Useful Life in years	Method of Depreciation
Office Equipments	5	WDV
Furniture & Fixtures	10	WDV
Computers	3	SLM

Depreciation on additions/disposals of Property, Plant and Equipment during the year has been provided on a prorata basis from the date of such additions/disposals. Assets individually costing Rs. 5000/- or less are depreciated fully in the year when they are put to use. Salvage value of 1% is considered for 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 losses, if any. Intangible assets are amortized on a straight line basis over the estimated useful life of 3 years.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is derecognised. Improvements to leasehold premises are depreciated on a straight-line basis over the primary lease period. Depreciation is not recorded on capital work-in-progress and intangible assets under development until construction and installation are complete and the asset is ready for its intended use.

Expenditure on software development eligible for capitalisation is carried as Intangible assets under development where such assets are not yet ready for their intended use

d. Impairment of assets

i) Impairment of financial assets (other than at fair value)

The Management assesses at each date of the balance sheet whether a financial asset or group of financial asset is impaired. Ind AS 109 on Financial Instruments, requires expected credit losses to be measured



through a loss allowance. In determining the allowances for doubtful trade receivables, the Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix.

The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in the provision matrix. Loss allowance for trade receivables with no significant financing component is measured based on lifetime expected credit losses. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month expected credit losses, or an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

ii) Impairment of non-financial assets

Tangible and Intangible assets

In accordance with Ind AS 36 on Impairment of Assets, Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

e. Financial Instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.



Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Classification and subsequent measurement on financial assets

On initial recognition, a financial asset is classified as measured at :

- Amortised cost;
- Fair value through profit and loss ('FVTPL');
- Fair value through other comprehensive income ('FVOCI')

Financial assets (other than equity instruments) are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

The Company classifies its financial assets in the following measurement categories

Financial assets at amortised cost

A financial assets is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- The asset is held within a business model whose objective is to hold assets to collect contractual cash flows ('Asset held to collect contractual cash flows'); and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest ('SPPI') on the principal amount outstanding.

After initial measurement and based on the assessment of the business model as asset held to collect contractual cash flows and SPPI, such financial assets are subsequently measured at amortised cost using effective interest rate ('EIR') method.

The EIR method is a method of calculating the amortised cost of a financial instrument and of allocating interest over the relevant period. The EIR is the rate that exactly discounts estimated future cash flows (including all fees paid or received that form an integral part of the EIR, transaction costs and other premiums or discounts) through the expected life of the instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.



Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets. Movements in the carrying amount of such financial assets are recognised in Other Comprehensive Income ('OCI'), except interest/dividend income which is recognised in profit and loss. Amounts recorded in OCI are subsequently transferred to the statement of profit and loss in case of debt instruments however, in case of equity instruments it will be directly transferred to reserves.

Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless they are measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are immediately recognised in statement of profit and loss.

Derecognition:

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

Equity instruments

All equity investments in scope of Ind-AS 109 are measured at fair value at the end of each reporting period. Equity instruments which are held for trading are classified as at FVTPL (fair value through profit or loss). For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by instrument basis. The classification is made on initial recognition and is irrevocable.



Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.

Trade Receivables

A receivable represents the company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Trade receivables that do not contain a significant financing component or for which the company has applied the practical expedient are initially recognized at transaction price determined under Ind AS 115. Trade receivables for more than 12 months are shown under non-current financial assets and are held at amortized cost, using the effective interest rate (EIR) method, less provision for impairment.

Trade payables

Trade payables are presented as financial liabilities. They are recognised initially at their fair value, net of transaction costs, and subsequently measured at amortised cost using the effective interest method where the time value of money is significant.

f. Revenue recognition

In accordance with Ind AS 115 "Revenue from Contracts" Company recognise revenue when it satisfies a performance obligation by transferring a promised service to a customer.

The Company recognises revenue from contracts with customers based on a five-step model as set out in Ind AS 115:

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.



Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation

The following specific recognition criteria have been followed before revenue is recognised.

Brokerage Income: Brokerage income in relation to stock broking activity is recognised on the trade date of transaction and includes stamp duty, transaction charges and is net of scheme incentives paid. Amounts receivable from and payable to clients/stock exchanges for broking transactions are disclosed separately as trades executed but not settled.

Selling & Distribution commission: Commission relating to public issues is accounted for on finalization of allotment of the public issue/receipt of information from intermediary. Brokerage Income relating to public issues / mutual fund / other securities is accounted for based on mobilisation and intimation received from clients / intermediaries.

Depository Income: Annual Maintenance Charges are recognised on accrual basis and transaction charges are recognised on trade date of transaction.

Other Income: Interest Income is recognised using the effective Interest method.

Interest Income from Margin Trading Funding Interest is recognised in relation to the loans in relation to the Margin Trading Funding provided to customers. Interest income is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future receipts through expected life of the related financial asset to the gross carrying amount of such financial asset.

g. Foreign currency transactions

Initial Recognition: On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Subsequent recognition: As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.



All monetary assets and liabilities in foreign currency are restated at the end of accounting period.

Exchange Differences: Exchange differences on restatement of all other monetary items are recognised in the Statement of Profit and Loss.

h. Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The Company has no obligation, other than the contribution payable to the provident fund.

The Company operates a gratuity plan for its employees, which is a defined benefit plan. The costs of providing benefits under this plan is determined on the basis of actuarial valuation at each year-end, using the projected unit credit method.

All expenses represented by current service cost, past service cost, if any, and net interest on the defined benefit liability / (asset) are recognised in the statement of profit and loss. Remeasurements of the net defined benefit liability/ (asset) comprising actuarial gains and losses and the return on the plan assets (excluding amounts included in net interest on the net defined benefit liability/asset), are recognised in Other Comprehensive Income. Such remeasurements are not reclassified to the Statement of Profit and Loss in the subsequent periods

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. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

i. Segment Reporting

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur



expenses, whose operating results are regularly reviewed by the company's Chief Operating Decision Maker ("CODM") to make decisions for which discrete financial information is available. Based on the management approach as defined in Ind AS 108, the CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments.

j. Operating Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating lease. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

k. Earnings per share

Basic and diluted earnings per share is computed by dividing profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive securities in any of the years presented.

1. Income Taxes

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred tax are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

Current Income Tax:

Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions. The amount of current tax asset or payable is the best estimate of tax amount expected to be paid or received that reflects uncertainty related to income taxes, if any

Deferred Tax:

Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of



assets and liabilities and their carrying amount, except when the deferred income tax arises from an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax liabilities are recognised for all taxable temporary differences.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the Company reassesses unrecognised deferred tax assets, if any.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

m. Provisions and Contingent Liabilities

Provision: A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent Liabilities:

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.



Bank Guarantee

Bank Guarantee is been taken from banks and kept with exchanges as a margin to meet the margin obligations.

n. Lease Company as a Lessee

The Company lease as set classes primarily consist of leases for office premises. The Company assesses whether a contract contains a lease, at the inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) The contract involves the use of an identified asset
- (ii) The Company has substantially all of the economic benefits from the use of the asset through the period of the lease and
- (iii) The Company has the right to direct the use of the asset.

Certain lease arrangements include the option to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities include these options when it is reasonably certain that they will be exercised.

Recognition: At the commencement date, right-of-use asset and a lease liability are recognized.

Measurement:

Right of Use Asset

At the commencement date, right-of-use asset is measured at cost.

The cost of the right-of-use asset shall comprise:

- (a) the amount of the initial measurement of the lease liability.
- (b) any lease payments made at or before the commencement date, less any lease incentives received;
- (c) any initial direct costs incurred by the lessee; and
- (d) an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories. The lessee incurs the obligation for those costs either at the commencement date or as a consequence of having used the underlying asset during a particular period.



Lease Liability:

The lease liability is measured at the present value of the lease payments that are not paid. The lease payments are discounted using the incremental borrowing rate of the Company.

At the commencement date, the lease payments included in the measurement of the lease liability comprise the following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date:

- (a) fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- (b) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date.
- (c) amounts expected to be payable by the lessee under residual value guarantees;
- (d) the exercise price of a purchase option if the lessee is reasonably certain to exercise that option; and
- (e) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

Short term lease

Company has not recognized operating lease accounting and not recognize lease assets and lease liabilities for leases with a lease term of 12 months or less (i.e., short-term leases).

Subsequent measurement & depreciation

Lessees accrete lease liability to reflect interest and reduce the liability to reflect lease payments made.

The depreciation requirements in Ind AS 16, Property, Plant and Equipment is applied, in depreciating the right-of-use asset, subject to the requirements If the lease transfers ownership of the underlying asset to the lessee by the end of the lease term or if the cost of the right-of-use asset reflects that the lessee will exercise a purchase option, the lessee shall depreciate the right-of-use asset from the commencement date to the end of the useful life of the underlying asset. Otherwise, the lessee shall depreciate the right-of-use asset from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

Right-to-use assets are subject to impairment testing under IAS 36 Impairment of Assets.



Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

o. Securities Lending and Borrowing

(a) Initial margin and /or additional margin paid over and above the initial margin, for entering into contracts for equity stock which are released on final settlement / squaring – up of the underlying contracts, are disclosed under Trade Payables

(b) On final settlement or squaring up of contracts for equity stocks, the realised profit or loss after adjusting the unrealized loss already accounted, if any, is recognised in the standalone statement of profit and loss.

(c) The Lending and Borrowing fees are recognised on Pro- rata basis over the tenure of the contract.

p. Dividends on equity shares

The Company recognises a liability to make cash distributions to equity shareholders when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the Companies Act, 2013, a distribution is authorised when it is approved by the shareholders except in case of interim dividend. A corresponding amount is recognised directly in equity.

q. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

Note 3: Cash and Cash Equivalents

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Cash and Cash Equivalents		
Cash on hand	0.24	0.03
Balance with banks : In current accounts	55,090.63	31,847.71
Balance with banks : In overdraft accounts	90.68	-
	55,181.54	31,847.74

Note 4: Bank balance other than Cash and cash equivalents

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Bank Deposits	124,653.15	60,437.72
(Having Maturity more than 3 Months and Includes Interest accrued on deposits)		
	124,653.15	60,437.72

Note :

1. Bank Balance other than cash and cash equivalent consisting of an amount equivalent to Rs 54,737.15 Lakhs (As at March 31, 2023 Rs.59,941.15 lakhs), are held as lien by Stock Exchange/Banks/PFRDA/UIDAI.
2. Bank Balance other than cash and cash equivalent consist of bank deposit amounting to Rs. 69,916.00 Lakhs is created out of client funds as per Securities and Exchange Board of India Circular SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/84 vide dated 8th June, 2023 which is used for the purpose of Upstreaming of clients' funds by Stock Brokers.

Note 5 : Receivables

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Trade Receivables		
Considered Good- Secured	8,154.10	4,358.76
Considered Good- unsecured	21,592.27	25,792.54
Trade Receivables- Credit Impaired	3,023.21	2,130.39
Total	32,769.58	32,281.69
Less: Loss allowance	3,023.21	2,130.39
Net receivable	29,746.37	30,151.30

Note:

- 1.The Company has recorded the balance receivable from various exchanges as Secured Trade receivables
- 2.The Company has provided allowance for doubtful debts based on the lifetime expected credit loss model using provision policy.(simplified approach)
3. No Trade or other receivables are due from directors or any other officers of the company either severally or jointly with any other persons. Nor any trade or other receivables are due from firms including LLP or private companies respectively in which such director is a member, director or partner other than the related party transactions stated in Note No 38 .

Movement in allowance for doubtful debt :

Particulars	(Amount in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	2,130.39	1,660.65
Add: Allowance for the year	1,752.88	796.90
Less: Write off of bad debts (net of recovery)	-860.07	-327.16
Balance at the end of year	3,023.21	2,130.39
	3,023.21	2,130.39



Trade Receivables ageing schedule as on March 31, 2024

Particulars	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables — considered good	237,528.57	1,962.35	1,182.24	34.17	276.00	240,983.32
(ii) Undisputed Trade Receivables — which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables — credit impaired	378.09	1,631.75	733.93	3.44	276.00	3,023.21
(iv) Disputed Trade Receivables—considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables — which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables — credit impaired	-	-	-	-	-	-
Net Receivable	237,906.66	3,594.10	1,916.17	37.61	552.00	244,006.53
Unbilled revenue	-	-	-	-	-	14,617.81
Not due	-	-	-	-	-	-
Total Receivables	237,906.66	3,594.10	1,916.17	37.61	552.00	258,624.34

Trade Receivables ageing schedule as on March 31, 2023

Particulars	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables — considered good	74,887.37	524.90	49.77	-	-	75,462.04
(ii) Undisputed Trade Receivables — which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables — credit impaired	361.61	765.78	567.80	20.63	414.57	2,130.39
(iv) Disputed Trade Receivables—considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables — which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables — credit impaired	-	-	-	-	-	-
Net Receivable	75,248.98	1,290.68	617.57	20.63	414.57	77,592.43
Unbilled revenue	-	-	-	-	-	15,558.01
Not Due	-	-	-	-	-	-
Total Receivables	75,248.98	1,290.68	617.57	20.63	414.57	93,150.44

*Ageing of Trade Receivables Includes amount receivable from clients under margin trading funding (MTF) as disclosed in Note 6: Loans

Note 6: Loans

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Amortised Cost		
Margin Trading Funding	225,854.75	60,868.75
Total	225,854.75	60,868.75

Note 7: Investments

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Investments carried at FVOCI	0.10	0.10
Investment in Unquoted Equity Shares (in India)		
SBI Foundation		
CY: 1,000 (PY March 31, 2023: 1,000) shares of Rs.10 each		
	0.10	0.10

Note 8: Other Financial Assets

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Non-Current		
(Unsecured, considered good)		
Deposits with stock exchanges/clearing house	36,023.71	431.10
Security Deposits	988.00	609.82
(Unsecured, considered doubtful)		
Arbitration Deposit	59.91	53.72
Less : Impairment allowance	-59.91	-53.72
Total Non-Current	37,011.71	1,040.92



SBICAP Securities Limited

Notes forming part of financial statements for the year ended March 31, 2024

Note 9: Current tax Assets (net)

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Advance income-tax (including TDS)		
[net of provision for taxation of Rs.16,300 (March 31, 2023 Rs.10,750)]	1,085.76	1,070.79
	1,085.76	1,070.79

Note 10: Deferred tax assets (net)

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Deferred Tax Assets (Assets)		
Property, Plant and Equipment : (Depreciation)	220.30	87.43
Provision for doubtful debts	760.94	536.22
Provision for Performance linked variable plan	738.74	459.35
Provision for Arbitration	15.08	13.52
Provision for incentive payable		
Provision for Gratuity	2.39	79.49
Provision for other employee benefits	180.26	125.80
OCI Impact	-27.76	8.56
Gross deferred tax asset	1,889.95	1,310.37

Deferred Tax Liability - Liability - Other Comprehensive Income

Gross deferred tax liability

Deferred tax assets (net)

1,889.95	1,310.37
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SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

(Amount in Lakhs)

Note 11 (a):
Property, Plant and Equipment
Tangible assets

	Office Equipments	Furniture & Fixtures	Computers	Total
GROSS BLOCK (AT COST)				
At April 1, 2022	242.64	132.42	5,173.76	5,548.83
Additions	95.26	95.80	309.69	500.75
Disposals	-1.07	-	-2.12	-3.19
At March 31, 2023	336.84	228.22	5,481.33	6,046.39
Additions	147.20	490.11	800.06	1,437.38
Disposals	-	-	-0.69	-0.69
At March 31, 2024	484.04	718.33	6,280.70	7,483.07
DEPRECIATION				
At April 1, 2022	186.20	93.96	3,808.39	4,088.55
Charge for the year	72.43	37.28	730.80	840.51
Disposals	-0.47	-	-0.99	-1.46
At March 31, 2023	258.15	131.25	4,538.20	4,927.60
Charge for the year	80.35	97.32	721.07	898.74
Disposals	-	-	-0.28	-0.28
At March 31, 2024	338.50	228.57	5,258.99	5,826.06
NET BLOCK				
At March 31, 2023	78.68	96.98	943.13	1,118.80
At March 31, 2024	145.54	489.76	1,021.71	1,657.01

Note : 11(b)
Right of Use assets (ROU)

	ROU	Total
GROSS BLOCK (AT COST)		
At April 1, 2022	3,862.64	3,862.64
Additions	669.31	669.31
Disposals	-343.24	-343.24
At March 31, 2023	4,188.71	4,188.71
Additions	5,236.69	5,236.69
Disposals	-161.62	-161.62
At March 31, 2024	9,263.77	9,263.77
DEPRECIATION		
At April 1, 2022	2,827.69	2,827.69
Charge for the year	682.63	682.63
Disposals	-217.02	-217.02
At March 31, 2023	3,293.30	3,293.30
Charge for the year	803.91	803.91
Disposals	-	-
At March 31, 2024	4,097.21	4,097.21
NET BLOCK		
At March 31, 2023	895.41	895.41
At March 31, 2024	5,166.57	5,166.57



Note 12:
Intangible assets

GROSS BLOCK (AT COST)

At April 1, 2022
Additions
Disposals
At March 31, 2023
Additions
Disposals
At March 31, 2024

Computer Software	Total
3,241.17	3,241.17
1,233.49	1,233.49
-	-
4,474.66	4,474.66
12.00	12.00
-	-
4,486.66	4,486.66

AMORTIZATION

At April 1, 2022
Charge for the year
Disposals
At March 31, 2023
Charge for the year
Disposals
At March 31, 2024

1,571.03	1,571.03
1,207.16	1,207.16
-	-
2,778.20	2,778.20
1,049.52	1,049.52
-	-
3,827.71	3,827.71

NET BLOCK

At March 31, 2023

1,696.47	1,696.47
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At March 31, 2024

658.95	658.95
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Intangible assets under development aging schedule for year ended March 31, 2024 :

(in Lakhs)

Intangible assets under development	Amount in IAUD for the year of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	12.50	-	-	-	12.50
Projects temporarily suspended	-	-	-	-	-

Intangible assets under development aging schedule for year ended March 2023 :

(in Lakhs)

Intangible assets under development	Amount in IAUD for the year of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

Note 13: Other Non-financial Assets

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current		
(Unsecured, considered good)		
Advances to Suppliers	428.94	242.66
Advances to Employees	125.05	213.07
Prepaid Expenses	752.85	725.25
Goods & Service Tax Input credit available	1,054.68	1,759.41
Imprest Account	0.67	0.53
Total Current	2,362.18	2,940.92
Non-Current		
(Unsecured, considered good)		
Capital Advances	73.79	0.70
Total Non-Current	73.79	0.70
Total	2,435.97	2,941.62

Note 14 : Payable

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Trade Payable (Amount in Lakhs)		
Current		
Trade payables (relating to Brokerage business)	33,891.08	17,008.54
Trade payables (Selling and Distribution and others)	2,852.88	1,991.51
	36,743.96	19,000.05
(ii) Other Payable		
Other Payable (non MSME)	1,660.88	519.64
Other Payable (MSME)	-	7.38
	1,660.88	527.02

Trade Payables ageing schedule March 31, 2024

Particulars	Outstanding for following year from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	38,342.10	62.74	-	-	38,404.84
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-
Total	38,342.10	62.74	-	-	38,404.84

Trade Payables ageing schedule March 31, 2023

Particulars	Outstanding for following year from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	7.38	-	-	-	7.38
(ii) Others	19,512.75	6.94	-	-	19,519.69
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-
Total	19,520.13	6.94	-	-	19,527.07



Dues to Micro and Small Enterprises:-

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), The disclosure pursuant to the said MSMED are as under:-

Particulars	For the year ended	For the year ended
	March 31, 2024	March 31, 2023
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	7.38
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amount due to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years.	-	-

Note 15 (a) : Debt Securities

(Amount in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
At Amortized cost using effective interest rate		
Unsecured		
- From Commercial Papers (refer note 41)- (In India)	264,586.11	-
	264,586.11	-

Tenure
Rate of interest
Repayment schedule

75 to 365 days
7.17% to 8.93%
At maturity

75 to 91 days
4.45% to 7.24%
At maturity

Note 15 (b) : Borrowing (other than debt securities)

(Amount in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current		
At Amortized cost		
Loan Repayable on demand (From Bank)		
Bank Overdraft - Secured (in India)	0.00	46,539.36
	0.00	46,539.36

Rate of Interest and Date of overdraft facility

1. Demand Loan of Rs.Nil- with Indusind bank as per details given below (Previous Year Rs.27,000/- Lakhs secured by Trade Receivables (MTF).

2. Bank Overdraft of Rs. Nil with State Bank of India , out of the same O/s amount of Rs Nil carry interest rates of 8.85% per annum (secured by 100% margin in form of Bank Fixed deposits) and remaining O/s amount of Rs Nil carries interest rate of 8.10% per annum (secured by 50% margin in the form of Bank Fixed deposits) (Previous Year 19,539.36/-).

Note 16 (a) : Lease Liabilities

(Amount in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current		
Lease Liability	1,285.75	466.55
Non Current		
Lease Liability	4,060.16	485.08
	5,345.91	951.63



Note 16 (b) : Other Financial Liabilities

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Current		
Capital Creditors	-	9.06
Payable to Employees	13,448.73	8,106.29
Other Accrued Expense	4,117.37	3,072.83
Total Current	17,566.10	11,188.18
Non-Current		
Retention money for Capital expenditure	0.58	4.30
Total Non-Current	0.58	4.30
Total	17,566.68	11,192.48

Note 17.: Provisions

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Current		
Provision for employee benefits	-	-
Provision for gratuity	-	-
Provision for leave benefits	300.68	210.47
Total Current	300.68	210.47
Non-Current		
Provision for employee benefits	-	-
Provision for gratuity	9.48	315.83
Provision for leave benefits	415.48	289.31
Total Non-Current	424.96	605.14
Total	725.64	815.61

Note 18: Other Non-Financial Liabilities

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Current		
Contract Liability	3,157.94	2,140.95
Statutory Dues	4,301.08	3,841.29
Total	7,459.02	5,982.24

Contract Liability

Revenue relating to DP AMC services is recognised over time although the customer pays up-front in full for these services. A contract liability is recognised for revenue relating to the DP AMC at the time of the initial transaction and is released over the service period.

Significant Changes in Contract Liability during the year are as follows:

	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Balance of the Contract liability	2,140.95	1437.77
Revenue recognized during the current year from amount included in the opening balance	2,140.95	1437.77
Closing Balance of Contract liability	3,157.94	2,140.95



The Carrying value and fair value of financial instruments by categories as of March 31, 2024 and March 31, 2023 were as follows :

Financial Assets and Liabilities as at March 31, 2024	Carried at Amortized cost	Routed through Profit and Loss	Routed through Other Comprehensive Income	Total Amount
Assets				
Investments (Refer to Note 7)	-		0.10	0.10
Trade Receivables (Refer to Note 5)	29,746.37			29,746.37
Loans (Refer to Note 6)	225,854.75			225,854.75
Cash and cash equivalents (Refer to Note 3)	55,181.54			55,181.54
Bank balance other than Cash and cash equivalents (Refer Note 4)	124,653.15			124,653.15
Other Financial Assets (Refer to Notes 8)	37,011.71			37,011.71
Total	472,447.53	-	0.10	472,447.63
Liabilities				
Debt Securities and Borrowings (Refer to Note 15)	264,586.11			264,586.11
Trade and other Payables (Refer to Note 14)	38,404.84			38,404.84
Other Financial Liabilities (Refer to Notes 16)	17,566.68			17,566.68
Total	320,557.63			320,557.63

Financial Assets and Liabilities as at March 31, 2023	Carried at Amortized cost	Routed through Profit and Loss	Routed through Other Comprehensive Income	Total Amount
Assets				
Investments (Refer to Note 7)	-		0.10	0.10
Trade Receivables (Refer to Note 5)	30,151.30			30,151.30
Loans (Refer to Note 6)	60,868.75			60,868.75
Cash and cash equivalents (Refer to Note 3)	31,847.74			31,847.74
Bank balance other than Cash and cash equivalents (Refer Note 4)	60,437.72			60,437.72
Other Financial Assets (Refer to Notes 8)	1,040.92			1,040.92
Total	184,346.43	-	0.10	184,346.53
Liabilities				
Debt Securities and Borrowings (Refer to Note 15)	46,539.36			46,539.36
Trade Payables (Refer to Note 14)	19,527.07			19,527.07
Other Financial Liabilities (Refer to Notes 16)	11,192.48			11,192.48
Total	77,258.91	-	-	77,258.91



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

Note 19: Equity Share capital

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Authorised share capital		
250,000,000 (Previous year March 31, 2023: 250,000,000) Equity Shares of Rs. 10 each	25,000.00	25,000.00
Issued, subscribed and paid-up share capital		
96,875,000 (Previous year March 31, 2023 : 96,875,000) Equity Shares of Rs.10 each	9,687.50	9,687.50
Total Issued, subscribed and paid-up share capital	9,687.50	9,687.50

Notes :

a. Reconciliation of shares outstanding as at Sum of March 31, 2024 and March 31, 2023

	March-24		March-23	
	No. of shares	Rupees	No. of shares	Rupees
Equity shares				
Outstanding at the beginning of the year	96,875,000	9687.5	96,875,000	9687.5
Add: Issued during the year for cash	-	-	-	-
Outstanding at the end of the year	96,875,000	9,688	96,875,000	9,688

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. 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 amounts in proportion to their shareholdings.

c. Shares held by holding/ultimate holding company and/or their subsidiaries/associates

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
SBI Capital Market Ltd., the holding company & its nominees		
96,875,000 (Previous year March 31, 2023) Equity Shares of Rs.10 each	9,687.50	9,687.50

d. Details of shareholders holding more than 5% share capital in aggregate in the Company

	March-24		March-23	
	No. of shares	% of holding	No. of shares	% of holding
Equity shares of Rs.10 each fully paid up				
SBI Capital Market Ltd., the holding Company & its nominees	96,875,000	100%	96,875,000	100%

Shareholding of promoters

Shares held by promoters at the end of the year:			
Promoter name	No. of Shares	% of total shares	% Change during the year
SBI Capital Market Ltd., the holding Company & its nominees	96,875,000	100.00%	-
Total	96,875,000	100.00%	

e. The company does not have any shares reserved for issue under options, contract/commitments for sale of shares/disinvestments as at March 31, 2024.

f. During the period of five years immediately preceding March 31, 2024, the Company has not issued any bonus shares or shares for consideration other than cash and also the company has not bought back any shares during this year

g. The Company does not have any securities as at March 31, 2024, which are convertible into equity/preference shares.

h. As per records of the Company, no calls remain unpaid by the directors and officers of the Company as on March 31, 2024.

i. As per records of the Company, no shares have been forfeited by the Company during the year.

j. There are no shares reserved for issue under options and contracts/commitments for the sale of shares or disinvestment as on March 31, 2024.



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

Capital Management

The Company's objective for capital management is to maximise shareholder value, safeguard business continuity and support the growth of the Company. The Company determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are met through equity, operating cash flows generated and short term debt. The Company is not subject to any externally imposed capital requirements.

Note 20: Other Equity

Other equity consists of the following :

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Reserve and Surplus		
Securities Premium Reserve		
Opening Balance	2,812.50	2,812.50
Add: premium on issue of shares received during the year	-	-
Closing balance	<u>2,812.50</u>	<u>2,812.50</u>
General Reserve		
Opening Balance	30.52	30.52
Add : amount transferred from surplus balance in the statement of profit and loss	-	-
Closing balance	<u>30.52</u>	<u>30.52</u>
Retained Earnings		
Opening Balance	95,841.08	67,461.75
Add: Profit for the year	45,208.45	30,804.29
Add: Other Comprehensive Income for the year (net of tax)	107.98	-3.08
Less: Interim Dividend on equity shares	-2,421.88	-2,421.88
Closing balance	<u>138,735.63</u>	<u>95,841.08</u>
Total	<u>141,578.63</u>	<u>98,684.10</u>



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

Note 21 : Interest Income

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest earned on Bank Deposits	5,574.37	2,801.22
Total	5,574.37	2,801.22

Note 22 : Fees and Commission Income

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Brokerage	59,937.06	34,427.12
Sub-Total (A)	59,937.06	34,427.12
Selling and distribution commission(S&D)		
Mutual funds	696.07	624.86
Initial Public Offerings(IPO)	435.70	916.29
Bonds/Debentures	846.22	405.19
Home Loan/Car Loan	86,347.89	64,404.88
Others	3,908.12	3,332.82
Sub-Total (B)	92,234.00	69,684.04
Depository service income	7,740.47	4,825.38
Sub-Total (C)	7,740.47	4,825.38
Total (A+B+C)	159,911.53	108,936.54



Note 23: Other operating income

(Amount in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Account opening charges	4,981.25	3,752.97
Subscription Income	4,398.16	3,098.11
Miscellaneous income	5,336.25	1,530.19
Total	14,715.66	8,381.27

Note 24 : Other Income

(Amount in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Provisions written back:		
a) Incentive and Performance linked variable payment	385.64	148.89
b) S&D Sub commission W/back provision	-	3.54
c) Profit on Sale of Property, Plant and Equipment (net) & Termination of lease	0.30	44.50
d) Dividend Income	-	0.02
Others	-	4.38
Total	385.94	201.33

NOTE: Policy for Recognition and satisfaction of performance obligation of Revenue from contracts with customers.(a) Timing of revenue recognition

Brokerage

Service transferred over time and at point in time

Selling and Distribution Income- Commission

Service transferred point in time

(b) Performance obligation(i) Brokerage

Brokerage Fee Income Revenue recognition for brokerage fees can be divided into the following two categories:

Brokerage Fees – Over Time Fees earned for the provision of services are recognised over time as the customer simultaneously receives and consumes the benefits, as the services are rendered. These include brokerage fees, which is fixed at inception irrespective of number of transactions executed. The revenue for such contracts is recognised over the term of the contract.

Brokerage Fees – Point in Time Revenue from contract with customer is recognised point in time when performance obligation is satisfied (when the trade is executed). These include brokerage fees which is charged per transaction executed.

(ii) Selling and Distribution Income- Commission

Commissions from distribution of financial products (Retail assets) are recognised upon disbursement of the product to the applicant.

(c) Geographical

Geographical location for revenue from contracts with customers is majority from India



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

Note 25: Finance Costs

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest on Debt securities	10,574.42	1,507.02
Interest on Short Term Borrowings	2,383.54	2,397.24
Interest on Lease Liability	198.32	92.58
Total	13,156.28	3,996.84

Note 26: Fees and Commission Expense

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Selling and distribution sub-commission	9,398.91	5,896.67
Total	9,398.91	5,896.67

Note 27: Employee Benefits Expenses

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Salaries, wages and bonus	55,719.67	36,765.66
Contribution to provident and other funds	3,023.49	2,225.31
Gratuity expense	668.79	225.68
Staff welfare expenses	1,367.90	908.37
Total	60,779.85	40,125.02

Note 28: Depreciation and amortisation

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation & Amortization :		
Depreciation on Property Plant and Equipment (Refer Note 11 a)	898.46	840.51
Depreciation on ROU (Refer Note 11 b)	803.91	682.63
Amortization on Intangible Assets (Refer Note 12)	1,049.52	1,207.16
Total	2,751.88	2,730.30



Note 29 : Other Expenses

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Lease Rent	1,201.50	1,035.71
Repairs and maintenance	603.46	851.20
Hiring Charges	646.68	419.07
Advertisement	879.33	36.61
CSR Expense	667.60	471.42
Travelling and Conveyance Expenses	352.20	350.39
Communication Expenses	798.65	759.71
Printing and stationery	189.73	149.71
Legal and Professional Fees	2,156.03	1,345.42
Director's sitting fees	15.60	10.30
Payment to Auditors	31.52	26.36
Electricity charges	282.63	250.97
Membership and subscriptions	508.39	508.40
Office Maintenance	512.67	373.77
Staff recruitment	98.63	51.92
Books and periodicals	3.57	2.19
Business promotion	1,595.33	1,358.40
Courier charges	163.20	175.19
Insurance charges	10.00	12.42
Registration charges	2.07	6.57
Rates and Taxes (Refer note no . 49)	123.44	11.25
Royalty Expenses	903.83	629.00
Interest on Delayed Payment of Taxes	0.14	0.23
Stamp and franking charges	657.90	35.57
Bank Charges	414.46	408.19
Miscellaneous Expenses	15.82	8.64
Insurance Charges-stock brokers indemnity	6.61	6.61
Cost of outsourced staff	15,407.33	14,164.01
Other operating expenses	3,056.38	2,153.55
Provision for doubtful debts	1,752.88	796.90
Total	33,057.60	26,409.69

Particulars	(Amount in Lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
As auditor :		
Audit fee	16.00	15.30
Tax audit fee	1.30	1.15
Limited Review	6.34	3.11
In other capacity :		
Other services (certification fees)	7.88	6.80
Total	31.52	26.36



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

(Amount in Lakhs)

Note 30:
Capital and other commitments

a) Estimated amount of contracts remaining to be executed on capital account not provided for*
(Net of Advances)

As at March 31, 2024	As at March 31, 2023
1,088.69	331.22
<u>1,088.69</u>	<u>331.22</u>

* Comprise of amount payable on open purchase orders for Property, Plant and Equipment

Note 31:
Contingent liabilities

a) Claims against the Company not acknowledged as debts : 33 legal cases (PY 19 legal cases)

As at March 31, 2024	As at March 31, 2023
6,063.77	202.98
<u>6,063.77</u>	<u>202.98</u>

b) Bank Guarantees

37,925.00 44,225.00

Note 32:
Value of Imports calculated on CIF basis

Capital expenditure for Software licenses

For the year ended March 31, 2024	For the year ended March 31, 2023
-	-
<u>-</u>	<u>-</u>

Note 33:
Expenditures in foreign currency (accrual basis)

Membership and Subscription

For the year ended March 31, 2024	For the year ended March 31, 2023
19.21	27.61
<u>19.21</u>	<u>27.61</u>

Note 34:
Earnings in foreign currency (accrual basis)

Research Income

For the year ended March 31, 2024	For the year ended March 31, 2023
-	0.07
<u>-</u>	<u>0.07</u>



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

Note 35:

a) Gratuity

The Company has a defined benefit gratuity plan. Under this plan, every employee who has completed atleast five years of service gets a gratuity on departure at the rate of 15 days of last drawn salary for each completed year of service. The scheme is funded with an insurance company in the form of qualifying insurance policy.

The following tables summarise the components of net benefit expense recognised in the statement of profit and loss and other comprehensive income, the funded status and amounts recognised in the balance sheet, as per Actuarial Valuation Report which has been relied upon by the Auditors.

A: Amount recognized in Balance Sheet:

The total amount of net liability / asset to be recorded in the balance sheet of the company, along with the comparative figures for previous year, is shown in the table below:

	March 31, 2024	March 31, 2023
Present value of funded defined benefit obligation	1,255.29	848.98
Fair value of plan assets	1,245.81	533.15
Net funded obligation	9.48	315.83
Present value of unfunded defined benefit obligation	-	-
Amount not recognized due to asset limit	-	-
Net defined benefit liability / (asset) recognized in balance sheet	9.48	315.83
Net defined benefit liability / (asset) is bifurcated as follows:		
Current	-	-
Non-Current	9.48	315.83

B: Movement in Plan Assets :

The fair value of the assets as at the balance sheet date has been estimated by the Actuary based on the latest date for which a certified value of assets is readily available and the cash flow information to and from the fund between this date and the balance sheet date allowing for estimated interest for the year.

A reconciliation of the plan assets during the inter-valuation year is given below:

	March 31, 2024	March 31, 2023
Opening fair value of plan assets	533.15	597.64
Employer contributions	715.58	-
Interest on plan assets	47.16	41.02
Administration expenses	-	-
Remeasurements due to :		
Actual return on plan assets less interest on plan assets	14.89	0.74
Benefits Paid	(64.98)	(106.25)
Assets acquired / (settled)	-	-
Assets distributed on settlements	-	-
Closing fair value of plan assets	1,245.80	533.15

C: Disaggregation of Plan Assets

A split of plan asset between various asset classes as well as segregation between quoted and unquoted values is presented below:

	March 31, 2024	March 31, 2023
Property	-	-
Government Debt Instruments	-	-
Other Debt Instruments	-	-
Equity Instruments	-	-
Insurer Managed Funds (Unquoted values)	1,245.80	533.15
Others	-	-
Grand Total	1,245.80	533.15



D: Reconciliation of net liability / asset:

The movement of net liability / asset from the beginning to the end of the accounting year as recognized in the balance sheet of the Company is shown below:

	March 31, 2024	March 31, 2023
Opening net defined benefit liability / (asset)	315.83	111.32
Expense charged to profit & loss account	264.93	208.62
Amount recognized outside profit & loss account		
Employer Contributions	144.30	(4.12)
Impact of liability assumed or (settled)	(715.58)	-
	-	-
Closing net defined benefit liability / (asset)	9.48	315.82

Movement in benefit Obligations:

A reconciliation of the benefit obligation during the inter - valuation year is given below:

	March 31, 2024	March 31, 2023
Opening of defined benefit obligation	848.98	708.97
Current Service Cost	256.48	213.63
Past Service Cost	-	-
Interest on defined benefit obligation	55.62	36.01
Remeasurements due to:		
Actuarial loss/ (gain) arising from change in financial assumptions	5.03	(59.17)
Actuarial loss / (gain) arising from change in demographic assumptions	-	-
Actuarial loss / (gain) arising on account of experience changes	154.16	55.79
Actuarial (gains) / losses on obligation	-	-
Benefits paid	(64.98)	(106.25)
Liabilities assumed / (settled) (On account of business combination or inter	-	-
Liabilities extinguished on settlements	-	-
Closing of defined benefit obligation	1,255.29	848.98

E : Amount recognized in the Statement of Profit & Loss Account as Employee Benefits Expense:

	March 31, 2024	March 31, 2023
Current service cost	256.48	213.62
Past service cost	-	-
Administration expenses	-	-
Interest on net defined benefit liability / (asset)	8.45	(5.00)
(Gains) / losses on settlement	-	-
Expected return on plan assets	-	-
Net actuarial (gain) / loss recognised in the year	-	-
Expense charged to profit & loss account	264.93	208.62

Amount Recorded in Other Comprehensive Income:

	March 31, 2024	March 31, 2023
Opening amount recognized in OCI	25.75	29.87
Remeasurements during the year due to	-	-
Changes in financial assumptions	5.03	(59.17)
Changes in demographic assumptions	-	-
Experience Adjustments	154.16	55.79
Actual return on plan assets less interest on plan assets	(14.90)	(0.74)
Adjustment to recognize the effect of asset ceiling	-	-
Amount recognized in Other Comprehensive Income before tax	170.04	25.75

The key actuarial assumptions used in determining gratuity obligation for the Company's plan are shown below :

	March 31, 2024	March 31, 2023
Discount rate (p.a.)	7.20% p.a	7.30% p.a
Expected rate of return on assets		
Employee turnover		
Salary escalation rate (p.a.)	8.00% p.a	8.00% p.a

	March 31, 2024	March 31, 2023
	No. of employees	No. of employees
Information considered for the actuarial valuation in respect of active serving members	10,228	7,959



Note 36:**Leave encashment**

The principal assumptions used in determining Leave encashment obligation for the Company's plan are shown below :

	March 31, 2024	March 31, 2023
Discount rate	7.20% p.a	7.30% p.a.
Increase in compensation cost	8.00% p.a	8.00% p.a

Payments to and provision for employees includes Rs. 674.21 Lakhs (March 31, 2023: Rs.19.85 Lakhs) towards provision made as per Actuarial Valuation in respect of accumulated leave encashment debited to the Statement of Profit and Loss. Total Liability as per Actuarial Valuation and as reflected in Company's Accounts is Rs. 716.66 Lakhs (March 31, 2023: Rs. 499.79 Lakhs). The Company has not funded the liability.

Note 37:**Segmental information**

The Company mainly operates under two different operating Segments. The Company is engaged in the business of securities broking, its allied services and Distribution Services. Further, all the transactions and the assets of the Company are recorded/located in India. As per the views of the Company's chief operating decision maker, business activities primarily falls within two operating segments, disclosures as per IND AS 108 - Operating Segments are as below:

Description of segment and principal activities

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by chief

Business Segment	Segment Comprises of
Retail Broking	Broking and other related activities, Distribution of third party products like Mutual Fund, Bonds, Debentures etc. and sales credit for referred business.
Distribution Services	Asset Sales
All other segments	All other segments which are not reportable segment as per Ind AS 108

The Accounting principles and policies adopted in the preparation of the financial statements are also consistently applied to record income/ expenditure and assets/ liabilities in individual segments. Revenue and expenses directly attributable to segments are reported under each reportable operating segment.

Certain revenue and expenses, which form component of total revenue and expenses, are not identifiable to specific reporting segments as the underlying resources are used interchangeably, have been allocated on the reasonable basis to respective segment. Revenue and expenses, which relate to Group as a whole and are not allocable on reasonable basis, have been disclosed under "Unallocated expenses/income". Similarly, assets and liabilities in relation to segments are categorised based on items that are individually identifiable to specific reporting segments. Certain assets and liabilities, which form component of total assets and liabilities, are not identifiable to specific reporting segments as the underlying resources are used interchangeably, have been allocated on the reasonable basis to respective segment. Assets and liabilities, which relate to Group as a whole and are not allocable on reasonable basis, have been disclosed under "Unallocated assets/liabilities"

(In Lakhs)

Particulars	As at/ Year ended	
	March 31, 2024	March 31, 2023
Segment Revenue		
(i) Retail Broking	85,734.44	50,629.26
(ii) Distribution Services	86,646.81	64,475.61
(iii) All other segments	-	-
(iv) Unallocated	8,206.25	5,215.49
Total	180,587.50	120,320.36
Less: Inter Segment Revenue	-	-
Income from Operations	180,587.50	120,320.36
Segment Result (PBT)		
(i) Retail Broking	28,945.69	16,240.66
(ii) Distribution Services	26,579.82	22,111.06
(iii) All other segments	-	-
(iv) Unallocated	5,917.47	2,810.13
Total	61,442.98	41,161.85
	61,442.98	41,161.85
Segment Assets		
(i) Retail Broking	453,240.63	128,893.02
(ii) Distribution Services	29,012.19	62,105.80
(iii) All other segments	-	-
(iv) Unallocated	3,101.51	2,381.17
Total Assets	485,354.33	193,379.99
Segment Liability		
(i) Retail Broking	315,474.26	68,100.07
(ii) Distribution Services	15,653.43	6,072.65
(iii) All other segments	-	-
(iv) Unallocated	154,226.64	119,207.27
Total Liability	485,354.33	193,379.99



Note 38:

Related parties disclosures as per IND AS- 24 , as identified by the Company and relied upon by the Auditors.

Names of related parties and related party relationships

Names of related parties where control exists:

Name of the Party

State Bank of India
SBI Capital Markets Limited

Relationship

Ultimate Holding Company
Holding Company

Name of the Party

SBI Life Insurance Company Limited
SBI Mutual Fund Trustee Company Private Limited
SBI DFHI Ltd.
SBI Fund Management Pvt Ltd.
SBI Global Factors Ltd.
SBI General Insurance Company Limited
SBI Foundation
SBICAP Ventures Limited
SBI Cards and Payment Services Limited
SBICAP Trustee Company Ltd.
SBI Infra Management Solutions Pvt Ltd

Relationship

Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary
Fellow Subsidiary

Key Management Personnel

Shri Ashwini Kumar Tewari (w.e.f. 05/12/2023)
Shri Virendra Bansal (w.e.f. 26/03/2024)
Shri Rajay Kumar Sinha (Upto 23/01/2024)
Shri Richard Mendonca
Dr Gitika Kapoor
Shri D.P. Singh
Shri Debangshu Munshi (w.e.f. 08/08/2023)
Shri Sharad Sharma
Shri Shesh Ram Verma
Shri Deepak Kumar Lalla
Shri Sushanta Kumar Das
Mrs. Dhanashri Kenkre

Relationship

Nominee Director
Nominee Director
Nominee Director
Independent Director
Independent Director
Director
Nominee Director
Director
Nominee Director
Managing Director and CEO
Whole time Director and CFO
Company Secretary

Related parties defined As per Ind AS 24 "Related Party Disclosures" have been identified on the basis of representation made by the management and information available with the Company.



3.8. Related parties disclosures (Contd.)

[illegible]

which represents cost of the employees on deputation from the ultimate holding company - State Bank of India. It also includes reimbursement of salaries paid to five Management Personnel as all of them are on deputation from the bank.



Notes forming part of financial statements for the year ended March 31, 2024

Balances outstanding as at year ended

(Amount in Lakhs)

Name of related party	Year ended	Balance receivable as at:										Balance payable as at:				
		Interest accrued:	Selling and distribution receivable	Trade receivable				Bank balances	Fixed Deposits	Investment in Equity Shares	Gratuity fund	Other Receivable	Provision for Doubtful debts	Other liability	Selling and distribution payable	Short Term Borrowings
Ultimate holding company																
State Bank of India	March 31, 2024	1,077.27	-	2.81	-	-	-	39,632.31	26,520.00	-	-	26,380.58	-	813.44	-	-
	March 31, 2023	215.91	-	12,800.86	-	-	-	28,483.20	26,520.00	-	-	-	-	566.10	-	19,539.36
Holding company																
SBI Capital Market Limited	March 31, 2024	-	48.35	-	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2023	-	82.07	-	-	-	-	-	-	-	-	-	-	-	-	-
Subsidiaries																
SBI Life Insurance	March 31, 2024	-	0.01	-	-	-	-	-	-	-	1,245.81	-	-	-	-	-
	March 31, 2023	-	21.01	-	-	-	-	-	-	-	530.15	-	-	-	-	-
SBI General Insurance Company Ltd.	March 31, 2024	-	0.02	-	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2023	-	69.54	-	-	-	-	-	-	-	-	-	-	-	-	-
SBI Fund Management Pvt. Ltd.	March 31, 2024	-	20.99	-	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2023	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SBI Mutual Funds	March 31, 2024	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2023	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SBI Foundation	March 31, 2024	-	-	-	-	-	-	-	-	0.10	-	-	-	-	-	-
	March 31, 2023	-	-	-	-	-	-	-	-	0.19	-	-	-	-	-	-
SBI Trustee Company Ltd.	March 31, 2024	-	-	0.69	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2023	-	-	0.90	-	-	-	-	-	-	-	-	-	-	-	-
SBI Cards and Payments services	March 31, 2024	-	-	-	-	-	-	-	-	-	-	7.34	-	-	-	-
	March 31, 2023	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
SBI Car and Payments services	March 31, 2024	-	-	5.18	-	-	-	-	-	-	-	7.34	-	-	-	-
	March 31, 2023	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-



39 .Reconciliation of tax expense and the accounting profit multiplied by applicable tax rate:

Particulars	As on March 31, 2024	As on 31st March, 2023
Profit/(Loss) before income tax expense	61,442.98	41,161.85
Tax at applicable tax rate – 25.17%	15,465.20	10,360.44
Tax effects of amounts which are not deductible (taxable) in calculating taxable income		
Add: Tax impact on non deductible items	1,718.07	980.06
Less: Tax impact on Deductible items	800.15	573.30
Add: Others	-	-17.20
Current tax	16,383.12	10,750.00
Effective Tax rate	26.66	26.12
Recognition of deferred tax (income)/expenses on account of following:		
Property, Plant and Equipment : (Depreciation)	-132.87	-62.29
Provision for doubtful debts	-224.72	-118.23
Provision for PLVP	-279.39	-155.46
Provision for Arbitration deposit	-1.56	0.03
Provision for Gratuity	77.11	-51.47
Provision for other employee benefits and tax impact of OCI	-18.15	-6.04
Income Tax Expenses	-579.58	-393.46
Total Tax expense	15,803.54	10,356.54



40: Notes to Financial Statements for the year ended March 31, 2024

Financial risk management objectives and policies

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's primary risk management focus is to minimize potential adverse effects of market risk on its financial performance. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee is responsible for overseeing the Company's risk assessment and management policies and processes.

The Company's financial risk management policy is set by the management. Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. The Company manages market risk which evaluates and exercises independent control over the entire process of market risk management. The management recommend risk management objectives and policies, which are approved by Senior Management and the Audit Committee.

a. Credit risk

Credit Risk: Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers and other counter parties, taking into account the financial condition, current economic trends and analysis of historical bad debts and ageing of financial assets. Individual risk limits are set and periodically reviewed on the basis of such information.

b. Maturities of financial liabilities

The tables below analyze the company's financial liabilities into relevant maturity groupings based on their contractual maturities:

(Amount in Lakhs)

Contractual maturities of financial liabilities as at March 31, 2024	Total Carrying Value	On due within 1 year	Over 1 year Within 3 years	Over 3 year Within 5 years
Borrowings	264,586.11	264,586.11		
Trade Payables	38,404.84	38,404.84	-	-
Other Financial Liabilities	17,566.68	-412,449.32	430,016.00	-
Total	320,557.63	-109,458.37	430,016.00	-
* Borrowing of the Company includes Overdraft facility. Hence there is no contractual maturity for the same for year ended March. 31, 2024 and March 31, 2023 also.				
Contractual maturities of financial liabilities as at March 31, 2023	Total Carrying Value	On due within 1 year	Over 1 year Within 3 years	Over 3 year Within 5 years
Borrowings	46,539.36	-		
Trade Payables	19,527.07	19,527.07	-	-
Other Financial Liabilities	11,192.48	11,188.18	4.30	-
Total	77,258.91	30,715.25	4.30	-

c. Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates and commodity prices) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments and all short term and long-term debt. The Company is exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of its investments. Thus, the Company's exposure to market risk is a function of investing and borrowing activities.



40: Notes to Financial Statements for the year ended March 31, 2024

d. Foreign exchange risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates.

The Company's foreign exchange risk arises from its foreign currency borrowings (primarily in USD). As a result, if the value of the Indian rupee appreciates relative to these foreign currencies, the Company's revenues measured in Indian rupees may decrease.

The following table sets forth information relating to foreign currency exposure (other than risk arising from derivatives disclosed below):

Particulars	As at Sum of March 31, 2024		As at March 31, 2023	
	Foreign Currency (In single unit)	INR	Foreign Currency (In single unit)	INR
Foreign Currency Exposures (USD)	-	-	5,747.15	4.72
Foreign Currency Exposures SGD	-	-	-	-
Foreign Currency Exposures (GBP)	-	-	-	-
Total		-		4.72

The above foreign currency exposures are not hedged by the derivative instruments.

The sensitivity of profit or loss due to changes in the exchange rates arises mainly from non-derivative foreign currency denominated financial instruments (mainly financial instruments denominated in USD). The same is summarized as below:

Particulars	Impact on Profit	
	As at 31.03.2024	As at 31.03.2023
USD Sensitivity		
INR / USD – Increase by 10%	-	-0.47
INR / USD – Decrease by 10%	-	0.47
GBP Sensitivity		
INR /SGD/ GBP – Increase by 10%	-	-
INR /SGD/ GBP– Decrease by 10%	-	-

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. However the company's exposure to foreign currency loan is of fixed interest rate.

(i) Interest rate risk exposure

The exposure of the company's borrowing to interest rate changes at the end of the reporting are as follows:

Variable rate borrowings

Particulars	As at Sum of March 31, 2024		As at March 31, 2023	
	Balance O/s.	Weighted Average Interest Rate	Balance O/s.	Weighted Average Interest Rate
Overdraft Facility and CP	264,586.11	8.07%	46,539.36	6.65%
Term Loan	-	-	-	-
Total	264,586.11	8.07%	46,539.36	6.65%

(ii) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

Particulars	Impact on profit after tax	
	For the year ended of March 31, 2024	For the year ended of March 31, 2024
Interest rates – increase by 10%	-2,135.21	-309.30
Interest rates – decrease by 10%	2,135.21	309.30



Information as per SEBI Circular SEBI/HO/DDHS/CIR/P/2019/115 dated October 22, 2019 on "Framework on listing of Commercial papers", information as required under Regulation 52 of SEBI(LODR) Regulations, 2015 (as amended).

a. Details of Credit Rating :

Instrument Category

Commercial Papers Programme	CRISIL	ICRA
Ratings	A1+	A1+
Amount (In Lakhs)	300,000	300,000

During the year ended March 31, 2024, the Company issued Commercial paper amounting to Rs. 300,000 lakhs, previous year Rs 90,000 lakhs. Rating agencies CRISIL and ICRA have assigned a rating of CRISIL A1+ and ICRA A1+ respectively, for Rs.300,000 lakhs Commercial paper programme of the company.

b. Key Financial Information

Particulars	For the year ended 31-Mar-24	For the year ended 31-Mar-23	% Change	Reason for variance above 25%
Debt Equity Ratio * (in Times)	1.78	0.44	307%	Increased due to Increase in O/s balance of Commercial paper issued during the year.
Debt Service Coverage Ratio ** (in Times)	0.22	0.73	-70%	Change is due to increase in outstanding balance of debt securities as on March 31, 2024+
Interest Services Coverage Ratio *** (in Times)	4.65	9.39	-51%	As the finance cost was lower in previous year as compared to current financial year and also the profits for current year are higher as compared to last financial year
Net Worth **** (in Lakhs)	151,266	108,372	40%	Increased due to increase in profits
Net Profit after tax (in Lakhs)	45,208	30,804	47%	Increased due to increase in revenue from operations
Earnings per share (Diluted) (Face Value ` 10/- per share)	46.67	31.80	47%	Increased in proportion to increase in profits of the company during current financial year
Current Ratio	3.29	2.24	47%	Increased due to increase in Debt as compared to last financial year
Return on Equity Ratio	34.82%	32.71%	6%	-
Return on average Capital Employed	17.94%	29.15%	-38%	Reduced due to increase in debt to total return
Inventory Turnover Ratio	Not applicable	Not applicable		
Long term debt to Working Capital	Not applicable	Not applicable		
Bad debt to Account Receivables	0.029	0.004	Not material	Not material
Current Liability	0.19	0.98	-80%	Decreased due to faster repayment of creditors
Total Debt to total asset	0.56	0.25	126%	Increased due to increase in O/s balance of Commercial paper issued during the year.
Debtors Turnover	5.34	1.28	317%	Increase in Debtors turnover due to higher provision towards unbilled revenue
Operating Margin	34.02%	34.21%	-1%	-
Net Profit Margin	25.03%	25.60%	-2%	-
Asset cover available, in case of non-convertible debt securities	Not applicable	Not applicable		
Outstanding redeemable preference shares	Not applicable	Not applicable		
Capital redemption / Debenture redemption reserve	Not applicable	Not applicable		

* Debt Equity Ratio = Debt (Borrowings + Accrued Interest+ Lease Liability) / Equity (Equity share capital + Other Equity)

** Debt Service Coverage Ratio = Profit after tax + Non cash + interest expense / (Interest expenses + Principal Repayments+ Lease Liability)

*** Interest Service Coverage Ratio = Profit after tax + Non cash + interest expense / (Interest expenses)

**** Net Worth = Equity + Other Equity



c. Details of previous due date, next due date for the payment of interest and repayment of commercial papers:

Commercial Papers - Date of Issue	Redemption amount (Rs. in Lakhs)	Previous due date	Whether paid or not	Due date
20.04.2023	20,000.00	NA	Paid	26.06.2023
01.06.2023	20,000.00	NA	Paid	31.08.2023
16.06.2023	20,000.00	NA	Paid	15.09.2023
23.06.2023	10,000.00	NA	Paid	22.09.2023
26.06.2023	10,000.00	NA	Paid	14.09.2023
26.06.2023	20,000.00	NA	Paid	25.09.2023
25.08.2023	10,000.00	NA	Paid	24.11.2023
28.08.2023	10,000.00	NA	Paid	24.11.2023
01.09.2023	10,000.00	NA	Paid	01.12.2023
11.09.2023	20,000.00	NA	Paid	11.12.2023
13.09.2023	10,000.00	NA	Paid	13.12.2023
15.09.2023	10,000.00	NA	Paid	15.12.2023
21.09.2023	5,000.00	NA	Paid	21.12.2023
21.09.2023	5,000.00	NA	Paid	21.12.2023
22.09.2023	10,000.00	NA	Paid	22.12.2023
22.09.2023	15,000.00	NA	Paid	22.12.2023
25.09.2023	5,000.00	NA	Paid	22.12.2023
27.09.2023	10,000.00	NA	Paid	21.12.2023
29.09.2023	10,000.00	NA	Paid	29.12.2023
19.10.2023	30,000.00	NA	Paid	18.01.2024
23.11.2023	10,000.00	NA	Paid	22.02.2024
23.11.2023	10,000.00	NA	Paid	22.02.2024
24.11.2023	20,000.00	NA	Paid	23.02.2024
20.12.2023	10,000.00	NA	Paid	26.02.2024
08.12.2023	20,000.00	NA	Paid	07.03.2024
12.12.2023	10,000.00	NA	Paid	12.03.2024
18.12.2023	10,000.00	NA	Paid	18.03.2024
21.12.2023	2,500.00	NA	Paid	21.03.2024
21.12.2023	20,000.00	NA	Paid	21.03.2024
22.12.2023	2,500.00	NA	Paid	22.03.2024
27.12.2023	15,000.00	NA	Paid	27.03.2024
29.12.2023	10,000.00	NA	Paid	29.03.2024
01.01.2024	10,000.00	NA	Paid	15.03.2024
03.01.2024	10,000.00	NA	Paid	15.03.2024
05.01.2024	10,000.00	NA	Paid	19.03.2024
08.01.2024	10,000.00	NA	Paid	22.03.2024
09.01.2024	10,000.00	NA	Paid	26.03.2024
10.01.2024	10,000.00	NA	Paid	11.03.2024
10.01.2024	5,000.00	NA	Paid	11.03.2024
10.01.2024	10,000.00	NA	Paid	15.03.2024
16.01.2024	2,500.00	NA		02.04.2024
16.01.2024	2,500.00	NA		03.04.2024
23.01.2024	15,000.00	NA		23.04.2024
23.01.2024	10,000.00	NA		22.05.2024
24.01.2024	20,000.00	NA		24.04.2024
25.01.2024	10,000.00	NA		25.04.2024
25.01.2024	10,000.00	NA		15.05.2024
25.01.2024	5,000.00	NA		30.05.2024
29.01.2024	10,000.00	NA		29.04.2024
23.02.2024	20,000.00	NA		21.05.2025
26.02.2024	2,000.00	NA		27.05.2024
11.03.2024	10,000.00	NA		10.06.2024
12.03.2024	10,000.00	NA		11.06.2024
12.03.2024	2,500.00	NA		11.06.2024
13.03.2024	10,000.00	NA		12.06.2024
14.03.2024	10,000.00	NA		13.06.2024
15.03.2024	10,000.00	NA		14.06.2024
15.03.2024	10,000.00	NA		14.06.2024
15.03.2024	10,000.00	NA		14.06.2024
18.03.2024	10,000.00	NA		17.06.2024
19.03.2024	10,000.00	NA		18.06.2024
19.03.2024	10,000.00	NA		18.06.2024
20.03.2024	10,000.00	NA		19.06.2024
21.03.2024	20,000.00	NA		19.06.2024
22.03.2024	10,000.00	NA		21.06.2024
22.03.2024	10,000.00	NA		21.06.2024
26.03.2024	10,000.00	NA		25.06.2024
Total	744,500.00			



SBICAP Securities Limited
Notes forming part of financial statements for the year ended March 31, 2024

(Amount in Lakhs)

Note 42:
Leases

Following are the disclosure requirement as per Ind AS 116 for the leases which meet the definition of lease as per Ind AS 116

Particular	As at March 31, 2024	As at March 31, 2023
Right of use asset (Net of Depreciation)	5,166.57	895.41
Lease Liability	5,345.91	951.62
Depreciation on ROU	803.91	682.63
Interest on Lease liability	198.32	92.58

Note 43:
Earnings per share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computation :

	As at March 31, 2024	As at March 31, 2023
Net profit / (loss) for calculation of basic EPS and diluted EPS	45,208.45	30,804.28
Weighted average number of equity shares in calculating basic and diluted EPS	96,875,000	96,875,000
Earnings per share	46.67	31.80

Note 44:

Distributions made and proposed	As at March 31, 2024	As at March 31, 2023
Dividend on Equity shares declared and paid Interim dividend for 31st March 2024 Rs 2.50 per share (Previous Year Rs. 2.50 per share)	2,421.88	2,421.88
Proposed Dividend on Equity shares	-	-

Note 45:

Remuneration paid to employees on deputation from the ultimate holding company - State Bank of India

(Amount in Lakhs)

Employee Name	Designation		As at March 31, 2024	As at March 31, 2023
Deepak Kumar Lalla	Managing Director & CEO	From 13-06-2022	76.75	65.35
Naresh Yadav	Managing Director & CEO	Upto-12-08-2022	-	36.59
Sushanta Kumar Das	Chief Financial Officer	From 24-06-2022	65.11	41.91
Manish Singhal	Chief Financial Officer	Upto 24-06-2022	-	31.10
Yadunandan R A	Vice President IT		38.56	41.71
Kanwaljit Sawhney	Chief Financial Officer	Upto 19-12-2023	14.69	-
Total			195.11	216.65

Note 46:

Additional regulatory information in accordance with Schedule III of the Companies Act 2013

(a) Title deeds of immovable properties not held in name of the company

The Company does not hold any immovable properties in its name

(b) Valuation of PP&E and Intangible Assets:

The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

(c) Loans or Advances in the nature of Loans granted to Promoters, Directors, Key Managerial Personnel and Related Parties

The Company has not provided or given Loans or Advances in the nature of Loans granted to Promoters, Directors, Key Managerial Personnel and Related Parties either severally or jointly with any other person.

(d) Details of benami property held:

The Company does not own any immovable property and neither any benami property is held with the company.

(e) Borrowing secured against current assets:

The Company has borrowings from banks on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks are in agreement with the books of accounts of the Company.

(f) Willful defaulter:

The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(g) Relationship with struck off companies:

The Company has no transactions with the companies struck off under the Act or Companies Act, 2013.

(h) Registration of charges or satisfaction with Registrar of Companies:



There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(l) Compliance with number of layers of companies:

The Company has complied with the number of layers prescribed under the Act.

(j) Financial Ratios- Please refer Note 41

(k) Compliance with approved scheme(s) of arrangements:

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(l) Utilisation of borrowed funds and share premium:

(a) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the intermediary shall:

a. 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

b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

(b) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(m) Undisclosed income:

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(n) Details of crypto currency or virtual currency:

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

(o) Security of Current Assets

Quarterly statements of current assets filed with banks and financial institution for funds borrowed from those banks and financial institution on the basis of security of current assets are in agreement with the books of account.

Note 47: Corporate Social Responsibility (CSR)

a) The gross amount required to be spent by the Company during the year ended March 31, 2024 is Rs.66,721,000/- (Previous Year : Rs.47,142,068/-)

b) Amount spent during the year (covered under schedule VII of the Companies Act, 2013):

Particulars	Upto March 31, 2024			Upto March 31, 2023		
	In cash (Rs)	Yet to be paid In cash (Rs)	Total (Rs)	In cash (Rs)	Yet to be paid In cash (Rs)	Total (Rs)
Construction /acquisition of any asset	-	-	-	-	-	-
On purpose other than (i) above - Promoting education	617.21	50.00*	667.21	471.42	-	471.42

* Unspent CSR expenses has been deposited in a special account on 9th April, 2024 in accordance with section 135 of the Act.

Nature of Activities

Promoting health care, Education, Gender equality, Empowering women, measures for the benefit of armed forces etc.

Note 48: Code on Social Security

The code on social security 2020 (Code) relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The code has been published in the Gazette of India. However, till date on which code will come into effect has not been notified and the final rules/interpretation have not yet been issued, The company will assess the impact of the in the Gazette of India. However, till date on which code will come into effect has not been notified and the final rules/interpretation have not yet been issued, The company will assess the impact of the

Note 49:

Rates and taxes under other expenses includes GST credit lapsed treated as expenses to the tune of Rs. 9,645,437 pertains to prior years. Owing to materiality the management believes that the requirement of Ind As 8 Accounting Policies, Changes in Accounting Estimates and Errors to retrospectively restate financials statements is not required in the given scenario.


Note 50:

Previous year figures

Previous year's figures have been regrouped, rearranged and reclassified wherever necessary in order to confirm to the current year's presentation.

As per our report of even date attached

For GMJ & Co.
Chartered Accountants
Firm Registration No.: 103429W


Atul Jain
Partner
Membership No. : 037097



Mumbai
April 15, 2024

For and on behalf of the Board of Directors of
SBICAP Securities Limited


Deepak Kumar Lalla
Managing Director & CEO
DIN: 09648283


Dhanashri Kenkre
Company Secretary
Membership No. : 17729

Mumbai
April 15, 2024


Sushanta Kumar Das
Whole Time Director & CFO
DIN: 09663646

