

13th July, 2023

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

Name of the Scrip: HDFC Securities Limited

Dear Sir,

Sub: Submission of Unaudited Financial Results for the Quarter Ended 30th June, 2023 under Regulation 52 (1) (2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Commercial Papers issued by the Company were listed on the Stock Exchange with effect from 15th January, 2020. Accordingly, pursuant to Regulation 52 (1) (2) of the SEBI (LODR) Regulations, 2015, we are enclosing a copy of the Audited Financial Results under IND-AS quarter ended 30th June 2023, approved by the Board of Directors of the Company at its meeting held today i.e. on 13th July, 2023 along with the Limited Review Report.

Kindly take the same on your records.

Thanking You.

For HDFC Securities Limited

Mitul Palankar
Company Secretary

HDFC Securities Limited

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

Member of NSE, BSE, MSEI, MCX | Reg No.: INZ000186937 | Member: CDSL | Reg No.: IN-DP-372-2018 | Research Analyst: INH000002475 | Investment Adviser: INA000011538 | PFRDA: POP-11092018 | AMFI: ARN13549 | Corporate Identity Number (CIN) - U67120MH2000PLC152193

Compliance Officer: Murli V Karkera, Contact: +91 22 3045 3600, Email: complianceofficer@hdfcsec.com

For any complaints / grievance: services@hdfcsec.com

B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai – 400063, India
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Limited Review Report on unaudited financial results of HDFC Securities Limited for the quarter ended 30 June 2023 pursuant to Regulation 33 and Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021

To the Board of Directors of HDFC Securities Limited

1. We have reviewed the accompanying Statement of unaudited financial results of HDFC Securities Limited (hereinafter referred to as “the Company”) for the quarter ended 30 June 2023 (“the Statement”).
2. This Statement, which is the responsibility of the Company’s management and approved by its Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Attention is drawn to the fact that the figures for the three months ended 31 March 2023 as reported in the Statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52(4) of the Listing Regulations, as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021,

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP (a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center, Western Express Highway, Goregaon (East), Mumbai - 400063

B S R & Co. LLP

Limited Review Report (*Continued*)

HDFC Securities Limited

including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

Chartered Accountants

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

Ritesh Goyal

Partner

Mumbai

13 July 2023

Membership No.: 115007

UDIN:23115007BGXPPK8518

HDFC Securities Limited

Statement of Assets and Liabilities

(₹ in lacs)

	Particulars	As at	
		30 June 2023 (Unaudited)	31 March 2023 (Audited)
	ASSETS		
1	Financial Assets		
(a)	Cash and cash equivalents	74,662	39,210
(b)	Bank Balance other than (a) above	3,14,775	3,11,740
(c)	Receivables		
(i)	Trade Receivables	45,997	40,727
(ii)	Other Receivables	-	-
(d)	Loans	3,34,533	2,74,757
(e)	Investments	1,22,604	1,21,361
(f)	Other Financial Assets	23,195	13,191
		9,15,766	8,00,986
2	Non-Financial Assets		
(a)	Current tax assets (Net)	4,049	3,829
(b)	Deferred tax Assets (Net)	-	-
(c)	Investment Property	1,361	1,368
(d)	Property, Plant and Equipment	7,358	8,051
(e)	Right-of-use assets	5,228	5,487
(f)	Capital work-in-progress	157	131
(g)	Intangible assets under development	853	2,743
(h)	Other Intangible assets	7,655	2,908
(i)	Other non-financial assets	1,402	1,297
		28,063	25,814
	TOTAL ASSETS	9,43,829	8,26,800
	LIABILITIES AND EQUITY		
	LIABILITIES		
1	Financial Liabilities		
(a)	Payables		
(i)	Trade Payables		
(i)	total outstanding dues of micro enterprises and small enterprises	3	20
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	1,29,430	98,171
(II)	Other Payables		
(i)	total outstanding dues of micro enterprises and small enterprises	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(b)	Borrowings	6,03,620	5,25,410
(c)	Lease Liabilities	6,235	6,491
(d)	Other financial liabilities	4,656	2,855
		7,43,944	6,32,947
2	Non-Financial Liabilities		
(a)	Current tax liabilities (Net)	2,400	179
(b)	Provisions	10,659	11,055
(c)	Deferred tax liabilities (Net)	635	367
(d)	Other non-financial liabilities	2,863	2,538
		16,557	14,139
3	Equity		
(a)	Equity Share capital	1,589	1,589
(b)	Other Equity	1,81,738	1,78,125
		1,83,327	1,79,714
	TOTAL LIABILITIES AND EQUITY	9,43,829	8,26,800

Statement of Unaudited Financial Results for the quarter ended 30 June 2023

(₹ in lacs)

	Quarter ended			Year ended
	June 30, 2023	March 31, 2023	June 30, 2022	March 31, 2023
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Revenue from operations				
(i) Brokerage and Fee Income	29,396	28,159	28,311	1,16,482
(ii) Interest Income	18,078	18,464	14,451	64,797
(iii) Sale of Services	243	618	207	1,146
(iv) Net gain on fair value changes	1,151	891	(196)	4,739
(v) Rental Income	55	55	51	221
(vi) Dividend Income	-	-	-	16
(I) Total Revenue from operations	48,923	48,187	42,824	1,87,401
(II) Other Income	770	419	422	1,762
(III) Total Income (I+II)	49,693	48,606	43,246	1,89,163
Expenses				
(i) Finance Costs	10,259	9,680	5,948	29,588
(ii) Impairment on financial instruments	221	(464)	(41)	2,098
(iii) Employee Benefits Expenses	7,457	6,897	6,015	27,471
(iv) Depreciation, amortization and impairment	1,309	1,479	1,308	5,745
(v) Other expenses	5,156	4,655	4,740	20,071
(IV) Total Expenses	24,402	22,247	17,970	84,973
(V) Profit before tax (III - IV)	25,291	26,359	25,276	1,04,190
Tax expense				
Current Tax	6,076	6,559	6,416	26,334
Deferred Tax	279	421	(69)	134
(VI) Total tax expense	6,355	6,980	6,347	26,468
(VII) Profit for the period/year (V-VI)	18,936	19,380	18,929	77,722
(VIII) Other comprehensive income :				
<u>Items that will not be reclassified to profit or loss:</u>				
(i) Re-measurement gains on defined benefit plans	(46)	(66)	(39)	(182)
(ii) Income tax effect	11	17	10	46
Other comprehensive income for the period/year (i-ii)	(35)	(49)	(29)	(136)
(IX) Total comprehensive income for the period/year (VII + VIII)	18,901	19,331	18,900	77,586
(X) Earnings per equity share - [Face value Rs 10 per share]*				
Basic (in Rs)	119.12	121.94	119.59	490.22
Diluted (in Rs)	119.01	121.94	119.28	489.84

* EPS is not annualised for interim period

Key Financial Information (Pursuant to SEBI's operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021)

Particulars	Quarter ended			Year ended
	June 30, 2023	March 31, 2023	June 30, 2022	March 31, 2023
Securities Premium Account - (₹ in lacs)	17,558	17,558	12,760	17,558
Paid up Debt Capital/ Outstanding Debt	-	-	-	-
Outstanding Redeemable Preference Shares	-	-	-	-
Debt Equity Ratio (times)	3.29	2.92	2.72	2.92
Capital Redemption Reserve	-	-	-	-
Debenture Redemption Reserve	-	-	-	-
Debt Service Coverage Ratio (EBITDA/Interest + Principal) (times)	0.06	0.07	0.07	0.25
Interest Service Coverage Ratio (EBITDA/Interest) (times)	3.59	3.88	5.47	4.72
Net Worth (₹ in lacs)	1,83,327	1,79,714	1,67,970	1,79,714
Net Profit after tax (₹ in lacs)	18,936	19,380	18,929	77,722
EPS (in ₹)	119.12	121.94	119.59	490.22
Current Ratio	1.10	1.12	1.26	1.12
Current Liability Ratio	0.99	0.99	0.99	0.99
Total Debts to Total Assets	0.64	0.64	0.62	0.64
Debtors Turnover (Total Revenue to Trade Receivable)	1.08	1.19	6.11	4.64
Operating Margin (%) (Profit before tax/Total Revenue from operation)	52%	55%	59%	56%
Net Profit Margin (%) (Profit after tax/Total Revenue)	38%	40%	44%	41%
Long term debt to working capital	-	-	-	-
Bad debts to account receivable ratio	-	-	-	-
Inventory turnover	-	-	-	-

Cash Flow Statement for the quarter ended 30 June 2023

(₹ in lacs)

Particulars	Quarter Ended		
	June 30, 2023	June 30, 2022	March 31, 2023
	(Unaudited)	(Unaudited)	(Audited)
Cash Flow from operating activities			
Profit before tax	25,289	25,277	1,04,190
Adjustments			
Depreciation & Amortization	1,309	1,308	5,745
Share based payments to employees	602	692	2,574
Impairment on financial instruments	221	(41)	2,098
Loss on sale / w/off of Property, Plant & Equipment	-	-	124
Rental income from investment property	(55)	(51)	(221)
Change in Fair value of investments	(1,151)	196	(4,739)
Finance Costs	10,259	5,948	29,588
Interest income	(1,331)	(7)	(2,659)
Dividend Income	-	-	(16)
	35,143	33,322	1,36,684
Working capital adjustments:			
Decrease / (Increase) in Other Bank Balance	(3,035)	(32,630)	(83,649)
Decrease / (Increase) in trade receivables	(5,485)	43,554	7,762
Decrease / (Increase) in loans	(59,776)	52,020	53,591
Decrease / (Increase) in Other financial assets	(10,003)	336	(7,089)
Decrease / (Increase) in Other non-financial assets	(104)	(303)	46
Increase/ (Decrease) in trade and other payables	31,242	(52,570)	(43,878)
Increase/ (Decrease) in lease liability	(256)	(97)	(445)
Increase/ (Decrease) in other financial liabilities	1,801	587	2,386
Increase/ (Decrease) in Provisions	(442)	(3,891)	(860)
Increase/ (Decrease) in Other non-financial liabilities	324	194	(345)
	(10,591)	40,522	64,202
Income tax paid	(4,075)	(5,271)	(27,114)
Net Cash used in operating activities	(A) (14,666)	35,251	37,088
Investing activities			
Purchase (Net of disposal) of property, plant and equipment	(3,233)	(1,558)	(7,990)
Rental income received	55	51	221
Purchase / Revaluation of investments	(1,243)	(3,209)	(97,787)
Proceeds from sale / fair value change of current investments	1,151	227	5,542
Dividend received	-	-	16
Interest received	1,331	7	2,659
Net cash used in investing activities	(B) (1,939)	(4,482)	(97,341)
Financing activities:			
Proceeds from Issuance of equity share capital	-	(1)	3,554
Proceeds from Issuance of Commercial Papers	5,68,210	2,75,257	19,35,096
Redemption of Commercial Papers	(4,90,000)	(2,80,000)	(18,71,600)
Finance Costs	(10,259)	(5,948)	(29,588)
Dividend paid, including dividend tax	(15,895)	(17,412)	(69,791)
Net Cash used in financing activities	(C) 52,056	(28,104)	(32,329)
Net Increase / (Decrease) in cash and cash equivalents (A+B+C)	35,451	2,665	(92,582)
Cash and Cash equivalents at the beginning of the year	39,210	1,31,792	1,31,792
Cash and Cash equivalents at the end of the year	74,661	1,34,457	39,210
Components of cash and cash equivalents			
Cash on Hand			
Cash in hand*	-	-	-
Balances with Banks - In current accounts	74,662	94,359	39,210
Deposit accounts (with original maturity of 3 months or less)	-	40,100	-
Cash and Cash equivalents at the end of the year	74,661	1,34,457	39,210

* Amount less than Rs 50,000

HDFC Securities Limited
Notes to financial results

for the quarter ended 30 June 2023

- 1 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its Meeting held on 13 July 2023 and were subject to audit by statutory auditor.
- 2 During the period, the Company had declared and paid interim dividend_1 of ₹100 per share amounting to ₹15,895 lacs including tax deduction at source.
- 3 During the period, the Company had issued commercial papers of ₹5,25,000 lacs and redeemed commercial papers of ₹4,90,000 lacs.
- 4 Investment in Government Securities (G Sec Investment) are classified and measured at Amortized Cost as these investments are done within a business model whose objective is to hold these investments in order to collect the contractual cash flows, and that have contractual cash flows that are solely for payments of principal and interest (SPPI).

Place : Mumbai
Date: 13 July 2023

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

DHIRAJ RELLI
Managing Director
DIN: 07151265

HDFC Securities Limited
Details of Commercial Papers matured during the quarter ended 30 June 2023
(₹ in lacs)

Name	ISIN	Issue Date	Maturity Date	Amount	Rate p.a.	Days	Repayment date
Invesco MF\HSL\CP\22-23\145	INE700G14ED3	03-Jan-23	03-Apr-23	10,000	7.35%	90	03-Apr-23
Mirae Asset MF\HSL\CP\22-23\146	INE700G14ED3	03-Jan-23	03-Apr-23	5,000	7.35%	90	03-Apr-23
EDELWISS MF\HSL\CP\22-23\147	INE700G14EE1	12-Jan-23	10-Apr-23	5,000	7.30%	88	10-Apr-23
LIC MF\HSL\CP\22-23\149	INE700G14EF8	16-Jan-23	17-Apr-23	15,000	7.43%	91	17-Apr-23
IDFC MF\HSL\CP\22-23\150	INE700G14EG6	18-Jan-23	19-Apr-23	10,000	7.43%	91	19-Apr-23
DSP MF\HSL\CP\22-23\151	INE700G14EG6	18-Jan-23	19-Apr-23	5,000	7.43%	91	19-Apr-23
DSP MF\HSL\CP\22-23\152	INE700G14EG6	18-Jan-23	19-Apr-23	5,000	7.43%	91	19-Apr-23
SBI MF\HSL\CP\22-23\153	INE700G14EH4	20-Jan-23	21-Apr-23	25,000	7.64%	91	21-Apr-23
IDFC MF\HSL\CP\22-23\154	INE700G14EI2	30-Jan-23	28-Apr-23	10,000	7.55%	88	28-Apr-23
IDFC MF\HSL\CP\22-23\155	INE700G14EI2	31-Jan-23	28-Apr-23	5,000	7.55%	87	28-Apr-23
Mirae Asset MF\HSL\CP\22-23\156	INE700G14EI2	31-Jan-23	28-Apr-23	5,000	7.55%	87	28-Apr-23
SBI MF\HSL\CP\22-23\157	INE700G14EJ0	31-Jan-23	02-May-23	30,000	7.63%	91	02-May-23
ICICI Prudential MF\HSL\CP\22-23\158	INE700G14EK8	06-Feb-23	08-May-23	20,000	7.60%	91	08-May-23
Kotak Mahindra MF\HSL\CP\22-23\159	INE700G14EK8	06-Feb-23	08-May-23	30,000	7.60%	91	08-May-23
Tata MF\HSL\CP\22-23\160	INE700G14EL6	13-Feb-23	15-May-23	40,000	7.62%	91	15-May-23
ICICI Prudential MF\HSL\CP\22-23\161	INE700G14EM4	17-Feb-23	19-May-23	15,000	7.59%	91	19-May-23
HSBC MF\HSL\CP\22-23\162	INE700G14EM4	17-Feb-23	19-May-23	25,000	7.59%	91	19-May-23
ICICI Prudential MF\HSL\CP\22-23\163	INE700G14EN2	28-Feb-23	30-May-23	30,000	7.90%	91	30-May-23
NIPPON MF\HSL\CP\22-23\164	INE700G14EO0	02-Mar-23	01-Jun-23	20,000	7.90%	91	01-Jun-23
SBI MF\HSL\CP\22-23\165	INE700G14EP7	13-Mar-23	12-Jun-23	50,000	8.07%	91	12-Jun-23
HSBC MF\HSL\CP\22-23\166	INE700G14EP7	13-Mar-23	12-Jun-23	25,000	8.07%	91	12-Jun-23
Invesco MF\HSL\CP\22-23\167	INE700G14EQ5	15-Mar-23	14-Jun-23	10,000	7.90%	91	14-Jun-23
ADITYA BIRLA MF\HSL\CP\22-23\168	INE700G14EQ5	15-Mar-23	14-Jun-23	10,000	7.90%	91	14-Jun-23
ICICI Prudential MF\HSL\CP\22-23\169	INE700G14ER3	23-Mar-23	22-Jun-23	25,000	7.80%	91	22-Jun-23
Invesco MF\HSL\CP\23-24\01	INE700G14ES1	03-Apr-23	30-Jun-23	10,000	7.43%	88	30-Jun-23
Kotak Mahindra MF\HSL\CP\23-24\02	INE700G14ES1	05-Apr-23	30-Jun-23	20,000	7.43%	86	30-Jun-23
SBI MF\HSL\CP\23-24\03	INE700G14ES1	06-Apr-23	30-Jun-23	20,000	7.43%	85	30-Jun-23
DSP Liquidity Fund\HSL\CP\23-24\006	INE700G14EV5	02-May-23	05-Jun-23	10,000	7.45%	34	05-Jun-23

HDFC Securities Limited
Details of Commercial Papers as at 30 June 2023
(₹ in lacs)

Name	ISIN	Issue Date	Maturity Date	Amount	Rate p.a.	Days
Bandhan MF\HSL\CP\23-24\04	INE700G14ET9	27-Apr-23	27-Jul-23	15,000	7.38%	91
ADITYA BIRLA MF\HSL\CP\23-24\05	INE700G14EU7	28-Apr-23	28-Jul-23	20,000	7.40%	91
MIRAE ASSET CASH MANAGEMENT FUND\CP\23-24\007	INE700G14EW3	04-May-23	02-Aug-23	5,000	7.32%	90
Kotak Liquid Fund\HSL\CP\23-24\008	INE700G14EW3	04-May-23	02-Aug-23	20,000	7.32%	90
NIPPON INDIA MF\HSL\CP\23-24\009	INE700G14EX1	08-May-23	07-Aug-23	25,000	7.43%	91
NIPPON INDIA MF\HSL\CP\23-24\010	INE700G14EY9	09-May-23	08-Aug-23	25,000	7.43%	91
SBI MF\HSL\CP\23-24\011	INE700G14EZ6	11-May-23	10-Aug-23	25,000	7.40%	91
BANDHAN LIQUID FUND\HSL\CP\23-24\012	INE700G14EZ6	11-May-23	10-Aug-23	15,000	7.38%	91
Tata Mutual Fund\HSL\CP\23-24\013	INE700G14FA6	12-May-23	11-Aug-23	25,000	7.40%	91
ICICI PRUDENTIAL LIQUID FUND\HSL\CP\23-24\014	INE700G14FB4	19-May-23	18-Aug-23	15,000	7.37%	91
HSBC Liquid Fund\HSL\CP\23-24\015	INE700G14FB4	19-May-23	18-Aug-23	25,000	7.37%	91
Axis MF\HSL\CP\23-24\016	INE700G14FC2	22-May-23	21-Aug-23	30,000	7.30%	91
ICICI PRUDENTIAL LIQUID FUND\HSL\CP\23-24\017	INE700G14FD0	23-May-23	22-Aug-23	25,000	7.18%	91
Tata Mutual Fund\HSL\CP\23-24\018	INE700G14FE8	02-Jun-23	31-Aug-23	35,000	7.21%	90
Tata Mutual Fund\HSL\CP\23-24\019	INE700G14FF5	05-Jun-23	01-Sep-23	15,000	7.21%	88
Kotak Liquid Fund\HSL\CP\23-24\020	INE700G14FG3	06-Jun-23	05-Sep-23	10,000	7.17%	91
NIPPON INDIA MF\HSL\CP\23-24\021	INE700G14FH1	09-Jun-23	08-Sep-23	20,000	7.15%	91
ICICI PRUDENTIAL LIQUID FUND\HSL\CP\23-24\022	INE700G14FI9	12-Jun-23	11-Sep-23	25,000	7.10%	91
HSBC Liquid Fund\HSL\CP\23-24\023	INE700G14FI9	12-Jun-23	11-Sep-23	25,000	7.10%	91
Kotak Liquid Fund\HSL\CP\23-24\024	INE700G14FJ7	14-Jun-23	13-Sep-23	20,000	7.21%	91
UTI - Liquid Cash Plan\HSL\CP\23-24\025	INE700G14FK5	19-Jun-23	18-Sep-23	25,000	7.17%	91
Axis MF\HSL\CP\23-24\026	INE700G14FL3	22-Jun-23	21-Sep-23	20,000	7.15%	91
UTI - Liquid Cash Plan\HSL\CP\23-24\027	INE700G14FM1	23-Jun-23	15-Sep-23	25,000	7.10%	84
ICICI PRUDENTIAL LIQUID FUND\HSL\CP\23-24\028	INE700G14FN9	30-Jun-23	29-Sep-23	35,000	7.20%	91