



LONG TERM SUBSCRIBE

IPO Report

18th Sept 26

Snapshot

Company have been the largest stock exchange in India in terms of total turnover in cash market and total turnover in equity derivatives (based on notional turnover for equity options) from Fiscal 20011 to Fiscal 2026 and the three months period ended June 30, 2026, and have also been the largest stock exchange in India in terms of total turnover in exchange-traded currency derivatives (based on notional turnover for currency options) from Fiscal 20092 to Fiscal 2026 and three months period ended June 30, 2026, according to the Redseer Report. According to World Federation of Exchanges, compared to the leading listed stock exchange groups globally, company was the largest multi-asset class exchange in terms of number of trades in cash equities and contracts traded in equity derivatives in Fiscal 2026 and the three months period ended June 30, 2026, with a global market share of 11.38% in number of trades in cash equities and 51.18% in contracts traded in equity derivatives in Fiscal 2026, and a global market share of 10.68% in number of trades in cash equities and 50.22% in contracts traded in equity derivatives in the three months period ended June 30, 2026

VALUATION

Company is bringing the issue at price band of Rs 1700-1785 per share at p/e multiple of 101x on post issue FY26 basis.

Company is Market leader in India & is well positioned to benefit from India's structural growth tailwinds which drive strong network effects for NSE. strong brand synonymous with trust, efficiency and transparency, across its trading platform as well as company's clearing, settlement and market supervisory role Hence, we recommend "Long term Subscribe" to issue.

Price Band (Rs./Share)	1700-1785
Opening date of the issue	17th Sept '2026
Closing Date of the issue	21st Sept '2026
No of shares pre issue	2,47,50,00,000 Eq Shares
Issue Size	Rs 22562 Cr
Face Value (Rs/ share)	Rs 1/share
Bid Lot	8
BIDDING DETAILS	
QIBs (Including Anchor)	50% of the offer (Approx 6,30,01,607 eq Shares)
Non-Institutional	15% of the offer (Approx 1,89,00,482 eq Shares)
Retail	35% of the offer (Approx 4,41,01,125 eq Shares)
Lead managers	Kotak Mahindra Capital Company Limited, Morgan Stanley India Company Private Limited
Registrar to the issue	MUFG Intime India Private Limited

WHAT WE LIKE

Market leader in India – a liquid market for all stakeholders

Company have been the largest stock exchange in India in terms of total turnover in cash market and total turnover in equity derivatives (based on notional turnover for equity options) from Fiscal 20016 to Fiscal 2026 and three months period ended June 2026, and have also been the largest stock exchange in India in terms of total turnover in exchange-traded currency derivatives (based on notional turnover for currency options) from Fiscal 20097 to Fiscal 2026 and three months period ended June 2026

Track record of comprehensive and innovative offerings delivered through a vertically integrated business model

In Fiscal 1995, NSE was the first stock exchange in India, among the ones still operational, to introduce a fully automated, screen-based electronic trading system through the NEAT platform. NCL was India's first clearing corporation to be established and the first to provide a settlement guarantee mechanism. In May 2008, an RBI-SEBI committee laid the framework for exchange-traded currency derivatives and NSE was the first stock exchange in India to launch exchange-traded currency derivatives on August 29, 2008. NSE had a market share of 71.38% and 53.52% in electricit

Combination of scale, growth, profitability and sustained cash generation

Company's Total income has grown to ₹187,133.70 million in Fiscal 2026 from ₹163,520.62 million in Fiscal 2024, and to ₹52,521.74 million in the three months period ended June 30, 2026 from ₹47,984.50 million in the three months period ended June 30, 2025. Further, in Fiscal 2026, company had one of the lowest non-volume-linked expenses, the highest adjusted operating EBITDA margin, and one of the highest Profit After Tax Margin compared to leading listed stock exchange groups globally.



COMPANY BACKGROUND

Company is a “first level regulator” in India³, and in that role are committed to providing equal, unrestricted, transparent and fair access to the stock market to all market participants, including investors, issuers and intermediaries, while maintaining orderly and efficient market functioning and safeguarding investor interests.

Company operate a vertically integrated stock exchange - where it offer a simple, integrated platform for trading, clearing, listing and other services such as data feed services, data terminal services and licensing services. Company provide a comprehensive, onestop platform to manage regulatory compliance, risk monitoring, and post-trade settlement. Company offer a diversified range of products across multiple asset classes, including cash market, futures, options, mutual funds platform, commodity derivatives, exchange-traded currency derivatives, wholesale debt market and interest rate futures, among others. Company’s operations are supported by its proprietary technology infrastructure that is resilient and secure, supporting high-speed and high-frequency transactions while ensuring seamless market operations, comprehensive market data dissemination, and allows for rapid implementation of regulatory directives.

Company have also established key market institutions to create a holistic ecosystem and serve as a one-stop platform for trading, listing and settlement. Company’s non-trading businesses provide complementary revenue sources and serve market participants’ diverse needs, as described below:

- **Clearing and settlement:** Company established NSE Clearing Limited (“NCL”) in August 1995 for offering clearing and settlement services in India. NCL is the largest clearing corporation in India in terms of cleared value, with a market share in Fiscal 2026 and three months period ended June 2026, respectively, of 88.42% and 86.63% in cash market, 91.04% and 91.20% in equity derivatives, 74.09% and 74.44% in exchange-traded currency derivatives, and 88.83% and 84.17% in interest rate future.

Indices: Company commenced offering index services in May 1998 and currently provide these services through NSE Indices Limited (“NSE Indices”). NSE Indices develops and manages a wide range of indices, including its flagship Nifty 50, with 435 indices spanning sectors, themes and strategies as of June 30, 2026, ensuring transparent and rules based index construction aligned with global standards. **Data analytics, news and market updates:** Company established NSE Data and Analytics Limited (“NSE DAL”) in June 2000 to offer data analytics services, providing comprehensive real-time market data, benchmark data, fixed income valuations and analytical tools to institutional investors, asset managers and regulators.

Foreign currency denominated trading: Company established NSE International Exchange (“NSEIX”) as a subsidiary of Company in Gift City in November 2016 in India’s GIFT City to enable Indian and foreign entities to trade in foreign currency-denominated securities and financial products, and access international financial markets, allowing trading for ~21 hours a day.

Others: Company have expanded into complementary businesses, including mutual fund registry services, back-end exchange support services for company’s platform, depository services, e-corporate governance, mobile trading solutions, and commodity (including crude oil, gas and electricity), power and receivables exchanges and coal exchange.

OBJECTS OF OFFER

The objects of the Offer are to (i) carry out the Offer for Sale of up to 126,436,650 Equity Shares of face value of ₹1 each by certain Selling Shareholders; and (ii) achieve the benefits of listing the Equity Shares on BSE.

RISKS

Any significant decrease in the volume and value of transactions executed on company’s stock exchange could significantly reduce demand for its products, constrain company’s growth, and adversely affect company’s business, financial condition, results of operations, cash flows, and prospects.

Source:RHP


Consolidated Financials

(Rs in Mn)

Financials	FY24	FY25	FY26	Q1FY26
Total Revenue (A)	147800.00	171406.78	166013.09	45604.10
Total Expenditure (B)	31692.34	42597.06	53763.89	10094.83
EBIDTA	116107.66	128809.72	112249.20	35509.27
EBIDTA Margin	78.56	75.15	67.61	77.86
Other Income	15720.51	20361.53	21120.61	6917.64
Depreciation	4395.51	5465.86	6235.14	1625.51
EBIT	127432.66	143705.39	127134.67	40801.40
Interest	0.00	0.00	0.00	0.00
PBT	127432.66	143705.39	127134.67	40801.40
Share of profit in Asso	1005.40	1288.56	1081.88	257.54
PBIT	128438.06	144993.95	128216.55	41058.94
Exceptional	-16595.37	9753.83	10739.24	635.90
PBT	111842.69	154747.78	138955.79	41694.84
Tax	27778.00	38690.30	37160.50	10476.80
PAT	84064.69	116057.48	101795.29	31218.04
NPM	56.88	67.71	61.32	68.45
ROE%	37.60	45.14	33.21	9.33
EPS	33.56	49.24	41.62	12.61
Eq Cap	56.88	67.71	61.32	68.45
Net Worth	2,39,738.75	3,03,534.26	3,21,135.41	3,52,442.34

(Source: RHP)



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