

## CENTRAL DEPOSITORY SERVICES (INDIA) LTD – ADD

### Result Update

Current Market Price (CMP) <b>Rs. 1,481</b>	Fair Value (FV) <b>Rs. 1,655</b>
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### Rationale:

- During Q1FY26, Central Depository Services (CDSL)'s performance was below our estimates on the bottom-line front.
- The company reported revenue of Rs259cr, up ~0.6% YoY and 15.5% QoQ.
- EBTIDA decreased 15.5% YoY to Rs130cr.
- PAT de-grew by 23.7% YoY and grew by 2.2% QoQ to Rs102cr.
- Currently, the stock is trading at PE of 47.4x FY27E EPS.
- Hence, maintain our ADD rating, with revised target price of Rs1655.

### Q1FY26 Result update:

#### **Positives:**

- During the quarter, CDSL added 56 lakh new beneficiary accounts.
- We believe CDSL remains a play on capital market and is a big beneficiary of higher retail participation.

#### **Negatives:**

- Low pricing power, dependence on capital market volume and regulatory oversight are the key risks to our estimates.

(EBITDA - earnings before interest, taxes, depreciation, and amortization, PAT-Profit After Tax)

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For detailed report dated 30 July 2025. Note: CMP & valuation may differ due to difference in dates



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